July 23, 2019 Debra Howland, Executive Director and Secretary New Hampshire Public Utilities Commission 21 S. Fruit Street, Suite 10 Concord, NH 03301

> RE: DG17-198 Granite Bridge Pipeline and LNG liquefaction and storage facility Liberty Utilities (EnergyNorth Natural Gas) Corp. d/b/a Liberty Utilities DG 17-152 Least Cost Integrated Resource Plan

Dear Ms. Howland:

Please accept the following comments, urging the non-acceptance of the proposed Granite Bridge Pipeline, based on claims regarding demand and cost.

## I. The question of demand

DG 17-152 states "the Company has prepared forecasts of Planning Load requirements under a Base Case scenario and under a range of weather and growth scenarios."

However, the University of New Hampshire's Carsey School of Public Policy study "New Hampshire's Electricity Future: Cost, Reliability, and Risk" states, "there is no immediate need for New Hampshire to expand natural gas pipeline infrastructure" (May 10, 2017, *Carsey Perspectives*). A January 3, 2018 CNN post from Concord, NH states, "Despite the ongoing cold weather in New Hampshire, there's no shortage of heating oil."

Given that methane gas is used to generate electricity, as well as to heat homes, I corresponded with the lead author of the Carsey study, to determine whether methane sufficiency applied to the power grid generally, or if it specifically addressed home heating needs. Dr. Wake responded, "we don't need any more pipelines, we just need the flow of natural gas to be better managed (which is already happening)" (July 16, 2019 email correspondence, Cameron P. Wake, PhD, Research Professor, Earth Systems Research Center, University of NH).

Furthermore, in their 2018 annual report, Liberty Utilities shows an OVERsupply of 62.3%, or over 11,000,000 extra DTHs were available in 2018 (<u>https://www.puc.nh.gov/Gas-Steam/annualreports.html</u>, last column, bottom of page 52 of 54). There were NO shortages of gas—there was actually a 63% surplus of gas in 2018.

Although Liberty Utilities asserts that households not currently using gas would choose to convert, once a pipeline were built. There is no money in the GBP proposal to pay for metering stations and distribution lines to feed communities along the path of the pipeline. Further, it seems unlikely that NH households would invest the approximate \$7,000 for access to the pipeline, plus the cost of new heating equipment (these costs would be born by the consumer, not by Liberty Utilities). Thus a consumer-driven demand for new gas heating hook-ups does not seem probable.

Looking to the future, as more renewable sources of electricity generation (wind, solar) become available, there will be less competition for the gas coming through NH pipelines as a power source. Electricity can rely on renewable sources, and gas resources would all be dedicated to home heating. Union of Concerned Scientists asks,

"Will building more windfarms mean less need for natural gas and natural gas pipelines? Yes. . . . ISO-NE look(ed) at wind data, electric demand and natural gas used in power plants for the cold weather period of December 24, 2017 through January 8, 2018. This provides some impressive results. If 800 MW of offshore wind (the amount currently in permitting for delivery to Massachusetts), were in place, <u>the ISO-NE study</u> <u>found</u>, that amount alone would have avoided 9% of the natural gas used for electricity generation in that period."

> (January 8, 2019, Mike Jacobs, Union of Concerned Scientists, "Wind vs. Gas: Winter Wind Beats New Pipelines")

New Hampshire is currently investigating offshore wind power possibilities. Have we really considered all the paths we might yet choose? We are making gains with heat pumps, thermal storage, household efficiency and weatherization. Soon our need for any fossil fuels may be greatly diminished:

"... the distance from fossil fuels to a clean energy economy is much shorter than previously anticipated.... Analyses by UCS, the Energy Department's National Renewable Energy Laboratory and others have demonstrated that the United States can reliably and affordably ramp up to 80 to 90 percent renewable electricity by 2050 with today's available technology." (June 2016, Union of Concerned Scientists, "Is Natural Gas a Good 'Bridge' Fuel While Better Options Are Developed?")

Now is not the time to commit to a new fossil fuel infrastructure that would last for decades, and that would make it difficult if not impossible to meet the fossil fuel reduction goals set forth in the New Hampshire Energy Policy, RSA 378:37.

## II. Best cost option

Will the towns and/or ratepayers be responsible for the \$432 million pricetag of pipeline and LNG tank? Will we still be paying this off, decades later, when we otherwise have minimal fossil fuel use-- in compliance with New Hampshire Energy Policy RSA 378:37? What about stranded costs? There is the example of the town of Bow, which had to pay back the cost of a scrubber that was no longer being used. Meanwhile, Liberty Utilities will be assured a 9-10% rate of return on its infrastructure.

Additionally, ratepayers would be paying for the cost of any gas being delivered to their home or business. This is usually quite variable and cannot now be known with certainty. However, in aggregate the state of New Hampshire pays 9 or 10% of its GDP, \$6.1 billion, for fossil fuels we import. Renewable fuels are more dependable – construction, maintenance, labor – and present the possibility of export to other areas, as well as creating a larger number of ongoing jobs.

As for the cost to the company, Carsey Perspectives notes:

"The total estimated cost for the natural gas expansion scenario from 2017 to 2030 was \$1.3 billion... This produces a simple return on investment over the period of \$1.30 for every dollar spent. The total estimated cost of the energy efficiency and solar energy scenario from 2017 to 2030 was \$1.1 billion... This produces a simple return on investment of \$2 for every dollar spent."

(May 10, 2017, UNH Carsey School of Public Policy)

Here are more recent cost projections:

"The cost of renewable energy has tumbled even further over the past year... These figures are contained in the latest *Renewable Power Generation Costs* report, released today (May 29, 2019) by the Abu Dhabi-based International Renewable Energy Agency (IRENA), an inter-governmental body with around 160 members.

All this suggests IRENA was on the right track when it predicted <u>early last year</u> that renewable energy should be consistently cheaper than traditional fossil fuels by 2020.... IRENA says these trends are likely to continue over the next decade, particularly for solar and wind power technologies. According to the organisation's database, over 75% of the onshore wind and 80% of the solar PV capacity due to be commissioned next year will produce power at lower prices than the cheapest new coal, oil or natural gas options. "Crucially, they are set to do so without financial assistance," it noted. (May 29, 2019, *Forbes*, Dominic Dudley, "Renewable Energy Costs Take Another Tumble,

Making Fossil Fuels Look More Expensive Than Ever")

Finally, we should factor in costs incurred through climate change, due to greenhouse gas emissions. Our tourism suffers, as maple trees decline and winter snow is unreliable; the estimated 123 annual deaths due to carbon pollution cost the public over \$1 billion (October 14, 2018, *Nashua Telegraph*, Dan Weeks, "To chart N.H.'s energy future, learn from our conservative past"). And then there is the cost when 20% of NH's seacoast towns are chronically flooded by king tides, sea rise, and extraordinary rain events; inland roads are swamped, and water sources are polluted (June 18, 2018, *Concord Monitor*, David Brooks, "Report: Rising sea will flood \$645 million worth of N.H. property").

As we consider saving a few dollars on home heating fuel, we should consider the future billions that can be lost to all our citizens – investors, insurers, businesses, property owners, asthma-sufferers, farmers -- due to greenhouse gas-induced climate change. The Granite Bridge Pipeline is too costly a proposal.

Thank you for your consideration, Susan Richman 16 Cowell Drive Durham 03824 603-868-2758

Enc: Liberty Utilities Annual Report, 2018

Name of Respondent				This Report is:			Date of Report		Year of Report
Liberty Utilities (EnergyNorth Natural Ges ) Corp.				(1) Original X (2) Revised			March 29th, 2019		December 31st, 2018
	Table 50			Summai	ry of Gas Plan	t Operations			
1.	Natural Gas Volumes	Transported by	Company and O	thers Through In	ierstate Pipeli	nes, Received by	Company and Re	tained by Pipelini	es as Fuel Retention
	Month	Volumes Purchased and Shipped by Company on Interstale Pipelines	Volumes Purchased and Delivered for Company on Interstate Pipelines	Volumes injected Into Contracted Underground Storege Capacity	Volumes Withdrawn from Coniracted Underground Storage Capacity	Competitive Natural Gas Supplior Volumes Received at City Gates for Unbundled Customers		Interstate Pipeline Compressor Fuel Retention Amount of Company Purchesed and Storage Withdrawn Volumes	Total Delivered Pipeline Natural Gas Volumes to City Gales
1		+ Dih	+ Dih	× DIN	+ Oth	+ Dih	+ Dih	- Dih	+ Dlh
2	January	-	2,994,831	(47,718)	467,380	958,978			4,411,189
3	February	•	2,156,518	(50,020)	316,880	697,066	1-		3,170,404
4	March		2,040,370	284	466,047	793,465			3,288,003
5	April		1,830,106	(178,187)	53,112	589,105			4 332 430
0 7	May		954,052	(201,131)	2,240	336 377			1,166,132
(	June		757 868	(220,332)		329,867			1.087.735
0	July		705,000	(205,001)		364 418			1,160,241
10	Sentember		865 339	(242 746)	1 013	390,146			1,258,498
11	October		1 599 589	(198 375)	3 949	817.971			2,221,509
12	November		2 330 515	(39,137)	\$5.814	792.290	Set a star bard		3,218,619
13	December		1 775 715	(10, 128)	349,788	845,601			2,971,104
14	0.00011201			(,)					
15	Total Natural Gas		18,920,480.4	(1,802,225.0)	1,756,223.0	7,091,423.0	•	74	27,768,126
II. On-Site Peakshaving Gas Volumes									
			1.000					Interstate Pipeline	
	Month	LNG Volume Used	LNG Volume Received	LNG Volume on Hand at End of Month	LPG Valume Used	LPG Volume Received	LPG Volume on Hand at End of Month	Compressor Fuel Relention Amount of Company Purchased and Storage Withdrawn Volumes	Total LNG and LPG Volumes used
1		: \$45400.	A \$434Cau	A SABASHU:	+ MAARIO	> MMBIN	+ MMARts	+ MMBtu	
2	January	64 228	67.197	11.540	292,842	229,137	208,449		357.070
3	February	26,588	23.457	8,409	197,012	108,459	209,897		223,600
4	March	19,529	23,263	12,143	197,795	154,434	166,570	5 - A - A - A - A - A - A - A - A - A -	217,327
5	April	3,147	1,662	10,658	142,259.0	117,740	142,051		145,406
6	May	1,925	839	9.572	56,962.0	40,928	126,019		59,887.0
7	June	1,731	2,657	10,498	45,723	51,377	131,672		47,454
8	July	2,712	2,001	9,788	42,228	33,470	122,914		44,940
9	August	1,480	2,855	11,162	47.255	262,199	337,858		48,735
10	September	1,984	50	9,228	50,945	92,435	379,348		52,929
11	Öclober	2,503	5,408	12,134	130,528	85,979	361,799		133,031
12	November	41,254	40,168	11,048	184,838	199,281	376,241		226,092
13	December	27,971	28,632	11,709	219,595	178,653	335,300		247,566
14 15	otal On-Site Peakshavin	195.062	198,189	127,889	1,607,985	1,644,092	2,898,117		1,803,037
83	Annual Damand Sunn	hu Summanu	l		L				1
- 111;	Canada Demeno-Sobb	Total Distribution	[		1	T	T	1	T
	Month	Pipeline Natural Ges, LNG and LPG Ges Available	Tolai Sales Customer Demand	Total Unbundled Transportation Customer Demand	Total Volumes Used by Company	Total Unbilled Volumes	Total Unaccounted For Volumes	Total Distribution Sendout Volumes	Total Pipeline Supply Over/(Under) Delivery Cashoul Imbalance
1	1	+ Oth	+ Dth	+ Dih	+ Oth	+/- Din	+/- Din	+ Dth	*/• Oth
2	January	4,768,259	2,074,710	957.879	9,787	1,821,733	54,411	3,098,587	1,671,672
3	February	3,394,064	1,839,438	883,885	5,969	1,268,152	40,596	2,769,686	624,378
4	March	3,517,210	1,466,271	707,553	4,874	1,313,660	41.275	2,219,773	1,297,437
5	Aprii	2,617,729	1,345,223	727,055	3,783	836,360	30,056	2,109,118	508,611
6	May	1,391,317	736,692	538,127	1,368	254,631	13,198	1,289,381	101,936
7	June	1,213,586	301,163	388,165	603	243,036	11,032	/00,963	512,623
8	July	1,132,675	219,297	352,282	384	205,664	9,792	540,000	000,921 600 470
8	August	1,208,976	175,014	323,897	320	235,289	10,267	510,487	762 070
10	October	1,309.427	100,909	345,841	418	817 224	24,003	887 GAS	1 666 655
12	Novembar	3 444 754	757 604	503,734	2 525	1 464 405	33 130	1 381 653	2.063.058
12	December	3 218 670	1 473 720	204 078	4 366	1 810 465	30 470	2 322 559	896 111
14 15	Total Annual Volume	29,571,163	10,849,553	7,013,300	35,022	10,344,966	318,630	18,216,505	11,354,658
16 17	Percent of Sendout	162.3%	59.8%	38.5%	0.2%	55.8%	1.7%	100.09	6 62.3%
18 19 20 21									

· . . . .

NHPUC Page 49