

BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

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Acting Chair
Commissioner
Commissioner
Commissioner

In the Matter of the Request for Approval of the
Site Permit for the Jeffers Wind Energy Center
to Jeffers Wind 20, LLC

ISSUE DATE: May 10, 2012

DOCKET NO. E-6465/WS-05-1220

ORDER APPROVING PERMIT
TRANSFER WITH CONDITIONS

PROCEDURAL HISTORY

On February 7, 2011, Summit Wind, LLC filed a request to transfer its site permit for the Jeffers Wind Energy Center (the Site Permit) to Jeffers Wind 20, LLC (Jeffers Wind).

On February 2, 2012, the Commission issued an Order in this docket which found that the record was inadequate to warrant approval of the transfer. The Commission required Jeffers Wind 20 to supplement the record in support of the transfer before making a final determination on the transfer request.

On March 7, 2012, Jeffers Wind submitted filings in response to the Commission's Order.

On April 11, 2012, the Minnesota Department of Commerce (the Department) filed comments on the transfer request, and recommended approval with conditions.

On May 3, 2012, the Commission met to consider the matter.

FINDINGS AND CONCLUSIONS

I. Statutory Framework for Transfer of Site Permit

Minn. Rules, Part 7854.1400 provides as follows:

Subpart 1. Request for transfer. A permittee of a site permit for an LWECs may apply to the PUC for the transfer of its permit. The permittee must provide the name of the existing permittee, the name and description of the person to whom the permit is to be transferred, the reasons for the transfer, a description of the facilities affected, and the requested date of the transfer. The person to whom the permit is to be transferred shall provide the PUC with information required by the PUC to determine whether the new permittee can comply with the conditions of the permit. The permittee shall provide notice of the request to those persons identified by the PUC as persons interested in the matter.

Subpart 2. Approval of Transfer. The commission shall approve the transfer if the commission determines that the new permittee will comply with the conditions of the permit. The commission, in approving the transfer of a permit, may impose reasonable additional conditions in the permit as part of the approval. The commission may hold a public meeting to provide the public with an opportunity to comment on the request for the transfer prior to making a decision.

II. Recommendation of the Department

In its April 11, 2012 comments, the Department stated that it had reviewed Jeffers Wind's filing supplementing the record. The Department stated that the filing demonstrates that Jeffers Wind will comply with the conditions of the Site Permit for the Jeffers Wind Energy Center.

The Department recommended that the Commission approve the site permit transfer with three amendments: 1) an amendment of the Site Permit to reflect the Commission's electronic docketing system (Exhibits 2 and 4 to the amended Site Permit); 2) an amendment of the Site Permit to reflect the Commission's current reporting requirements for project energy production and wind resource use (Sections III.H.1 and III.H.2 of the amended Site Permit); and 3) an amendment of the Site Permit to reflect the as-built project site (50 megawatts (MW)) in lieu of the permitted project size (60 MW).

III. Commission Action

After review of the submissions of the parties, the Commission concurs with the Department that Jeffers Wind's filings provide an adequate basis for determining that the new permittee, Jeffers Wind 20, LLC, will comply with the conditions of the site permit as amended, which is attached to this Order. Accordingly, the Commission will approve the Site Permit transfer with following modifications and/or requirements:

1. An amendment to clarify the Commission's current complaint reporting procedures (revised Exhibit 2 to the Site Permit) and compliance reporting procedures (revised Exhibit 4 to the Site Permit);
2. An amendment to reflect the Commission's current reporting requirements for project energy production and wind resource use (attached Site Permit, Sections III.H.1 and III.H. 2);
3. An amendment to authorize an up to 50 MW large wind energy conversion system;
4. A requirement that Jeffers Wind 20, LLC provide a copy of the amended Site Permit to all listed stakeholders within the timeframes listed in Site Permit Condition III.K.9; and
5. A requirement that Jeffers Wind 20, LLC file an affidavit of service in eDockets within 20 days of the issued notices to confirm compliance with the above conditions

ORDER

1. The Commission authorizes the Site Permit transfer for the Jeffers Wind Energy Center from Summit Wind, LLC to Jeffers Wind 20, LLC with the conditions set forth below.
2. The Site Permit is amended to reflect the Commission's current complaint reporting procedures (revised Exhibit 2 to the Site Permit) and compliance reporting procedures (revised Exhibit 4 to the Site Permit).
3. The Site Permit is amended to reflect the Commission's current reporting requirements for project energy production and wind resource use (attached Site Permit, Sections III.H.1 and III.H.2).
4. The Site Permit is amended to authorize an up to 50 MW large wind energy conversion system.
5. Jeffers Wind 20, LLC shall provide a copy of the amended Site Permit to all stakeholders listed in, and within the timeframes set forth in the Site Permit Condition III.K.9. Jeffers Wind 20, LLC shall file an affidavit of service in eDockets within 20 days of the issued notices to confirm compliance with these conditions.
6. This Order shall become effective immediately.

BY ORDER OF THE COMMISSION

Burl W. Haar
Executive Secretary



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STATE OF MINNESOTA PUBLIC UTILITIES COMMISSION

**SITE PERMIT FOR
LARGE WIND ENERGY CONVERSION SYSTEM
IN COTTONWOOD COUNTY
ISSUED TO
SUMMIT WIND, LLC
EQB DOCKET NO. 05-96-LWECS-SW
&
MPUC DOCKET NO. E6465/WS-05-1220**

In accordance with Minnesota Statutes Section 116C.694 this Site Permit is hereby issued to:

SUMMIT WIND, LLC

Summit Wind, LLC is authorized to construct and operate up to a 60 (nominal)-Megawatt Large Wind Energy Conversion System on the site identified in this Site Permit and in compliance with the conditions contained in this Permit.

This Permit shall expire on December 31, 2035

Dated: September 22, 2005

BY ORDER OF THE COMMISSION

BURL W. HAAR
Executive Secretary



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I. SITE PERMIT

This Site Permit for a Large Wind Energy Conversion System authorizes Summit Wind, LLC, (hereinafter “Permittee”) to construct up to a nominal 60-Megawatt LWECS and associated facilities known as the Jeffers Wind Energy Center in Cottonwood County, Minnesota, on a site of approximately 8,320 acres in accordance with the conditions contained in this Permit. The site boundary is shown on the map that is attached hereto as Exhibit 1.

II. PROJECT DESCRIPTION

The 60-Megawatt LWECS authorized to be constructed in this Permit is referred to as the Jeffers Wind Energy Center and will be owned and operated by Summit Wind, LLC. The project will consist of up to 38 wind turbines with a nominal nameplate capacity of 60-Megawatts. Turbines are interconnected by communication and electrical power collection facilities within the wind farm. These facilities will include transformers and underground collector lines, and feeder lines that will deliver wind-generated power to a new switchyard adjacent to the Storden Junction Substation located in Section 28 in Storden Township in Cottonwood County.

III. CONDITIONS

The following conditions shall apply to site preparation, construction, cleanup, restoration, operation, maintenance, abandonment, decommissioning and all other phases of the LWECS. The MPUC preserves all available remedies for violation of any of these Permit conditions, including revocation or modification of the Permit.

A. GENERAL CONSTRUCTION CONDITIONS

1. SITE PLAN

Prior to commencing construction, the Permittee shall submit to the MPUC a site plan for all turbines, roads, electrical equipment, collector and feeder lines and other associated facilities to be constructed and engineering drawings for site preparation, construction of the facilities, and restoration of the site due to construction. The Permittee may submit a site plan and engineering drawings for only a portion of the LWECS if the Permittee is prepared to commence construction on certain parts of the project before completing the site plan and engineering drawings for other parts of the LWECS. The Permittee shall have the right to move or relocate turbine sites due to the discovery of environmental conditions during construction, not previously identified, which by law or pursuant to this Permit would prevent such use. The Permittee shall notify the MPUC of any turbines that are to be relocated before the turbine is constructed on the new site.

2. FIELD REPRESENTATIVE

Prior to the start of construction and continuously throughout construction and site restoration, the Permittee shall designate a field representative responsible for overseeing compliance with the conditions of this Permit. This person (or a designee) shall be accessible by telephone during normal business hours. This person's address, phone number and emergency phone number shall be provided to the MPUC, who may make the number available to local residents and officials and other interested persons. The Permittee may change the field representative by notification to the MPUC.

3. PRECONSTRUCTION MEETING

Prior to the start of any construction, the Permittee shall conduct a preconstruction meeting with the person designated by the MPUC to coordinate field monitoring of construction activities.

4. NOTICE OF PERMIT CONDITIONS

The Permittee shall inform all employees, contractors, and other persons involved in the construction of the LWECS of the terms and conditions of this Permit.

B. MITIGATION MEASURES

1. SITE CLEARANCE

The Permittee shall disturb or clear the site only to the extent necessary to assure suitable access for construction, safe operation, and maintenance of the LWECS.

2. TOPSOIL PROTECTION

The Permittee shall implement measures to protect and segregate topsoil from subsoil in cultivated lands unless otherwise negotiated with the affected landowner.

3. COMPACTION

The Permittee shall implement measures to minimize compaction of all lands during all phases of the project's life and shall confine compaction to as small an area as practicable.

4. LIVESTOCK PROTECTION

The Permittee shall take precautions to protect livestock during all phases of the project's life.

5. FENCES

The Permittee shall promptly replace or repair all fences and gates removed or damaged during all phases of the project's life unless otherwise negotiated with the affected landowner. When the Permittee installs a gate where electric fences are present, the Permittee shall provide for continuity in the electric fence circuit.

6. DRAINAGE TILE

The Permittee shall promptly repair or replace all drainage tiles broken or damaged during all phases of the project's life unless otherwise negotiated with the affected landowner.

7. EQUIPMENT STORAGE

The Permittee shall not locate temporary equipment staging areas for site construction and restoration on cultivated land unless otherwise negotiated with the affected landowner. Temporary staging areas shall not be located in wetlands or native prairie.

8. ROADS

(a) Public Roads

Prior to commencement of construction, the Permittee shall identify all state, county or township roads that will be used for the LWECS project and shall notify the MPUC and the state, county or township governing body having jurisdiction over the roads to determine if the governmental body needs to inspect the roads prior to use of these roads. Where practical, existing roadways shall be used for all activities associated with the LWECS. Where practical, all-weather roads shall be used to deliver cement, turbines, towers, assembled nacelles and all other heavy components to and from the turbine sites.

The Permittee shall, prior to the use of such roads, make satisfactory arrangements with the appropriate state, county or township governmental body having jurisdiction over roads to be used for construction of the LWECS for maintenance and repair of roads that will be subject to extra wear and tear due to transportation of equipment and LWECS components. The Permittee shall notify the MPUC of such arrangements upon request of the MPUC.

(b) Turbine Access Roads

The Permittee shall construct the smallest number of turbine access roads it can. Access roads shall be low profile roads so that farming equipment can cross them and shall be covered with Class 5 gravel or similar material. When access roads are constructed across streams and drainage ways, the access roads shall be designed in a manner so runoff from the upper portions of the watershed can readily flow to the lower portion of the watershed.

(c) Private Roads

The Permittee shall promptly repair private roads or lanes damaged when moving equipment or when obtaining access to the site, unless otherwise negotiated with the affected landowner.

9. SOIL EROSION AND SEDIMENT CONTROL

The Permittee shall develop a Soil Erosion and Sediment Control Plan prior to construction and submit the Plan to the MPUC. This Plan may be the same plan submitted to the Minnesota Pollution Control Agency as part of a storm water runoff permit application. A goal of the Soil Erosion and Sediment Control Plan is to minimize soil erosion, to revegetate non-cropland and range areas disturbed by construction with wildlife conservation species, and wherever possible, to plant native tall grass prairie species in cooperation with landowners.

The Soil Erosion and Sediment Control Plan shall address what types of erosion control measures will be implemented during each project phase, and shall at a minimum identify plans for grading, construction and drainage of roads and turbine pads; necessary soil information; detailed design features to maintain downstream water quality; a comprehensive re-vegetation plan to maintain and ensure adequate erosion control and slope stability and to restore the site after temporary project activities; and measures to minimize the area of surface disturbance. Other practices shall include containing excavated material, protecting exposed soil, and stabilizing restored material and removal of silt fences or barriers when the area is stabilized. The plan shall identify methods for disposal or storage of excavated material. Erosion and sedimentation control measures shall be installed prior to construction and maintained throughout the project's life.

10. CLEANUP

The Permittee shall remove all waste and scrap that is the product of construction, operation, restoration and maintenance from the site and properly dispose of it upon completion of each task. Personal litter, bottles, and paper deposited by site personnel shall be removed on a daily basis.

11. TREE REMOVAL

The Permittee shall minimize the removal of trees and the Permittee shall not remove groves of trees or shelter belts without notification to the MPUC and the approval of the affected landowner.

12. RESTORATION

The Permittee shall, as soon as practical following construction of each turbine, considering the weather and preferences of the landowner, restore the area affected by any LWECS activities to the condition that existed immediately before construction began, to the extent possible. The time period may be no longer than six months after completion of construction of the turbine. Restoration shall be compatible with the safe operation, maintenance, and inspection of the LWECS.

13. HAZARDOUS WASTE

The Permittee shall be responsible for compliance with all laws applicable to the generation, storage, transportation, clean up and disposal of hazardous wastes generated during any phase of the project's life.

14. APPLICATION OF HERBICIDES

The Permittee shall restrict herbicide use to those herbicides and methods of application approved by the Minnesota Department of Agriculture and the U.S. Environmental Protection Agency. Selective foliage or basal application shall be used when practicable. The Permittee shall contact the landowner or his designee to obtain approval for the use of herbicide prior to any application on their property. The landowner may request that there be no application of herbicides on any part of the site within the landowner's property. All herbicides shall be applied in a safe and cautious manner so as to not damage crops, orchards, tree farms, or gardens. The Permittee shall also, at least ten days prior to the application, notify beekeepers with an active apiary within one mile of the proposed application site of the day the company intends to apply herbicide so that precautionary measures may be taken by the beekeeper.

15. PUBLIC SAFETY

The Permittee shall provide educational materials to landowners within the site boundaries and, upon request, to interested persons, about the project and any restrictions or dangers associated with the LWECS project. The Permittee shall also provide any necessary safety measures, such as warning signs and gates for traffic control or to restrict public access.

16. FIRE PROTECTION

The Permittee shall prepare a fire protection plan in consultation with the fire department having jurisdiction over the area prior to LWECS construction. The Permittee shall submit a copy of the plan to the MPUC upon request.

17. TOWER IDENTIFICATION

All turbine towers shall be marked with a visible identification number.

C. SETBACKS

1. WIND ACCESS BUFFER

Wind turbine towers shall not be placed less than 5 rotor diameters from the perimeter of the site where the Permittee does not hold the wind rights, without the approval of the MPUC. Wind turbine towers within the project boundaries shall not be placed less than 5 rotor diameters from the boundary of any property on which the Permittee does not hold the wind rights unless approved otherwise by the affected landowner.

2. RESIDENCES

Wind turbine towers shall not be located closer than 500 feet from the nearest occupied dwelling.

3. ROADS

Wind turbine towers shall not be located closer than 250 feet from the edge of the nearest public road right-of-way.

4. WILDLIFE MANAGEMENT AREAS

Wind turbines and associated facilities including foundations, access roads, underground cable, and transformers, shall not be located in Waterfowl Protection Areas, State Wildlife Management Areas or Scientific and Natural Areas or in county parks. These areas may be used in establishing the wind access buffer required by paragraph III.C.1.

5. WETLANDS

Wind turbines and all associated facilities, including foundations, access roads, underground cable, and transformers, shall not be placed in public waters wetlands, as defined in Minnesota Statutes section 103G.005, subp. 15a.

6. NATIVE PRAIRIE

Upon request of the MPUC, the Permittee shall, with the advice of the DNR and any others selected by the Permittee, prepare a prairie protection and management plan and submit it to the MPUC and DNR Commissioner 60 days prior to the start of project construction. The plan shall address steps to be taken to identify native prairie within the project area, measures to avoid impacts to native prairie, and measures to mitigate for impacts if unavoidable. Wind turbines and all associated facilities, including foundations, access roads, underground cable and transformers, shall not be placed in native prairie unless addressed in the prairie protection and

management plan. Unavoidable impacts to native prairie shall be mitigated by restoration or management of other native prairie areas that are in degraded condition, or by conveyance of conservation easements, or by other means agreed to by the Permittee and MPUC.

7. OTHER

Wind turbines and all associated facilities, including foundations, access roads, underground cable, and transformers shall not be located within active sand and gravel operations, unless otherwise negotiated with the owner of the sand and gravel operation.

D. PRECONSTRUCTION SURVEYS

1. BIOLOGICAL PRESERVATION SURVEY

The Permittee, in consultation with DNR and other interested parties, shall conduct a pre-construction inventory of existing wildlife management areas, scientific and natural areas, recreation areas, native prairies and forests, wetlands, and any other biologically sensitive areas within the site and assess the presence of state- or federally-listed or threatened species. The results of the survey shall be submitted to the MPUC and DNR prior to the commencement of construction.

2. ARCHAEOLOGICAL RESOURCES

Prior to commencement of any construction, the Permittee shall conduct an archaeological reconnaissance survey within the area that will be permanently or temporarily impacted during construction or operation of the LWECS. The survey results shall be provided to the State Historic Preservation Office at the Minnesota Historical Society (MHS) and the Office of the State Archaeologist (OSA) to determine whether cultural resources are present. Any unrecorded cultural resources that are found shall be evaluated for integrity and potential listing on the National Register of Historic Places. Undocumented resources that are eligible for listing on the National Register of Historic Places shall be avoided. All archaeological investigations shall meet the Minnesota Historical Society Standards and Guidelines for Archaeology and Historical Preservation. If any federal funding, permit or license is involved or required, the Permittee shall notify the MHS as soon as possible in the planning process to coordinate section 106 (36 C.F.R. 800) review.

Prior to construction, construction workers shall be trained about the need to avoid cultural properties, how to identify cultural properties, and procedures to follow if undocumented cultural properties, including gravesites, are found during construction. If any archaeological sites are found during construction, the Permittee shall immediately stop work at the site and shall mark and preserve the site and notify the MPUC and the MHS about the discovery. The MPUC and the MHS shall have three working days from the time the agency is notified to conduct an inspection of the site if either agency shall choose to do so. On the fourth day after notification, the Permittee may begin work on the site unless the MHS has directed that work shall cease. In such event, work shall not continue until the MHS determines that construction can proceed.

3. ELECTROMAGNETIC INTERFERENCE

Within 60 days after issuance of this Permit, the Permittee shall submit a plan to the MPUC for conducting an assessment of television signal reception and microwave signal patterns in the project area prior to commencement of construction of the project. The assessment shall be designed to provide data that can be used in the future to determine whether the turbines and associated facilities are the cause of disruption or interference of television reception or microwave patterns in the event residents should complain about such disruption or interference after the turbines are placed in operation. The assessment shall be completed prior to operation of the turbines. The Permittee shall be responsible for alleviating any disruption or interference of these services caused by the turbines or any associated facilities.

The Permittee shall not operate the LWECS and associated facilities so as to cause microwave, television, radio, telecommunications or navigation interference contrary to Federal Communications Commission (FCC) regulations or other law. In the event the LWECS and its associated facilities or its operations cause such interference, the Permittee shall take timely measures necessary to correct the problem.

E. SITE LAYOUT RESTRICTIONS

1. WIND TURBINE TOWERS

Structures for wind turbines shall be self-supporting tubular towers. The towers shall not be more than 262 feet (80 meters) above grade.

2. METEOROLOGICAL TOWERS

Permanent towers up to 100 feet high for meteorological equipment shall be free standing. Temporary meteorological towers, which are those that will be removed after completion of construction, and all meteorological towers over 100 feet high may be guyed if the landowner has given written permission and the guys are properly marked with safety shields.

3. NOISE

The wind turbine towers shall be placed such that the Permittee shall comply with noise standards established by the Minnesota Pollution Control Agency at all times at all appropriate locations. Turbines shall be moved or modified or removed from service if necessary to comply with this condition. The Permittee or its contractor may install and operate turbines, as close as the minimum setback required in this Permit but in all cases shall comply with PCA standards.

4. FEDERAL AVIATION ADMINISTRATION

Towers shall be marked as required by the Federal Aviation Administration (FAA). There shall be no lights on the towers other than what is required by the FAA. This restriction shall not apply to infrared heating devices used to protect the wind monitoring equipment.

5. TURBINE SPACING

The turbine towers shall be constructed within the site as shown on the map attached as Exhibit 1. The turbine towers shall be spaced no closer than rotor diameters 3 (RD) for crosswind spacing (distance between turbines) and 5RD downwind spacing (distance between strings of turbines). If required during final micro siting of the turbine towers to account for topographic conditions, up to 20 percent of the towers (6 towers) may be sited closer than the above spacing but the Permittee shall minimize the need to site the turbine towers closer.

6. FOOTPRINT MINIMIZATION

The Permittee shall design and construct the LWECS so as to minimize the amount of land that is impacted by the LWECS. Associated facilities in the vicinity of turbines such as electrical/electronic boxes, transformers and monitoring systems shall, to the greatest extent feasible, be mounted on the foundations used for turbine towers or inside the towers unless otherwise negotiated with the affected landowner.

7. ELECTRICAL CABLES

The Permittee shall place electrical lines, known as collectors, and communication cables underground when located on private property. Collectors and cables shall also be placed within or adjacent to the land necessary for turbine access roads unless otherwise negotiated with the affected landowner. This paragraph does not apply to feeder lines.

8. FEEDER LINES

The Permittee shall place overhead 34.5 kV electric lines, known as feeders, on public rights-of-way if a public right-of-way exists or the Permittee may place feeders on private property. A change in feeder line locations may be made as long as feeders remain on public rights-of-way and approval has been obtained from the governmental unit responsible for the affected right-of-way. When placing feeders on private property, the Permittee shall place the feeder in accordance with the easement negotiated with the affected landowner. Notwithstanding any of the requirements in paragraph III.D. to conduct surveys before any construction can commence, the Permittee may begin immediately upon issuance of this permit to construct the 34.5 kV feeder lines that will be required as part of this project. The Permittee shall submit the site plan and engineering drawings required under paragraph III.A.1. for the feeder lines before commencing construction. Any guy wires on the structures for feeder lines shall be marked with safety shields.

F. STUDIES

1. WAKE LOSS STUDIES

The Permittee shall provide to the MPUC with the site plan required by paragraph III.A.1., the preconstruction micro siting analysis leading to the final tower locations and an estimate of total project wake losses. The Permittee shall provide to the MPUC any operational wake loss studies conducted on this project.

2. NOISE

On request of the MPUC, the Permittee shall submit a proposal to the MPUC for the conduct of a noise study. Upon the approval of the MPUC the Permittee shall carryout the study. The study shall be designed to determine the noise levels at various distances from the turbines at various wind directions and speeds.

G. DECOMMISSIONING/RESTORATION/ABANDONMENT

1. DECOMMISSIONING PLAN

Prior to commencement of construction, the Permittee shall submit to the MPUC a Decommissioning Plan describing the manner in which the Permittee anticipates decommissioning the project in accordance with the requirements of Minn. Rules part 4401.0450, subp.13. The Permittee shall ensure that it carries out its obligations to provide for the resources necessary to fulfill its requirements to properly decommission the project at the appropriate time. The MPUC may at any time request the Permittee to file a report with the MPUC describing how the Permittee is fulfilling this obligation.

2. SITE RESTORATION

Upon expiration of this Permit, or upon earlier termination of operation of the LWECS, the Permittee shall have the obligation to dismantle and remove from the site all towers, turbine generators, transformers, overhead and underground cables, foundations, buildings and ancillary equipment to a depth of four feet. To the extent possible the Permittee shall restore and reclaim the site to its pre-project topography and topsoil quality. All access roads shall be removed unless written approval is given by the affected landowner requesting that one or more roads, or portions thereof, be retained. Any agreement for removal to a lesser depth or for no removal shall be recorded with the county and shall show the locations of all such foundations. All such agreements between the Permittee and the affected landowner shall be submitted to the MPUC prior to completion of restoration activities. The site shall be restored in accordance with the requirements of this condition within 18 months after expiration.

3. ABANDONED TURBINES

The Permittee shall advise the MPUC of any turbines that are abandoned prior to termination of operation of the LWECS. The MPUC may require the Permittee to decommission any abandoned turbine.

H. REPORTING

1. PROJECT ENERGY PRODUCTION

The Permittee shall, by July 15 of each year, report to the MPUC on the monthly energy production of the project and the average monthly wind speed collected at one permanent meteorological tower selected by the MPUC during the preceding year or partial year of operation. The report shall include copies of any project production reports filed with the Midwest Area Power Pool (MAPP), the Federal Energy Regulatory Commission (FERC), or any other public regulatory agency. The Permittee shall describe the operational status and availability of the Project and any major outages, major repairs, or turbine performance improvements occurring in the previous year.

2. WIND RESOURCE USE

Within three months after commercial operation begins, the Permittee shall provide the MPUC with viewer access to its supervisory control and data acquisition (SCADA) system to allow the MPUC convenient review of the following average hourly data for each hour of commercial operation in printed format or electronic format capable of computerized analysis as specified by the MPUC:

- (a) The power output of each turbine;
- (b) The wind speed and direction measured at all monitored heights at any temporary and permanent meteorological towers, connected to the SCADA system, owned or operated by the Permittee, in or within one mile of the project site boundary; and
- (c) Temperature and any other meteorological parameters recorded at one permanent meteorological tower selected by the MPUC.

Once the Permittee provides the initial access, the MPUC shall be responsible for maintaining the remote viewer connection. The Permittee shall not be in violation of this Permit if remote connection is lost or the SCADA system goes down. In the event the MPUC is not provided access to the SCADA system, the Permittee shall file a quarterly report (due January 15, April 15, July 15, and October 15) with the MPUC with the same data specified above. After two years of commercial operation, the MPUC may reduce or eliminate the requirements of this condition. The provisions of paragraph III.K.5. shall apply to the MPUC's review of this data.

3. EXTRAORDINARY EVENTS

Within 24 hours of an occurrence, the Permittee shall notify the MPUC of any extraordinary event. Extraordinary events include: tower collapse, turbine failure, thrown blade or hub, collector or feeder line failure, injured LWECS worker or private person, kills of threatened or endangered species, or discovery of an unexpectedly large number of dead birds of any variety on site. In the event of extraordinary avian mortality the DNR shall also be notified within 24 hours. The Permittee shall, within 30 days of the occurrence, submit a report to the MPUC describing the cause of the occurrence and the steps taken to avoid future occurrences.

4. COMPLAINTS

Prior to the start of construction, the Permittee shall submit to the MPUC the company's procedures to be used to receive and respond to complaints. The Permittee shall report to the MPUC all complaints received concerning any part of the LWECS in accordance with the procedures provided in Exhibit 2 attached to this Permit.

I. FINAL CONSTRUCTION

1. AS-BUILT PLANS AND SPECIFICATIONS

Within 60 days after completion of construction, the Permittee shall submit to the MPUC a copy of the as-built plans and specifications. The Permittee must also submit this data in a geographic information system (GIS) compatible format so that the MPUC can place it into the Land Management Information Center's geographic data clearinghouse located in the Office of Geographic and Demographic Analysis.

2. FINAL BOUNDARIES

After completion of construction, the MPUC may determine a need to adjust the final boundaries of the site required for this project. If done, this Permit may be modified, after notice and opportunity for public hearing, to represent the actual site required by the Permittee to operate the project authorized by this Permit.

3. EXPANSION OF SITE BOUNDARIES

No expansion of the site boundaries described in this Permit shall be authorized without the approval of the MPUC. The Permittee may submit to the MPUC a request for a change in the boundaries of the site for the LWECS. The MPUC will respond to the requested change in accordance with applicable statutes and rules.

J. AUTHORITY TO CONSTRUCT LWECS

1. WIND RIGHTS.

The Permittee shall advise the MPUC of the obtaining of exclusive wind rights within the boundaries of the LWECS authorized by this Permit within 30 days of receiving such wind rights. The Permittee shall submit documentation of such exclusive wind rights if requested by the MPUC.

2. OTHER PERMIT APPLICATIONS.

Nothing in this Permit shall be construed to preclude any other person from seeking a site permit to construct a large wind energy conversion system in any area within the boundaries of the project covered by this Permit if the Permittee does not hold exclusive wind rights for such areas.

3. PREEMPTION OF OTHER LAWS

Pursuant to Minn. Stat. § 116C.697, this Site Permit shall be the only site approval required for the location of this project, and this Permit shall supersede and preempt all zoning, building, and land use rules, regulations, and ordinances adopted by regional, county, local, and special purpose governments. Nothing in this Permit shall release the Permittee from any obligation imposed by law that is not superseded or preempted by law.

4. POWER PURCHASE AGREEMENT

This Permit does not authorize construction of the project until the Permittee has obtained a power purchase agreement for the electricity to be generated by the project. The Permittee has a power purchase agreement for the first phase of the project, for 10 Megawatts, and is authorized to construct the first four turbines. The Permittee shall advise the MPUC when it obtains a power purchase agreement for the electricity to be generated in Phase II of the project and shall provide such documentation as the MPUC may require regarding confirmation of the agreement. In the event the Permittee does not obtain a power purchase agreement by October 31, 2007, this Permit shall be null and void for Phase II.

K. MISCELLANEOUS

1. PERIODIC REVIEW

The MPUC shall initiate a review of this Permit and the applicable conditions at least once every five years. The purpose of the periodic review is to allow the MPUC, the Permittee, and other interested persons an opportunity to consider modifications in the conditions of the Permit. No modification may be made except in accordance with applicable statutes and rules.

2. FAILURE TO COMMENCE CONSTRUCTION

If the Permittee has not completed the pre-construction surveys required in paragraph III.D. and commenced construction of the LWECS within three years of the issuance of this Permit, the Permittee must advise the MPUC of the reason construction has not commenced. In such event, the MPUC may determine whether this Permit should be revoked. No revocation of this Permit may be undertaken except in accordance with applicable statutes and rules, including Minn. Stat. section 116C.645.

3. MODIFICATION OF CONDITIONS

After notice and opportunity for hearing, this Permit may be modified or amended for cause including but not limited to the following:

- (a) Violation of any condition in this Permit;
- (b) Endangerment of human health or the environment by operation of the facility; or
- (c) Existence of other grounds established by rule.

4. REVOCATION OR SUSPENSION OF THE PERMIT

The MPUC may take action to suspend or revoke this Permit upon the grounds that:

- (a) A false statement was knowingly made in the application or in accompanying statements or studies required of the applicant, and a true statement would have warranted a change in the MPUC's findings;
- (b) There has been a failure to comply with material conditions of this Permit, or there has been a failure to maintain health and safety standards; or
- (c) There has been a material violation of a provision of an applicable statute or rule or an order of the MPUC.

In the event the MPUC shall determine that it is appropriate to consider revocation or suspension of this Permit, the MPUC shall proceed in accordance with the requirements of Minn. Stat. section 116C.645 to determine the appropriate action. Upon a finding of any of the above, the MPUC may require the Permittee to undertake corrective measures in lieu of having the Permit suspended or revoked.

5. PROPRIETARY INFORMATION

Certain information required to be submitted to the MPUC under this Permit, including energy production and wake loss data, may constitute trade secret information or other type of proprietary information under the Data Practices Act or other law and is not to be made available by the MPUC. The Permittee must satisfy requirements of applicable law to obtain the protection afforded by the law.

6. TRANSFER OF PERMIT

The Permittee may not transfer this Permit without the approval of the MPUC. If the Permittee desires to transfer this Permit, the holder shall advise the MPUC in writing of such desire. The Permittee shall provide the MPUC with such information about the transfer as the MPUC requires to reach a decision. The MPUC may impose additional conditions on any new Permittee as part of the approval of the transfer.

7. OTHER PERMITS

The Permittee shall be responsible for acquiring any other federal, state, or local permits or authorizations that may be required to construct and operate a LWECS within the authorized site. The Permittee shall submit a copy of such permits and authorizations to the MPUC upon request.

8. SITE MANAGER

The Permittee shall designate a Site Manager who shall be the contact person for the MPUC to contact with questions about the LWECS. The Permittee shall provide the MPUC with the name, address, and phone numbers of the project site manager prior to placing any turbine into operation. This information shall be maintained current by informing the MPUC of any changes, as they become effective.

9. NOTICE TO LOCAL RESIDENTS

The Permittee shall, within ten working days of receipt of this Permit, send a copy of the Permit to the office of the auditor of each county in which the site is located and to the clerk of each city and township within the site boundaries. If applicable, the Permittee shall also, within 10 working days of issuance, send a copy of this Permit to each regional development commission, local fire district, soil and water conservation district, watershed district, and watershed management district office with jurisdiction in the county where the site is located. Within 30 days of issuance of this Permit, the Permittee shall send a copy of the Permit to each affected landowner within the site. In no case shall the affected landowner receive the site permit less than five days prior to the start of construction on their property.

10. RIGHT OF ENTRY

The Permittee shall allow representatives of the MPUC to perform the following, upon presentation of credentials:

- (a) To enter upon the facilities easement of the site property for the purpose of obtaining information, examining records, and conducting surveys or investigations.
- (b) To bring such equipment upon the facilities easement of the property as is necessary to conduct such surveys and investigations.
- (c) To sample and monitor upon the facilities easement of the property; and
- (d) To examine and copy any documents pertaining to compliance with the conditions of this Permit.

11. MORE STRINGENT RULES

The MPUC's issuance of this Site Permit does not prevent the future adoption by the MPUC of rules or orders more stringent than those now in existence and does not prevent the enforcement of these more stringent rules and orders against the Permittee.

L. EXPIRATION DATE

This Permit shall expire on December 31, 2035.

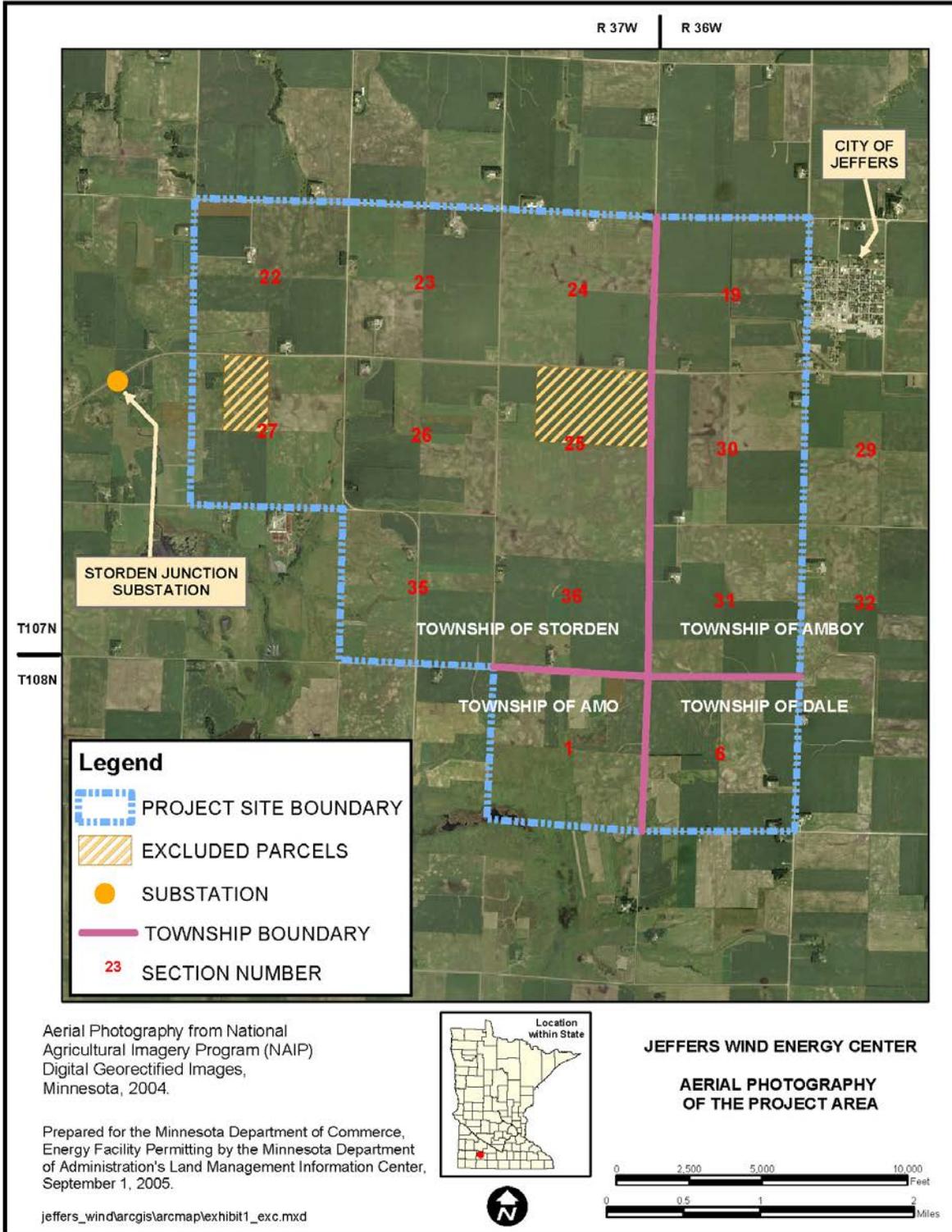
M. SPECIAL CONDITIONS

1. EFFECT

These Special Conditions shall take precedence over any of the other conditions of this Permit if there should be a conflict between the two.

2. FEDERALLY-ENDANGERED TOPEKA SHINER

To prevent sedimentation in streams inhabited by the federally-endangered (state special concern) Topeka shiner (*Notropis topeka*), the Permittee shall employ best management practices as described in Exhibit 3, when working in project area waters.



**MINNESOTA PUBLIC UTILITIES COMMISSION
COMPLAINT HANDLING PROCEDURES
FOR
LARGE WIND ENERGY CONVERSION SYSTEMS**

A. Purpose:

To establish a uniform and timely method of reporting complaints received by the Permittee concerning Permit conditions for site preparation, construction, cleanup and restoration, operation, and resolution of such complaints.

B. Scope:

This document describes Complaint reporting procedures and frequency.

C. Applicability:

The procedures shall be used for all complaints received by the Permittee and all complaints received by the Commission under Minn. Rule 7829.1500 or 7829.1700 relevant to this Permit.

D. Definitions:

Complaint: A verbal or written statement presented to the Permittee by a person expressing dissatisfaction or concern regarding site preparation, cleanup or restoration or other LWECS and associated facilities site permit conditions. Complaints do not include requests, inquiries, questions, or general comments.

Substantial Complaint: A written Complaint alleging a violation of a specific Site Permit condition that, if substantiated, could result in Permit modification or suspension pursuant to the applicable regulations.

Unresolved Complaint: A Complaint which, despite the good faith efforts of the permittee and a person(s), remains to both or one of the parties unresolved or unsatisfactorily resolved.

Person: An individual, partnership, joint venture, private or public corporation, association, firm, public service company, cooperative, political subdivision, municipal corporation, government agency, public utility district, or any other entity, public or private, however organized.

E. Complaint Documentation and Processing:

1. The Permittee shall designate an individual to summarize complaints for the Commission. This person's name, phone number and e-mail address shall accompany all complaint submittals.

2. A Person presenting the Complaint should to the extent possible, include the following information in their communications:
 - a. Name of Complainant, address, phone number, and e-mail address.
 - b. Date of complaint
 - c. Tract or parcel number
 - d. Whether the complaint relates to (1) a Site Permit matter, (2) an LWECS and associated facility issue, or (3) a compliance issue.

3. The Permittee shall document all Complaints by maintaining a record of all applicable information concerning the Complaint, including the following:
 - a. Docket Number and Project Name
 - b. Name of complainant, phone number and e-mail address.
 - c. Precise property description or parcel number.
 - d. Name of Permittee representative receiving Complaint and date of receipt.
 - e. Nature of Complaint and the applicable Site Permit conditions(s).
 - f. Activities undertaken to resolve the Complaint.
 - g. Final disposition of the Complaint.

F. Reporting Requirements:

The Permittee shall report all complaints to the Commission according to the following schedule:

Immediate Reports: All substantial complaints shall be reported to the Commission the same day received, or on the following working day for complaints received after working hours. Such reports are to be directed to the Commission's Consumer Affairs Office at 1-800-657-3782 or consumer.puc@state.mn.us. Voice messages are acceptable. Email E-mail Subject Line should read "EFP Substantial Complaint" w/ dkt. No.

Monthly Reports: By the 15th of each month, a summary of all complaints, including substantial complaints received or resolved during the preceding month, shall be Filed to Dr. Burl W. Haar, Executive Secretary, Public Utilities Commission, using the Minnesota Department of Commerce eDocket system (see eFiling instructions attached to this permit).

If no Complaints were received during the preceding month, the permittee shall submit (eFile) a summary indicating that no complaints were received.

Permittee shall commence complaint reporting at the beginning of project construction and continue through the term of the permit.

G. Complaints Received by the Commission or the Department of Commerce:

Complaints received directly by the Commission or the Department of Commerce from aggrieved persons regarding site preparation, construction, cleanup, restoration, operation and maintenance shall be promptly sent to the Permittee.

H. Commission Process for Unresolved Complaints:

Initial Screening: Commission staff shall perform an initial evaluation of unresolved

Complaints submitted to the Commission. Complaints raising substantial LWECS Site Permit issues shall be processed and resolved by the Commission. Staff shall notify Permittee and appropriate person(s) if it determines that the Complaint is a Substantial Complaint. With respect to such Complaints, each party shall submit a written summary of its position to the Commission no later than ten days after receipt of the Staff notification. The Complaint will be presented to the Commission for a decision as soon as practicable.

I. Permittee Contact for Complaints:

Permittee will eFile the Project's Complaint Contact information within 14 days of the Order granting a site permit and will include the Project's Complaint Contact information in the mailing to landowners and local governments.

**BEST MANAGEMENT PRACTICES
FOR
TOPEKA SHINER HABITAT PROTECTION**

**Minnesota Department of Natural Resources
Division of Ecological Services**

The following Best Management Practices are generally applicable to protection of Topeka shiner habitat wherever it may be impacted by human activity. They are typical of provisions that are currently attached to public waters work permits issued by the Division of Waters for activities such as ditch clean-outs, and are featured in comment letters on road and bridge construction. Questions about the BMPs should be directed to Steve Colvin, Ecological Services (651-296-0786).

No in stream work should be conducted between ice-out and August 15, to ensure free passage of Topeka shiner adults and to protect spawning habitat. Site work above the ordinary high water line is not affected. No tracked or wheeled vehicles should be allowed in the streambed. All mechanized work should be conducted from the banks.

Only accumulated sediment should be removed from the channel. No changes in stream geometry, width or depth should occur. It is preferred that the streambed be dry before sediment removal begins. The local SWCD and/or NRCS office should be consulted regarding implementation of BMPs to minimize soil erosion in the watershed.

Erosion control measures will receive the utmost attention. Silt fences should be installed adjacent to the stream, and additional devices such as silt fences or check bales should be installed upslope. Devices should be inspected frequently, particularly following precipitation, to ensure that they are effective and in good repair. Repairs or replacements should be made promptly. Erosion control measures should remain in place until vegetation begins to recover.

Existing features such as bridge abutments, retaining walls and riprap should remain in place, to the extent practicable.

Construction should not begin if rain is forecast during the next three days. Construction should not begin until the entire project can be completed without delay.

Removal of riparian vegetation should be kept to a minimum, and should occur sequentially as needed over the length of the project. Areas of disturbed soils should be mulched and/or reseeded promptly, preferably with native grasses and forbs. The site should be inspected following spring green up, to ensure that vegetation is recovering as expected.

EXHIBIT 3

Construction, demolition and/or removal operations conducted over, or in the vicinity of, the stream, will be so controlled as to prevent materials from falling into the water. Any materials that do fall into the water or into areas below the OHWL should be retrieved promptly, by hand or by equipment working from the banks, and disposed of in a manner consistent with state and local ordinances.

Any fill materials that must be placed below the OHWL must be clean and free of fine materials, and should be locally sourced, if possible. Final grade ratios should not exceed 3:1. If installation of riprap is permitted as part of the proposed action, Class III riprap should be installed over geotextile material, such that stream banks are protected from scour. Riprap or other materials that already exist onsite should be minimally disturbed.

The applicant will meet with any hired contractors before the commencement of the project, to ensure that all permit provisions are clearly understood. If the project is modified, or if field conditions change, the proposer should contact the Area Hydrologist, Jim Sehl, at 507-831-6162, before proceeding.

MINNESOTA PUBLIC UTILITIES COMMISSION
COMPLIANCE FILING PROCEDURE
FOR PERMITTED ENERGY FACILITIES

1. **Purpose**

To establish a uniform and timely method of submitting information required by the Commission energy facility permits.

2. **Scope and Applicability**

This procedure encompasses all compliance filings required by permit.

3. **Definitions**

Compliance Filing – A sending (filing) of information to the Commission, where the information is required by a Commission site or route permit.

4. **Responsibilities**

A) The permittee shall eFile all compliance filings with Dr. Burl Haar, Executive Secretary, Public Utilities Commission, through the Commission's eDocket system. The system is hosted by the Department of Commerce at:

<https://www.edockets.state.mn.us/EFiling/home.jsp>

General instructions are provided on the website. To eFile a document a Permittee must be registered and obtain a User ID and Password.

B) All filings must have a cover sheet that includes:

- 1) Date
- 2) Name of submitter / permittee
- 3) Type of Permit (Site or Route)
- 4) Project Location
- 5) Project Docket Number
- 6) Permit Section Under Which the Filing is Made
- 7) Short Description of the Filing

C) Filings that are graphic intensive (e.g., maps, plan and profile) must, in addition to being eFiled, be submitted as paper copies and on CD. Copies and CDs should be sent to: 1) Dr. Burl W. Haar, Executive Secretary, Minnesota Public Utilities Commission, 121 7th Place East, Suite 350, St. Paul, MN, 55101-2147, and 2) Department of Commerce, Energy Facility Permitting, 85 7th Place East, Suite 500, St. Paul, MN, 55101-2198. Additionally, the Commission may request a paper copy of any eFiled document.