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### BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

IN THE MATTER OF THE PETITION OF PIONEER RIDGE, LLC AND MOUNTAIN WIND, LLC FOR APPROVAL OF A CONTRACT FOR THE SALE OF CAPACITY AND ENERGY FROM THEIR PROPOSED OF FACILITIES

Docket No. 05-035-09

IN THE MATTER OF THE PETITION OF SPRING CANYON FOR APPROVAL OF A CONTRACT FOR THE SALE OF CAPACITY AND ENERGY FROM ITS PROPOSED QF FACILITIES

Docket No. 05-035-08

# PREFILED REBUTTAL TESTIMONY OF ROGER J. SWENSON

US Magnesium LLC hereby submits the prefiled Rebuttal Testimony of Roger J. Swenson in this Docket.

DATED this 18th day of March, 2005.

# PREFILED REBUTTAL TESTIMONY

Of

# ROGER J. SWENSON

On behalf of US Magnesium, LLC

In the Matter of the Petition of Spring Canyon LLC for Approval of a Contract For the Sale of Capacity and Energy From Its Proposed QF Facilities

Docket No. 05-035-08

In the Matter of the Petition of Pioneer Ridge LLC & Mountain Wind For Approval of a Contract For the Sale of Capacity and Energy from its Existing and Proposed QF Facilities

Docket No. 05-035-09

March 18, 2005

1 Background

- 2 Q. Please state your name and business address.
- 3 A. Roger J. Swenson, 1592 East 3350 South, Salt Lake City, Utah 84106.
- 4 Q. On whose are you filing this testimony?
- 5 A. US Magnesium LLC.
- 6 Q. Have you previously filed other testimony in this matter?
- 7 A. Yes. I filed testimony on January 28, 2005 on behalf of Pioneer Ridge, LLC and Mountain
- 8 Wind, LLC in support of their requests for contract approval for two wind powered projects.
- I also filed Supplemental Testimony for these same parties on February 28, 2005.
- 10 Q. What is the purpose of this rebuttal testimony?
- 11 A. This testimony is in response to certain assertions made by Mr. David L. Olive in his
- testimony in this matter dated February 28, 2005.
- 13 **Q.** To what testimony are you specifically referring?
- 14 A. On page 5 of Mr. Olive's testimony he asserts that a QF project should be allowed to claim
- capacity from other QF projects as existing contracts expire. He is apparently claiming that
- Spring Canyon should have the right to capture US Magnesium's rights under the stipulation
- after the 5-year contract term has expired. On his Exhibit DLO 3, Mr Olive shows the US
- Magnesium contract capacity going to zero after 2009 and Spring Canyon contract capacity
- going up at that point in time by 36 MWs.
- 20 Q. Do you agree that Spring Canyon should have that right?
- 21 A. No. US Magnesium asked for a 20 year term in its initial contract request. Under a
- settlement among the parties to that case US Magnesium accepted a shorter 5-year contract,

- but everyone understood that US Magnesium would ask for an extension of the agreement.
- 2 Q. Has US Magnesium asked for that extension at this time?
- 3 A. Yes, US Magnesium has sent to PacifiCorp a request to extend its contract for an additional
- 4 15 years.
- 5 Q. Why has US Magnesium done this at this time?
- 6 A. We believe that it is important that the Company and Utah regulators understand what
- 7 resources will be available to count on in the future. Also, it is important for US Magnesium
- 8 to know what it can count on in the future concerning QF contractual arrangements. We
- also do not want Spring Canyon to be misled in any manner concerning what US
- Magnesium expects to do after December 31, 2009.
- 11 Q. What are you requesting the Commission to do in this matter?
- 12 A. We request that the Commission make clear that in no way does Spring Canyon have any
- preemptive rights ahead of US Magnesium in any contracting for the sale of its QF power
- now or in the future.
- 15 **Q.** Does this conclude your testimony?
- 16 A. Yes it does.

### CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was sent by email this 18<sup>th</sup> day of

March, 2005, to the following:

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