ENERGY FACILITY SITING COUNCIL OF THE STATE OF OREGON

Site Certificate for the Shepherds Flat Wind Farm

July 25, 2008

The Oregon Energy Facility Siting Council SITE CERTIFICATE FOR THE SHEPHERDS FLAT WIND FARM

I. INTRODUCTION

The Oregon Energy Facility Siting Council (Council) issues this site certificate for the Shepherds Flat Wind Farm (the facility) in the manner authorized under ORS Chapter 469. This site certificate is a binding agreement between the State of Oregon (State), acting through the Council, and Caithness Shepherds Flat, LLC (certificate holder) authorizing the certificate holder to construct and operate the facility in Gilliam County and Morrow County, Oregon.

6 The findings of fact, reasoning and conclusions of law underlying the terms and 7 conditions of this site certificate are set forth in the Council's Final Order on the Application for 8 the facility issued on July 25, 2008, and incorporated herein by this reference. In interpreting this 9 site certificate, any ambiguity will be clarified by reference to the following, in order of priority: 10 (1) this Site Certificate, (2) the Final Order on the Application and (3) the record of the 11 proceedings that led to the Final Order on the Application.

The definitions in ORS 469.300 and OAR 345-001-0010 apply to terms used in this site certificate, except where otherwise stated or where the context clearly indicates otherwise.

II. SITE CERTIFICATION

- To the extent authorized by state law and subject to the conditions set forth herein, the State authorizes the certificate holder to construct, operate and retire a wind energy facility, together with certain related or supporting facilities, at the site in Gilliam County and Morrow County, Oregon, as described in Section III of this site certificate. ORS 469.401(1).
- This site certificate is effective until it is terminated under OAR 345-027-0110 or the rules in effect on the date that termination is sought or until the site certificate is revoked under ORS 469.440 and OAR 345-029-0100 or the statutes and rules in effect on the date that revocation is ordered. ORS 469.401(1).
- 3. This site certificate does not address, and is not binding with respect to, matters that were not addressed in the Council's Final Order on the Application for the facility. Such matters
 include, but are not limited to: building code compliance, wage, hour and other labor
 regulations, local government fees and charges and other design or operational issues that do not relate to siting the facility (ORS 469.401(4)) and permits issued under statutes and rules
 for which the decision on compliance has been delegated by the federal government to a state agency other than the Council. 469.503(3).
- 4. Both the State and the certificate holder shall abide by local ordinances, state law and the rules of the Council in effect on the date this site certificate is executed. ORS 469.401(2). In addition, upon a clear showing of a significant threat to public health, safety or the environment that requires application of later-adopted laws or rules, the Council may require compliance with such later-adopted laws or rules. ORS 469.401(2).
- 5. For a permit, license or other approval addressed in and governed by this site certificate, the certificate holder shall comply with applicable state and federal laws adopted in the future to

- the extent that such compliance is required under the respective state agency statutes and
 rules. ORS 469.401(2).
- 6. Subject to the conditions herein, this site certificate binds the State and all counties, cities and
 political subdivisions in Oregon as to the approval of the site and the construction, operation
 and retirement of the facility as to matters that are addressed in and governed by this site
 certificate. ORS 469.401(3).
- 7 7. Each affected state agency, county, city and political subdivision in Oregon with authority to
 8 issue a permit, license or other approval addressed in or governed by this site certificate shall,
 9 upon submission of the proper application and payment of the proper fees, but without
 10 hearings or other proceedings, issue such permit, license or other approval subject only to
 11 conditions set forth in this site certificate. ORS 469.401(3).
- After issuance of this site certificate, each state agency or local government agency that
 issues a permit, license or other approval for the facility shall continue to exercise
 enforcement authority over such permit, license or other approval. ORS 469.401(3).
- 9. After issuance of this site certificate, the Council shall have continuing authority over the site and may inspect, or direct the Oregon Department of Energy (Department) to inspect, or request another state agency or local government to inspect, the site at any time in order to ensure that the facility is being operated consistently with the terms and conditions of this site certificate. ORS 469.430.

III. DESCRIPTION

1. The Facility

(a) The Energy Facility

The energy facility is an electric power generating facility with an average electric generating capacity of up to 303 megawatts and a peak generating capacity of not more than 909 megawatts that produces power from wind energy. The facility consists of not more than 303 wind turbines. The energy facility is described further in the Final Order on the Application.

(b) Related or Supporting Facilities

The facility includes the following related or supporting facilities described below and in greater detail in the Final Order on the Application:

- 26 Power Collection System
- 27 · Collector Substations
- 28 Meteorological towers
- 29 Field workshops
- 30 · Control system
- 31 · Access roads

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Additional construction areas

33 <u>Power Collection System</u>

A power collection system operating at 34.5 kilovolts (kV) transports power from each turbine to a collector substation. To the extent practicable, the collection system is installed underground at a depth of at least three feet. Segments of the collector system are aboveground.

- 1 Aboveground segments are installed on single-pole, cross-arm structures or understrung on the
- 2 230-kV transmission line support structures (described below).

3 <u>Collector Substations and Interconnection</u>

The facility includes two collector substations, one in the southern project area and one in the northern project area. The facility includes a single-circuit, 230-kV transmission line from the south substation to the north substation and a double-circuit, 230-kV transmission line between the north substation and the interconnection site. The interconnection site is located at the Bonneville Power Administration Slatt Switching Station. Meteorological Towers

- 10 The facility includes six permane
 - The facility includes six permanent meteorological (met) towers.

11 Field Workshops

The facility includes two field workshops. Including fenced areas, the field workshop in the northern project area occupies about 1.6 acres, and the field workshop in the southern project area occupies about 1.4 acres.

15 <u>Control System</u>

A fiber optic communications network links the control panels within each wind turbine to one of two host computers (one located in each of the field workshops). Supervisory, Control and Data Acquisition (SCADA) systems at each field workshop collect operating and

19 performance data from the turbines and the facility's met towers.

Access Roads

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The facility includes up to 70 miles of new roads that provide access to the turbine strings. The access roads connect to graveled turbine turnouts at the base of each turbine.

23 <u>Temporary Construction Areas</u>

During construction, the facility includes temporary laydown areas used to stage construction and store supplies and equipment. The facility includes construction crane paths to move construction cranes between turbine strings.

2. Location of the Facility

The facility is located in Morrow County and Gilliam County south of Interstate Highway 84 and east of Arlington, Oregon, between State Highways 19 and 74. The northern and southern areas of the site are linked by the Willow Creek Valley on the east and Eightmile and Fourmile Canyons in the center. The facility is located entirely on private land subject to long-term wind energy leases.

IV. CONDITIONS REQUIRED BY COUNCIL RULES

This section lists conditions required by OAR 345-027-0020 (Mandatory Conditions in Site Certificates), OAR 345-027-0023 (Site Specific Conditions), OAR 345-027-0028 (Monitoring Conditions) and OAR Chapter 345, Division 26 (Construction and Operation Rules for Facilities). These conditions should be read together with the specific facility conditions listed in Section V to ensure compliance with the siting standards of OAR Chapter 345, Divisions 22 and 24, and to protect the public health and safety. In these conditions, the definitions in OAR 345-001-0010 apply.

The obligation of the certificate holder to report information to the Department or the 1 2 Council under the conditions listed in this section and in Section V is subject to the provisions of ORS 192.502 et seq. and ORS 469.560. To the extent permitted by law, the Department and the 3 4 Council will not publicly disclose information that may be exempt from public disclosure if the certificate holder has clearly labeled such information and stated the basis for the exemption at 5 the time of submitting the information to the Department or the Council. If the Council or the 6 Department receives a request for the disclosure of the information, the Council or the 7 Department, as appropriate, will make a reasonable attempt to notify the certificate holder and 8 will refer the matter to the Attorney General for a determination of whether the exemption is 9 applicable, pursuant to ORS 192.450. 10 In addition to these conditions, the site certificate holder is subject to all conditions and 11 requirements contained in the rules of the Council and in local ordinances and state law in effect 12 on the date the certificate is executed. Under ORS 469.401(2), upon a clear showing of a 13 significant threat to the public health, safety or the environment that requires application of later-14 adopted laws or rules, the Council may require compliance with such later-adopted laws or rules. 15 The Council recognizes that many specific tasks related to the design, construction, 16

The Council recognizes that many specific tasks related to the design, construction, operation and retirement of the facility will be undertaken by the certificate holder's agents or contractors. Nevertheless, the certificate holder is responsible for ensuring compliance with all provisions of the site certificate.

- <u>OAR 345-027-0020(1)</u>: The Council shall not change the conditions of the site certificate
 except as provided for in OAR Chapter 345, Division 27.
- 2 <u>OAR 345-027-0020(2)</u>: The certificate holder shall submit a legal description of the site to
 the Department of Energy within 90 days after beginning operation of the facility. The legal
 description required by this rule means a description of metes and bounds or a description
 of the site by reference to a map and geographic data that clearly and specifically identifies
 the outer boundaries that contain all parts of the facility.
- 27 <u>3</u> <u>OAR 345-027-0020(3)</u>: The certificate holder shall design, construct, operate and retire the facility:
 - (a) Substantially as described in the site certificate;
 - (b) In compliance with the requirements of ORS Chapter 469, applicable Council rules, and applicable state and local laws, rules and ordinances in effect at the time the site certificate is issued; and
 - (c) In compliance with all applicable permit requirements of other state agencies.
- 4 <u>OAR 345-027-0020(4)</u>: The certificate holder shall begin and complete construction of the facility by the dates specified in the site certificate. (*See Conditions 24 and 25.*)
- 5 OAR 345-027-0020(5): Except as necessary for the initial survey or as otherwise allowed 36 for wind energy facilities, transmission lines or pipelines under this section, the certificate 37 holder shall not begin construction, as defined in OAR 345-001-0010, or create a clearing 38 on any part of the site until the certificate holder has construction rights on all parts of the 39 site. For the purpose of this rule, "construction rights" means the legal right to engage in 40 construction activities. For wind energy facilities, transmission lines or pipelines, if the 41 certificate holder does not have construction rights on all parts of the site, the certificate 42 holder may nevertheless begin construction, as defined in OAR 345-001-0010, or create a 43

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clearing on a part of the site if the certificate holder has construction rights on that part of
 the site and:

(a) The certificate holder would construct and operate part of the facility on that part of the site even if a change in the planned route of the transmission line or pipeline occurs during the certificate holder's negotiations to acquire construction rights on another part of the site; or

- (b) The certificate holder would construct and operate part of a wind energy facility on
 that part of the site even if other parts of the facility were modified by amendment of the
 site certificate or were not built.
- <u>6</u> OAR 345-027-0020(6): If the Council requires mitigation based on an affirmative finding
 under any standards of Division 22 or Division 24 of this chapter, the certificate holder
 shall consult with affected state agencies and local governments designated by the Council
 and shall develop specific mitigation plans consistent with Council findings under the
 relevant standards. The certificate holder must submit the mitigation plans to the Office and
 receive Office approval before beginning construction or, as appropriate, operation of the
 facility.
- <u>7</u> OAR 345-027-0020(7): The certificate holder shall prevent the development of any
 conditions on the site that would preclude restoration of the site to a useful, non-hazardous
 condition to the extent that prevention of such site conditions is within the control of the
 certificate holder.
- 8 OAR 345-027-0020(8): Before beginning construction of the facility, the certificate holder
 shall submit to the State of Oregon, through the Council, a bond or letter of credit, in a form
 and amount satisfactory to the Council to restore the site to a useful, non-hazardous
 condition. The certificate holder shall maintain a bond or letter of credit in effect at all
 times until the facility has been retired. The Council may specify different amounts for the
 bond or letter of credit during construction and during operation of the facility. (See
 Condition 30.)
- <u>9</u> OAR 345-027-0020(9): The certificate holder shall retire the facility if the certificate holder
 permanently ceases construction or operation of the facility. The certificate holder shall
 retire the facility according to a final retirement plan approved by the Council, as described
 in OAR 345-027-0110. The certificate holder shall pay the actual cost to restore the site to a
 useful, non-hazardous condition at the time of retirement, notwithstanding the Council's
 approval in the site certificate of an estimated amount required to restore the site.
- <u>10</u> OAR 345-027-0020(10): The Council shall include as conditions in the site certificate all
 representations in the site certificate application and supporting record the Council deems to
 be binding commitments made by the applicant.
- <u>OAR 345-027-0020(11)</u>: Upon completion of construction, the certificate holder shall
 restore vegetation to the extent practicable and shall landscape all areas disturbed by
 construction in a manner compatible with the surroundings and proposed use. Upon
 completion of construction, the certificate holder shall remove all temporary structures not
 required for facility operation and dispose of all timber, brush, refuse and flammable or
 combustible material resulting from clearing of land and construction of the facility.

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- 1 <u>12</u> <u>OAR 345-027-0020(12)</u>: The certificate holder shall design, engineer and construct the 2 facility to avoid dangers to human safety presented by seismic hazards affecting the site that 3 are expected to result from all maximum probable seismic events. As used in this rule 4 "seismic hazard" includes ground shaking, landslide, liquefaction, lateral spreading, 5 tsunami inundation, fault displacement and subsidence.
- 6 <u>13</u> OAR 345-027-0020(13): The certificate holder shall notify the Department, the State 7 Building Codes Division and the Department of Geology and Mineral Industries promptly 8 if site investigations or trenching reveal that conditions in the foundation rocks differ 9 significantly from those described in the application for a site certificate. After the 10 Department receives the notice, the Council may require the certificate holder to consult 11 with the Department of Geology and Mineral Industries and the Building Codes Division 12 and to propose mitigation actions.
- <u>14</u> OAR 345-027-0020(14): The certificate holder shall notify the Department, the State
 Building Codes Division and the Department of Geology and Mineral Industries promptly
 if shear zones, artesian aquifers, deformations or clastic dikes are found at or in the vicinity
 of the site.
- 15 OAR 345-027-0020(15): Before any transfer of ownership of the facility or ownership of
 the site certificate holder, the certificate holder shall inform the Department of the proposed
 new owners. The requirements of OAR 345-027-0100 apply to any transfer of ownership
 that requires a transfer of the site certificate.
- OAR 345-027-0020(16): If the Council finds that the certificate holder has permanently 21 16 ceased construction or operation of the facility without retiring the facility according to a 22 final retirement plan approved by the Council, as described in OAR 345-027-0110, the 23 Council shall notify the certificate holder and request that the certificate holder submit a 24 proposed final retirement plan to the Office within a reasonable time not to exceed 90 days. 25 If the certificate holder does not submit a proposed final retirement plan by the specified 26 date, the Council may direct the Department to prepare a proposed final retirement plan for 27 the Council's approval. Upon the Council's approval of the final retirement plan, the 28 Council may draw on the bond or letter of credit described in OAR 345-027-0020(8) to 29 restore the site to a useful, non-hazardous condition according to the final retirement plan, 30 in addition to any penalties the Council may impose under OAR Chapter 345, Division 29. 31 If the amount of the bond or letter of credit is insufficient to pay the actual cost of 32 retirement, the certificate holder shall pay any additional cost necessary to restore the site to 33 a useful, non-hazardous condition. After completion of site restoration, the Council shall 34 issue an order to terminate the site certificate if the Council finds that the facility has been 35 retired according to the approved final retirement plan. 36
- <u>17</u> OAR 345-027-0023(4): If the facility includes any transmission line under Council jurisdiction:
 - (a) The certificate holder shall design, construct and operate the transmission line in accordance with the requirements of the National Electrical Safety Code (American National Standards Institute, Section C2, 1997 Edition); and
- (b) The certificate holder shall develop and implement a program that provides
 reasonable assurance that all fences, gates, cattle guards, trailers, or other objects or

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- structures of a permanent nature that could become inadvertently charged with electricity 1 are grounded or bonded throughout the life of the line. 2 3 18 OAR 345-027-0023(5): If the proposed energy facility is a pipeline or a transmission line or has, as a related or supporting facility, a pipeline or transmission line, the Council shall 4 specify an approved corridor in the site certificate and shall allow the certificate holder to 5 construct the pipeline or transmission line anywhere within the corridor, subject to the 6 conditions of the site certificate. If the applicant has analyzed more than one corridor in its 7 application for a site certificate, the Council may, subject to the Council's standards, 8 approve more than one corridor. 9 OAR 345-027-0028: The following general monitoring conditions apply: 19 10 (a) The certificate holder shall consult with affected state agencies, local governments 11 and tribes and shall develop specific monitoring programs for impacts to resources 12 protected by the standards of divisions 22 and 24 of OAR Chapter 345 and resources 13 addressed by applicable statutes, administrative rules and local ordinances. The certificate 14 holder must submit the monitoring programs to the Department of Energy and receive 15 Department approval before beginning construction or, as appropriate, operation of the 16 facility. 17 (b) The certificate holder shall implement the approved monitoring programs described in 18 OAR 345-027-0028(1) and monitoring programs required by permitting agencies and local 19 governments. 20 21 (c) For each monitoring program described in OAR 345-027-0028(1) and (2), the certificate holder shall have quality assurance measures approved by the Department before 22 beginning construction or, as appropriate, before beginning commercial operation. 23 (d) If the certificate holder becomes aware of a significant environmental change or 24 impact attributable to the facility, the certificate holder shall, as soon as possible, submit a 25 written report to the Department describing the impact on the facility and any affected site 26 certificate conditions. 27 20 OAR 345-026-0048: Following receipt of the site certificate or an amended site certificate, 28 the certificate holder shall implement a plan that verifies compliance with all site certificate 29 terms and conditions and applicable statutes and rules. As a part of the compliance plan, to 30 verify compliance with the requirement to begin construction by the date specified in the 31 site certificate, the certificate holder shall report promptly to the Department of Energy 32 when construction begins. Construction is defined in OAR 345-001-0010. In reporting the 33 beginning of construction, the certificate holder shall describe all work on the site 34 performed before beginning construction, including work performed before the Council 35 issued the site certificate, and shall state the cost of that work. For the purpose of this 36 exhibit, "work on the site" means any work within a site or corridor, other than surveying, 37 exploration or other activities to define or characterize the site or corridor. The certificate 38 holder shall document the compliance plan and maintain it for inspection by the 39 Department or the Council. 40 21 OAR 345-026-0080: The certificate holder shall report according to the following 41 requirements: 42 (a) General reporting obligation for energy facilities under construction or operating: 43
 - (i) Within six months after beginning construction, and every six months thereafter
- 44 during construction of the energy facility and related or supporting facilities, the certificate 45

holder shall submit a semiannual construction progress report to the Department of Energy.
 In each construction progress report, the certificate holder shall describe any significant
 changes to major milestones for construction. The certificate holder shall include such
 information related to construction as specified in the site certificate. When the reporting
 date coincides, the certificate holder may include the construction progress report within the
 annual report described in OAR 345-026-0080.

(ii) By April 30 of each year after beginning construction, the certificate holder shall submit an annual report to the Department addressing the subjects listed in OAR 345-026-0080. The Council Secretary and the certificate holder may, by mutual agreement, change the reporting date.

(iii) To the extent that information required by OAR 345-026-0080 is contained in reports the certificate holder submits to other state, federal or local agencies, the certificate holder may submit excerpts from such other reports to satisfy this rule. The Council reserves the right to request full copies of such excerpted reports.

(b) In the annual report, the certificate holder shall include the following information for the calendar year preceding the date of the report:

(i) Facility Status: An overview of site conditions, the status of facilities under construction, and a summary of the operating experience of facilities that are in operation. In this section of the annual report, the certificate holder shall describe any unusual events, such as earthquakes, extraordinary windstorms, major accidents or the like that occurred during the year and that had a significant adverse impact on the facility.

(ii) Reliability and Efficiency of Power Production: For electric power plants, the plant availability and capacity factors for the reporting year. The certificate holder shall describe any equipment failures or plant breakdowns that had a significant impact on those factors and shall describe any actions taken to prevent the recurrence of such problems.

(iii) Fuel Use: For thermal power plants:

(A) The efficiency with which the power plant converts fuel into electric energy. If the fuel chargeable to power heat rate was evaluated when the facility was sited, the certificate holder shall calculate efficiency using the same formula and assumptions, but using actual data; and

(B) The facility's annual hours of operation by fuel type and, every five years after beginning operation, a summary of the annual hours of operation by fuel type as described in OAR 345-024-0590(5).

(iv) Status of Surety Information: Documentation demonstrating that bonds or letters of credit as described in the site certificate are in full force and effect and will remain in full force and effect for the term of the next reporting period.

(v) Monitoring Report: A list and description of all significant monitoring and mitigation activities performed during the previous year in accordance with site certificate terms and conditions, a summary of the results of those activities and a discussion of any significant changes to any monitoring or mitigation program, including the reason for any such changes.

(vi) Compliance Report: A description of all instances of noncompliance with a site
 certificate condition. For ease of review, the certificate holder shall, in this section of the
 report, use numbered subparagraphs corresponding to the applicable sections of the site
 certificate.

(vii) Facility Modification Report: A summary of changes to the facility that the certificate holder has determined do not require a site certificate amendment in accordance with OAR 345-027-0050.

(viii) Nongenerating Facility Carbon Dioxide Emissions: For nongenerating facilities that emit carbon dioxide, a report of the annual fuel use by fuel type and annual hours of operation of the carbon dioxide emitting equipment as described in OAR 345-024-0630(4).

- OAR 345-026-0105: The certificate holder and the Department of Energy shall exchange copies of all correspondence or summaries of correspondence related to compliance with
 statutes, rules and local ordinances on which the Council determined compliance, except for material withheld from public disclosure under state or federal law or under Council rules.
 The certificate holder may submit abstracts of reports in place of full reports; however, the certificate holder shall provide full copies of abstracted reports and any summarized correspondence at the request of the Department.
- <u>OAR 345-026-0170</u>: The certificate holder shall notify the Department of Energy within 72 hours of any occurrence involving the facility if:
 - (a) There is an attempt by anyone to interfere with its safe operation;
- (b) A natural event such as an earthquake, flood, tsunami or tornado, or a human-caused
 event such as a fire or explosion affects or threatens to affect the public health and safety or
 the environment; or
 - (c) There is any fatal injury at the facility.

V. SPECIFIC FACILITY CONDITIONS

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The conditions listed in this section include conditions based on representations in the 21 site certificate application and supporting record. These conditions are required under OAR 345-22 027-0020(10). The certificate holder must comply with these conditions in addition to the 23 conditions listed in Section VI. This section includes other specific facility conditions the 24 Council finds necessary to ensure compliance with the siting standards of OAR Chapter 345, 25 Divisions 22 and 24, and to protect the public health and safety. For conditions that require 26 subsequent review and approval of a future action, ORS 469.402 authorizes the Council to 27 delegate the future review and approval to the Department if, in the Council's discretion, the 28 delegation is warranted under the circumstances of the case. 29

1. Certificate Administration Conditions

The certificate holder shall begin construction of the facility <u>within three years</u> after the effective date of the site certificate. Under OAR 345-015-0085(9), a site certificate is effective upon execution by the Council Chair and the applicant. The Council may grant an extension of the deadline to begin construction in accordance with OAR 345-027-0030 or any successor rule in effect at the time the request for extension is submitted.

The certificate holder shall complete construction of the facility <u>within six years</u> after the effective date of the site certificate. Construction is complete when: 1) the facility is substantially complete as defined by the certificate holder's construction contract documents, 2) acceptance testing has been satisfactorily completed and 3) the energy facility is ready to begin continuous operation consistent with the site certificate. The certificate holder shall promptly notify the Department of the date of completion of construction. The Council may grant an extension of the deadline for completing

1 2		construction in accordance with OAR 345-027-0030 or any successor rule in effect at the time the request for extension is submitted.
3 4 5 6	<u>26</u>	The certificate holder shall construct a facility substantially as described in the site certificate and may select turbines of any type, subject to the following restrictions and compliance with all other site certificate conditions. Before beginning construction, the certificate holder shall provide to the Department a description of the turbine types selected
7		for the facility demonstrating compliance with this condition.
8		(a) The total number of turbines at the facility must not exceed 303 turbines.
9 10		(b) The combined peak generating capacity of the facility must not exceed 909 megawatts.
10		(c) The turbine hub height must not exceed 105 meters and the maximum blade tip height
12		must not exceed 150 meters.
13		(d) The minimum blade tip clearance must be 25 meters above ground.
14		(e) The maximum volume of concrete above three feet below grade in the turbine
15 16		foundations must not exceed 66 cubic yards. (f) The maximum combined weight of metals in the tower (including ladders and
17		platforms) and nacelle must not exceed 393 U.S. tons per turbine.
18		(g) The certificate holder shall request an amendment of the site certificate to increase the
19		combined peak generating capacity of the facility beyond 909 megawatts, to increase the
20		number of wind turbines to more than 303 wind turbines or to install wind turbines with a
21 22		hub height greater than 105 meters, a blade tip height greater than 150 meters or a blade tip clearance less than 25 meters above ground.
23 24 25	<u>27</u>	The certificate holder shall obtain all necessary federal, state and local permits or approvals required for construction, operation and retirement of the facility or ensure that its contractors obtain the necessary federal, state and local permits or approvals.
26 27 28 29 30	<u>28</u>	Before beginning construction, the certificate holder shall notify the Department in advance of any work on the site that does not meet the definition of "construction" in ORS 469.300, excluding surveying, exploration or other activities to define or characterize the site, and shall provide to the Department a description of the work and evidence that its value is less than \$250,000.
31 32 33 34 35 36 37 38 39 40	<u>29</u>	Before beginning construction and after considering all micrositing factors, the certificate holder shall provide to the Department, to the Oregon Department of Fish and Wildlife (ODFW) and to the Planning Directors of Morrow County and Gilliam County detailed maps of the facility site, showing the final locations where the certificate holder proposes to build facility components, and a table showing the acres of temporary and permanent habitat impact by habitat category and subtype, similar to Table 12 in the Final Order on the Application. The detailed maps of the facility site shall indicate the habitat categories of all areas that would be affected during construction (similar to the maps labeled "ODFW-2" in the site certificate application). In classifying the affected habitat into habitat categories, the certificate holder shall consult with the ODFW. The certificate holder shall not begin
41 42 43		ground disturbance in an affected area until the habitat assessment has been approved by the Department. The Department may employ a qualified contractor to confirm the habitat assessment by on-site inspection.

<u>30</u> Before beginning construction, the certificate holder shall submit to the State of Oregon
 through the Council a bond or letter of credit in the amount described herein naming the
 State of Oregon, acting by and through the Council, as beneficiary or payee. The initial
 bond or letter of credit amount is either <u>\$19.346 million</u> (in 2007 dollars), to be adjusted to
 the date of issuance as described in (b), or the amount determined as described in (a). The
 certificate holder shall adjust the amount of the bond or letter of credit on an annual basis
 thereafter as described in (b).

(a) The certificate holder may adjust the amount of the bond or letter of credit based on the final design configuration of the facility and turbine types selected by applying the unit costs and general costs illustrated in Table 2 in the Final Order on the Application and calculating the financial assurance amount as described in that order, adjusted to the date of issuance as described in (b) and subject to approval by the Department.

(b) The certificate holder shall adjust the amount of the bond or letter of credit, using the following calculation and subject to approval by the Department:

(i) Adjust the Subtotal component of the bond or letter of credit amount (expressed in 2007 dollars) to present value, using the U.S. Gross Domestic Product Implicit Price Deflator, Chain-Weight, as published in the Oregon Department of Administrative Services' "Oregon Economic and Revenue Forecast" or by any successor agency (the "Index") and using the annual average index value for 2007 dollars and the quarterly index value for the date of issuance of the new bond or letter of credit. If at any time the Index is no longer published, the Council shall select a comparable calculation to adjust 2007 dollars to present value.

(ii) Add 1 percent of the adjusted Subtotal (i) for the adjusted performance bond amount to determine the adjusted Gross Cost.

(iii) Add 10 percent of the adjusted Gross Cost (ii) for the adjusted administration and project management costs and 10 percent of the adjusted Gross Cost (ii) for the adjusted future developments contingency.

(iv) Add the adjusted Gross Cost (ii) to the sum of the percentages (iii) and round the resulting total to the nearest \$1,000 to determine the adjusted financial assurance amount.

(c) The certificate holder shall use a form of bond or letter of credit approved by the Council.

(d) The certificate holder shall use an issuer of the bond or letter of credit approved by the Council.

(e) The certificate holder shall describe the status of the bond or letter of credit in the annual report submitted to the Council under Condition 21.

(f) The bond or letter of credit shall not be subject to revocation or reduction before retirement of the facility site.

If the certificate holder elects to use a bond to meet the requirements of Condition 30, the 31 38 certificate holder shall ensure that the surety is obligated to comply with the requirements 39 of applicable statutes, Council rules and this site certificate when the surety exercises any 40 legal or contractual right it may have to assume construction, operation or retirement of the 41 energy facility. The certificate holder shall also ensure that the surety is obligated to notify 42 the Council that it is exercising such rights and to obtain any Council approvals required by 43 applicable statutes, Council rules and this site certificate before the surety commences any 44 activity to complete construction, operate or retire the energy facility. 45

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- <u>32</u> Before beginning construction, the certificate holder shall notify the Department of the
 identity and qualifications of the major design, engineering and construction contractor(s)
 for the facility. The certificate holder shall select contractors that have substantial
 experience in the design, engineering and construction of similar facilities. The certificate
 holder shall report to the Department any change of major contractors.
- 6 33 The certificate holder shall contractually require all construction contractors and
 7 subcontractors involved in the construction of the facility to comply with all applicable
 8 laws and regulations and with the terms and conditions of the site certificate. Such
 9 contractual provisions shall not operate to relieve the certificate holder of responsibility
 10 under the site certificate.
- <u>34</u> During construction, the certificate holder shall have a full-time, on-site assistant
 construction manager who is qualified in environmental compliance to ensure compliance
 with all site certificate conditions. The certificate holder shall notify the Department of the
 name, telephone number and e-mail address of this person.
- <u>35</u> Within 72 hours after discovery of conditions or circumstances that may violate the terms or conditions of the site certificate, the certificate holder shall report the conditions or circumstances to the Department.

2. Land Use Conditions

- The certificate holder shall consult with area landowners and lessees during construction
 and operation of the facility and shall implement measures to reduce or avoid any adverse
 impacts to farm practices on surrounding lands and to avoid any increase in farming costs.
- <u>37</u> The certificate holder shall design and construct the facility using the minimum land area
 necessary for safe construction and operation. The certificate holder shall locate access
 roads and temporary construction laydown and staging areas to minimize disturbance with
 farming practices and, wherever feasible, shall place turbines and transmission
 interconnection lines along the margins of cultivated areas to reduce the potential for
 conflict with farm operations.
- 27 <u>38</u> During construction and operation of the facility, the certificate holder shall implement a
 28 plan to control the introduction and spread of noxious weeds. The certificate shall develop
 29 the weed control plan consistent with the Gilliam County and Morrow County Weed
 30 Control Programs.
- 31 <u>39</u> Before beginning construction of the facility, the certificate holder shall record in the real
 property records of Gilliam County a Covenant Not to Sue with regard to generally
 accepted farming practices on adjacent farmland consistent with Gilliam County Zoning
 Ordinance 7.020(T)(4)(a)(5).
- 40 The certificate holder shall construct all facility components in compliance with the
 following setback requirements:
- (a) All facility components must be at least 3,520 feet from the property line of properties
 zoned residential use or designated in the Gilliam County Comprehensive Plan as
 residential.
- (b) Where (a) does not apply, the certificate holder shall maintain a minimum distance of
 110-percent of maximum blade tip height, measured from the centerline of the turbine

tower to the nearest edge of any public road right-of-way. The certificate holder shall assume a minimum right-of-way width of 60 feet. 2

(c) Where (a) does not apply, the certificate holder shall maintain a minimum distance of 1,320 feet, measured from the centerline of the turbine tower to the center of the nearest residence existing at the time of tower construction.

- (d) Where (a) does not apply, the certificate holder shall maintain a minimum distance of 6 110-percent of maximum blade tip height, measured from the centerline of the turbine 7 tower to the nearest boundary of the certificate holder's lease area. 8
- Within 90 days after beginning operation, the certificate holder shall provide to the 41 9 Department and to the Planning Directors of Gilliam County and Morrow County the actual 10 latitude and longitude location or Stateplane NAD 83(91) coordinates of each turbine 11 tower, connecting lines and transmission lines. In addition, the certificate holder shall 12 provide to the Department and to the Planning Directors of Gilliam County and Morrow 13 County, a summary of as-built changes in the facility compared to the original plan, if any. 14
- The certificate holder shall install gates on all private facility access roads in Gilliam 15 42 County, in accordance with Gilliam County Zoning Ordinance Section 7.020(T)(4)(d)(6). 16

3. Cultural Resource Conditions

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- Before beginning construction, the certificate holder shall provide to the Department a map 43 17 showing the final design locations of all components of the facility and areas that would be 18 temporarily disturbed during construction. In addition, the certificate holder shall comply 19 with the following requirements: 20
- (a) The certificate holder shall avoid disturbance within a 30-meter buffer around the two 21 prehistoric archaeological sites and five historic-period archaeological sites identified by 22 AINW as "possibly eligible" for listing in the National Register of Historic Places (NRHP) 23 as described in the Final Order on the Application. 24
- (b) The certificate holder shall avoid disturbance of the 36 stacked rock features 25 identified by AINW as "possibly eligible" for listing in the NRHP as described in the Final 26 Order on the Application and shall, to the extent practicable, maintain a 30-meter no-27 construction buffer around these features. If a 30-meter buffer cannot be maintained, the 28 certificate holder shall consult with the State Historic Preservation Office (SHPO) and the 29 Department to determine appropriate action to preserve or document the feature. 30
- (c) The certificate holder shall label "no entry" areas around all identified historic, 31 cultural or archaeological resource sites on construction maps and drawings, and if 32 construction activities will occur within 200 feet of an identified site, the certificate holder 33 shall flag a 30-meter buffer around the site. 34
- (d) The certificate holder shall hire qualified personnel to conduct pre-construction field 35 investigation for historic, cultural or archaeological resources in any areas of potential 36 construction disturbance that AINW did not previously survey. 37
- (e) The certificate holder shall provide written reports of the field investigation required 38 under (d) to the Department and to the SHPO. If any historic, cultural or archaeological 39 resources are found that the SHPO determines to be significant, the certificate holder shall 40 consult with the Department and the SHPO to develop plan to avoid disturbance of the 41 resources during construction and operation of the facility. The certificate holder shall 42

- instruct all construction personnel to avoid areas where the resources were found and shall
 implement other appropriate measures to protect the resources.
- The certificate holder shall ensure that a qualified archeologist, as defined in OAR 736-051-0070, instructs construction personnel in the identification of cultural materials and avoidance of accidental damage to identified resource sites.
- The certificate holder shall ensure that construction personnel cease all ground-disturbing 6 45 activities in the immediate area if any archaeological or cultural resources are found during 7 construction of the facility until a qualified archeologist can evaluate the significance of the 8 find. The certificate holder shall notify the Department and the State Historic Preservation 9 Office (SHPO) of the find. If the SHPO determines that the resource is significant, the 10 certificate holder shall make recommendations to the Council for mitigation, including 11 avoidance, field documentation and data recovery, in consultation with the Department, 12 SHPO, interested tribes and other appropriate parties. The certificate holder shall not restart 13 work in the affected area until the certificate holder has demonstrated to the Department 14 and the SHPO that it has complied with archaeological resource protection regulations. 15
- 46 In reference to the presumed alignments of the Oregon Trail described in the Final Order on
 the Application, the certificate holder shall comply with the following requirements:
 - (a) The certificate holder shall not locate facility components on visible remnants of the Oregon Trail and shall avoid any construction disturbance to those remnants.

(b) The certificate holder shall not locate facility components on undeveloped land where
the trail alignment was marked by existing Oregon-California Trail Association markers as
described in the October 2007 Archaeological Investigations Northwest, Inc. report (No.
2012) on the Oregon Trail.

(c) Before beginning construction, the certificate holder shall provide to the State Historic
 Preservation Office (SHPO) and to the Department photographic documentation of the
 presumed Oregon Trail alignments within the site boundary.

(d) The certificate holder shall ensure that construction personnel proceed carefully in the
vicinity of the presumed alignments of the Oregon Trail. If any intact physical evidence of
the trail is discovered, the certificate holder shall avoid any disturbance to the intact
segments, by redesign, re-engineering or restricting the area of construction activity. The
certificate holder shall promptly notify the SHPO and the Department of the discovery. The
certificate holder shall consult with the SHPO and the Department to determine appropriate
mitigation measures.

4. Geotechnical Conditions

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47 Before beginning construction, the certificate holder shall conduct a site-specific
 geotechnical investigation and shall report its findings to the Oregon Department of
 Geology & Mineral Industries (DOGAMI) and the Department. The certificate holder shall
 conduct the geotechnical investigation after consultation with DOGAMI and in general
 accordance with DOGAMI open file report 00-04 "Guidelines for Engineering Geologic
 Reports and Site-Specific Seismic Hazard Reports."

48 The certificate holder shall design and construct the facility in accordance with
 41 requirements set forth by the State of Oregon's Building Code Division and any other
 42 applicable codes and design procedures. The certificate holder shall design facility

- structures to meet or exceed the minimum standards required by the 2003 International
 Building Code.
- 49 The certificate holder shall design, engineer and construct the facility to avoid dangers to
 human safety presented by non-seismic hazards. As used in this condition, "non-seismic
 hazards" include settlement, landslides, flooding and erosion.

5. Hazardous Materials, Fire Protection & Public Safety Conditions

- 50 The certificate holder shall handle hazardous materials used on the site in a manner that
 protects public health, safety and the environment and shall comply with all applicable
 local, state and federal environmental laws and regulations. The certificate holder shall not
 store diesel fuel or gasoline on the facility site.
- If a spill or release of hazardous material occurs during construction or operation of the
 facility, the certificate holder shall notify the Department within 72 hours and shall clean up
 the spill or release and dispose of any contaminated soil or other materials according to
 applicable regulations. The certificate holder shall make sure that spill kits containing items
 such as absorbent pads are located on equipment and at the field workshops. The certificate
 holder shall instruct employees about proper handling, storage and cleanup of hazardous
 materials.
- During construction, the certificate holder shall ensure that construction personnel are
 trained in fire prevention and response, that construction vehicles and equipment are
 operated on graveled areas to the extent possible and that open flames, such as cutting
 torches, are kept away from dry grass areas.
- 53 During operation, the certificate holder shall ensure that all on-site employees receive
 annual fire prevention and response training, including tower rescue training, by qualified
 instructors or members of the local fire districts. The certificate holder shall ensure that all
 employees are instructed to keep vehicles on roads and off dry grassland, except when off road operation is required for emergency purposes. The certificate holder shall encourage
 employees to become volunteer members of local fire departments and shall facilitate
 appropriate training.
- 54 During construction and operation of the facility, the certificate holder shall ensure that the
 field workshops and all service vehicles are equipped with shovels and portable fire
 extinguishers of a 4A5OBC or equivalent rating.
- During construction and operation of the facility, the certificate holder shall develop and 55 31 implement fire safety plans in consultation with the local fire protection agencies (the North 32 Gilliam County Rural Fire Protection District and the Ione Rural Fire Protection District) to 33 minimize the risk of fire and to respond appropriately to any fires that occur on the facility 34 site. In developing the fire safety plans, the certificate holder shall take into account the dry 35 nature of the region and shall address risks on a seasonal basis. The certificate holder shall 36 meet annually with local fire protection agency personnel to discuss emergency planning 37 and shall invite local fire protection agency personnel to observe any emergency drill or 38 tower rescue training conducted at the facility. 39
- 40 <u>56</u> Upon the beginning of operation of the facility, the certificate holder shall provide a site
 41 plan to the local fire protection agencies (the North Gilliam County Rural Fire Protection

District and the Ione Rural Fire Protection District). The certificate holder shall indicate on the site plan the identification number assigned to each turbine and the location of all facility structures and shall provide an updated site plan if additional turbines or other structures are later added to the facility. During operation, the certificate holder shall ensure that appropriate fire protection agency personnel have an up-to-date list of the names and telephone numbers of facility personnel available to respond on a 24-hour basis in case of an emergency on the facility site.

8 <u>57</u> Before beginning construction, the certificate holder shall submit a Notice of Proposed
 9 Construction or Alteration to the Federal Aviation Administration (FAA) identifying the
 10 proposed final locations of turbine towers and meteorological towers. The certificate holder
 11 shall notify the Department of the FAA's response as soon as it has been received.

- 58 The certificate holder shall construct turbines on concrete foundations and shall surround
 the base of each tower with a ten-foot pad area of washed crushed rock on all sides. The
 certificate holder shall cover turbine pad areas with non-erosive, non-flammable material as
 soon as possible following exposure during construction and shall maintain the pad area
 covering during operation of the facility.
- The certificate holder shall follow manufacturers' recommended handling instructions and
 procedures to prevent damage to turbine or turbine tower components that could lead to
 failure.
- 60 The certificate holder shall install and maintain self-monitoring devices on each turbine,
 connected to a fault annunciation panel or supervisory control and data acquisition
 (SCADA) system at the field workshops to alert operators to potentially dangerous
 conditions. The certificate holder shall maintain automatic equipment protection features in
 each turbine that would shut down the turbine and reduce the chance of a mechanical
 problem causing a fire.
- 61 The certificate holder shall construct turbine towers with no exterior ladders or access to the
 turbine blades and shall install locked tower access doors. The certificate holder shall keep
 tower access doors locked at all times except when authorized personnel are present.
- 62 The certificate holder shall have an operational safety-monitoring program and shall inspect
 all turbine and turbine tower components on a regular basis. The certificate holder shall
 maintain or repair turbine and turbine tower components as necessary to protect public
 safety.
- For turbine types having pad-mounted step-up transformers, the certificate holder shall
 install the transformers at the base of each tower in locked cabinets designed to protect the
 public from electrical hazards and to avoid creation of artificial habitat for raptor prey.
- <u>64</u> To protect the public from electrical hazards, the certificate holder shall enclose the facility
 substations with appropriate fencing and locked gates.
- 38 <u>65</u> The certificate holder shall construct access roads with a finished width of approximately
 39 18 feet, a compacted base of native soil and a gravel surface to a depth of four to six inches.
- <u>66</u> During construction, the certificate holder shall implement measures to reduce traffic
 impacts, including:

(a) Providing notice to the City of Arlington Road Department, the Gilliam County Road Department and the Gilliam County Sheriff's Office in advance of deliveries that could cause traffic disruption in Arlington.

(b) Providing notice to the residents of Arlington in advance of deliveries that could cause traffic disruption.

- (c) Requiring flaggers to be at appropriate locations at appropriate times during construction to direct traffic.
- The certificate holder shall cooperate with the Gilliam County Road Department and the 8 67 Morrow County Public Works Department to ensure that any unusual damage or wear to 9 county roads that is caused by construction of the facility is repaired by the certificate 10 holder. Upon completion of construction, the certificate holder shall restore county roads to 11 pre-construction condition or better, to the satisfaction of the applicable county 12 departments. If required by Morrow County or Gilliam County, the certificate holder shall 13 post bonds to ensure funds are available to repair and maintain roads affected by the 14 proposed facility. 15
- 68 During construction, the certificate holder shall require that all on-site construction
 contractors develop and implement a site health and safety plan that informs workers and
 others on-site what to do in case of an emergency and that includes the locations of fire
 extinguishers and nearby hospitals, important telephone numbers and first aid techniques.
 The certificate holder shall ensure that construction contractors have personnel on-site who
 are trained and equipped for tower rescue and who are first aid and CPR certified.
- <u>69</u> During operation, the certificate holder shall develop and implement a site health and safety
 plan that informs employees and others on-site what to do in case of an emergency and that
 includes the locations of fire extinguishers and nearby hospitals, important telephone
 numbers and first aid techniques.
- <u>70</u> During construction and operation of the facility, the certificate holder shall provide for on site security and shall establish good communications between on-site security personnel
 and local law enforcement agencies (Gilliam County Sheriff and Morrow County Sheriff).
 During operation, the certificate holder shall ensure that appropriate law enforcement
 agency personnel have an up-to-date list of the names and telephone numbers of facility
 personnel available to respond on a 24-hour basis in case of an emergency on the facility
 site.
- The certificate holder shall notify the Department and the Planning Directors of Gilliam
 County and Morrow County within 72 hours of any accidents including mechanical failures
 on the site associated with construction or operation of the facility that may result in public
 health and safety concerns.

6. Water, Soils, Streams & Wetlands Conditions

- The certificate holder shall not build any roads or construct transmission line support poles
 within Eightmile Creek or within a 10-foot buffer from the ordinary high water line of the
 creek.
- The certificate holder shall conduct all construction work in compliance with an Erosion
 and Sediment Control Plan (ESCP) satisfactory to the Oregon Department of
 Environmental Quality and as required under the National Pollutant Discharge Elimination

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- System (NPDES) Storm Water Discharge General Permit #1200-C. The certificate holder
 shall include in the ESCP any procedures necessary to meet local erosion and sediment
 control requirements or storm water management requirements.
- 4 <u>74</u> During construction, the certificate holder shall limit truck traffic to designated existing and 5 improved road surfaces to avoid soil compaction, to the extent practicable.
- 6 <u>75</u> During construction, the certificate holder shall implement best management practices to 7 control any dust generated by construction activities, such as applying water to roads and 8 disturbed soil areas.
- <u>76</u> During construction, the certificate holder shall reduce temporary disturbance impacts by
 making use of previously disturbed areas, including roadways and tracks, and by preserving
 vegetation rootstalks by crushing, rather than scraping, vegetation in areas of temporary
 disturbance.
- <u>77</u> During facility operation, the certificate holder shall routinely inspect and maintain all
 roads, pads and trenched areas and, as necessary, maintain or repair erosion and sediment
 control measures. The certificate holder shall restore areas that are temporarily disturbed
 during facility maintenance or repair activities to pre-disturbance condition or better.
- 17 <u>78</u> During facility operation, the certificate holder shall obtain water for on-site uses from two
 wells, one at each field workshop, subject to compliance with applicable permit
 requirements. The certificate holder shall not use more than a combined total of 5,000
 gallons of water per day from the facility's on-site wells.

7. Transmission Line & EMF Conditions

- <u>79</u> The certificate holder shall install the 34.5-kV collector system underground to the extent
 practicable. The certificate holder shall install underground lines at a minimum depth of
 three feet. Based on geotechnical conditions or other engineering considerations, the
 certificate holder may install segments of the collector system aboveground on single-pole,
 cross-arm structures or understrung on the 230-kV transmission line support structures, but
 the total length of aboveground segments installed on single-pole structures must not
 exceed 28 miles.
- 80 The certificate holder shall ground appropriate sections of fencing that parallel transmission
 lines to reduce the risk of shock from induced voltage. In particular, the certificate holder
 shall ground appropriate sections of fencing located in the northern project area on the west
 side of Eightmile Canyon if the certificate holder builds a parallel transmission line in that
 location that could induce a voltage on the fence.
- 33 <u>81</u> The certificate holder shall take reasonable steps to reduce or manage human exposure to
 34 electromagnetic fields, including but not limited to:
 35 (a) Constructing all aboveground transmission lines at least 200 feet from any residence
 - (a) Constructing all above ground transmission lines at least 200 feet from any residence or other occupied structure, measured from the centerline of the transmission line.
 - (b) Constructing all aboveground 34.5-kV transmission lines with a minimum clearance of 20 feet from the ground.
- (c) Constructing all aboveground 230-kV transmission lines with a minimum clearance of
 24 feet from the ground.

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1 2 3 4 5 6 7 8 9 10 11	<u>82</u>	 (d) Fencing the areas near the facility substations to ensure that substation equipment is not accessible to the public. (e) Providing to landowners a map of underground and overhead transmission lines on their property and advising landowners of possible health risks. (f) Designing and maintaining all transmission lines so that alternating current electric fields do not exceed 9 kV per meter at one meter above the ground surface in areas accessible to the public. In advance of, and during, preparation of detailed design drawings and specifications for 230-kV and 34.5-kV transmission lines, the certificate holder shall consult with the Utility Safety and Reliability Section of the Oregon Public Utility Commission to ensure that the designs and specifications are consistent with applicable codes and standards.
	8.	Plants, Wildlife & Habitat Protection Conditions
12 13 14	<u>83</u>	The certificate holder shall conduct wildlife monitoring as described in the Wildlife Monitoring and Mitigation Plan that is incorporated in the Final Order on the Application as Attachment A and as amended from time to time.
15 16 17 18	<u>84</u>	The certificate holder shall restore areas disturbed by facility construction but not occupied by permanent facility structures according to the methods and monitoring procedures described in the Revegetation Plan that is incorporated in the Final Order on the Application as Attachment B and as amended from time to time.
19 20 21 22 23 24 25	<u>85</u>	The certificate holder shall acquire the legal right to create, enhance, maintain and protect a habitat mitigation area as long as the site certificate is in effect by means of an outright purchase, conservation easement or similar conveyance and shall provide a copy of the documentation to the Department. Within the habitat mitigation area, the certificate holder shall improve the habitat quality as described in the Habitat Mitigation Plan that is incorporated in the Final Order on the Application as Attachment C and as amended from time to time.
26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41	<u>86</u>	The certificate holder shall avoid permanent and temporary disturbance to the areas described in (a) through (g) and, during the times indicated, shall avoid construction disturbance in the areas described in (h) and (i). The certificate holder shall flag these areas for the duration of construction activities nearby and shall ensure that construction personnel avoid disturbance of the areas. The avoidance areas are: (a) All Category 1 and Category 2 habitat. (b) Areas of Category 3 shrub-steppe habitat as described in the Final Order on the Application, Section IV.4.(b)F, footnote number Error! Bookmark not defined. , including eleven small areas of sage shrub-steppe habitat, one small area of purshia shrub-steppe habitat and one small area of shrub-steppe rabbitbrush habitat. (c) All seeps, riparian areas and vernal pools. (d) All water sources for wildlife, including perennial and intermittent streams, stock ponds and watering stations. (e) All faces of bluffs or rock outcroppings. (f) All trees or other structures that contain active raptor nests. (g) For facility substations and field workshops, all Category 3 habitat.

(h) The area within 1,000 feet of Category 2 Washington ground squirrel (WGS) habitat 1 during the period in which the squirrels are active. To determine when the WGS are active, 2 the certificate holder shall hire a qualified independent professional biologist to monitor the 3 on-site colony within the Category 1 WGS habitat area described in the Final Order on the 4 Application. The biologist shall begin monitoring the colony on January 15 if construction 5 activity is occurring within 0.5 miles of the Category 2 WGS habitat at that time. 6 Otherwise, the biologist shall begin monitoring upon the start of construction activity 7 within 0.5 miles of the Category 2 WGS habitat at any time between January 15 and June 8 30. The biologist shall conduct weekly monitoring to detect signs of WGS activity. If signs 9 of WGS activity are observed, the certificate holder shall halt construction activities within 10 the avoidance area and shall notify the Department. The certificate holder shall flag the 11 avoidance area and ensure that construction personnel avoid disturbance of the area until 12 the biologist has determined that the WGS are no longer active. While the WGS are active, 13 the biologist may suspend weekly monitoring until May 1. The certificate holder may 14 resume construction activities within the avoidance area when the WGS are no longer 15 active, as determined by the absence of WGS activity during three consecutive weeks of 16 monitoring by the biologist. 17

(i) The area within 0.5 miles of Category 3 curlew nesting habitat and the area within 0.5 miles the BLM Horn Butte Wildlife Area during the nesting season (March 8 through June 15). Before beginning construction, the certificate holder shall provide to the Department a map showing these avoidance areas relative to areas of potential construction disturbance. The certificate holder may engage in construction activities in these areas at times other than the nesting season.

<u>87</u> The certificate holder shall microsite the facility in conformance with the industry's best
 practices. The certificate holder shall follow the recommendations of a qualified wildlife
 biologist to avoid building turbine towers in the following locations:

(a) Areas of increased risk to avian species due to constricted flight paths, such as narrow ridge saddles and gaps between hilltops.

- (b) Areas on slopes greater than 20 percent.
- (c) Areas within a 250-foot setback from the bluff edge along the north site boundary.
- (d) Areas within a 250-foot setback from bluff edges along the eastern site boundary above the Willow Creek Valley.

Species	Sensitive Period	Early Release Date	
Swainson's hawk	April 1 to August 15	May 31	
Ferruginous hawk	March 15 to August 15	May 31	
Burrowing owl	April 1 to August 15	July 15	

The certificate holder shall conduct pre-construction surveys, using a protocol approved by the Oregon Department of Fish and Wildlife (ODFW) to determine whether there are any active nests of these species within 0.5 miles of any areas that would be disturbed during construction. The certificate holder shall search the scheduled construction areas and all areas within 0.5 miles of the construction areas. If a nest is occupied by any of these species after the beginning of the sensitive period, the certificate holder will flag the boundaries of

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a 0.5-mile buffer area around the nest and shall instruct construction personnel to avoid 1 disturbance of the area. The certificate holder shall hire a qualified independent 2 professional biologist to observe the active nest sites during the sensitive period for signs of 3 disturbance and to notify the Department of any non-compliance with this condition. If the 4 biologist observes nest site abandonment or other adverse impact to nesting activity, the 5 certificate holder shall implement appropriate mitigation, in consultation with ODFW and 6 subject to the approval of the Department, unless the adverse impact is clearly shown to 7 have a cause other than construction activity. The certificate holder may begin or resume 8 construction activities within a buffer area before the ending day of the sensitive period if 9 any known nest site is not occupied by the early release date. If a nest site is occupied, then 10 the certificate holder may begin or resume construction before the ending day of the 11 sensitive period with the approval of ODFW, after the young are fledged. The certificate 12 holder shall use a protocol approved by ODFW to determine when the young are fledged 13 (the young are independent of the core nest site). 14

- 15 $\underline{89}$ The certificate holder shall not remove any trees that are greater than three feet in height.
- <u>90</u> The certificate holder shall design all aboveground transmission line support structures
 following the most current suggested practices for avian protection on power lines
 published by the Avian Power Line Interaction Committee.
- 19 $\underline{91}$ The certificate holder shall reduce the risk of injuries to avian species by:
 - (a) Installing turbine towers that are smooth steel structures that lack features that would allow avian perching.
 - (b) Installing meteorological towers that are non-guyed structures to eliminate the risk of avian collision with guy-wires.
- (c) Avoiding installation of aboveground transmission lines across narrow saddles,
 ravines and similar features and, where such crossings cannot be avoided, installing line markers to make the lines more visible to avian species.
- <u>92</u> The certificate holder shall impose and enforce construction and operation speed limits of 5
 miles per hour on roads within 1,000 feet of Category 2 WGS habitat and 20 miles per hour
 on all other facility roads and shall ensure that all construction and operations personnel are
 instructed on the importance of cautious driving practices while on facility roads.

9. Visual Effects Conditions

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31 93 To reduce the visual impact of the facility, the certificate holder shall: (a) Mount nacelles on smooth, steel structures, painted uniformly in a matte-finish, 32 neutral white color. 33 (b) Paint substation structures in a neutral color to blend with the surrounding landscape. 34 (c) Not allow any advertising to be used on any part of the facility. 35 (d) Use only those signs required for facility safety, required by law or otherwise required 36 by this site certificate, except that the certificate holder may erect a sign to identify the 37 facility near each field workshop, may paint turbine numbers on each tower and may allow 38 unobtrusive manufacturers' logos on turbine nacelles. 39 (e) Not locate any facility signs along Highway 74. 40 (f) Design signs in accordance with Gilliam County Zoning Ordinance Section 8.030 and 41 Morrow County Zoning Ordinance Section 4.070, as applicable. 42

1		(g) Maintain any signs allowed under this condition in good repair.
2 3 4 5	<u>94</u>	The certificate holder shall design and construct the field workshops to be generally consistent with the character of similar buildings used by commercial farmers or ranchers in the area and shall paint the buildings in a neutral color to blend with the surrounding landscape.
6 7 8 9 10 11	<u>95</u>	 The certificate holder shall not use exterior nighttime lighting except: (a) The minimum turbine tower lighting required or recommended by the Federal Aviation Administration. (b) Security lighting at the field workshops and substations, provided that such lighting is shielded or downward-directed to reduce glare. (c) Minimum lighting necessary for repairs or emergencies.
	10.	Noise Control Conditions
12 13 14 15 16 17	<u>96</u>	To reduce noise impacts at nearby residences, the certificate holder shall: (a) Confine the noisiest operation of heavy construction equipment to the daylight hours. (b) Require contractors to install and maintain exhaust mufflers on all combustion engine-powered equipment; and (c) Establish a complaint response system at the construction manager's office to address noise complaints.
 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 	<u>97</u>	 Before beginning construction, the certificate holder shall provide to the Department: (a) Information that identifies the final design locations of all turbines to be built at the facility. (b) The maximum sound power level for the substation transformers and the maximum sound power level and octave band data for the turbines selected for the facility based on manufacturers' warranties or confirmed by other means acceptable to the Department. (c) The results of noise analysis of the facility to be built according to the final design performed in a manner consistent with the requirements of OAR 340-035-0035 (1)(b)(B)(iii)(IV) and (VI) demonstrating to the satisfaction of the Department that the total noise generated by the facility (including the noise from turbines and substation transformers) would meet the ambient degradation test and maximum allowable test at the appropriate measurement point for all potentially-affected noise sensitive properties. (d) For each noise-sensitive property where the certificate holder relies on a noise waiver to demonstrate compliance in accordance with OAR 340-035-0035 (1)(b)(B)(iii)(III), a copy of the a legally effective easement or real covenant pursuant to which the owner of the property authorizes the certificate holder's operation of the facility to increase ambient statistical noise levels L₁₀ and L₅₀ by more than 10 dBA at the appropriate measurement point. The legally-effective easement or real covenant must: include a legal description of the burdened property (the noise sensitive property); be recorded in the real property records of the county; expressly benefit the certificate holder; expressly run with the land and bind all future owners, lessees or holders of any interest in the burdened property; and not be subject to revocation without the certificate holder's written approval.
40 41 42	<u>98</u>	During operation, the certificate holder shall maintain a complaint response system to address noise complaints. The certificate holder shall promptly notify the Department of any complaints received regarding facility noise and of any actions taken by the certificate

SHEPHERDS FLAT WIND FARM SITE CERTIFICATE – July 25, 2008 holder to address those complaints. In response to a complaint from the owner of a noise
 sensitive property regarding noise levels during operation of the SFWF, the Council may
 require the certificate holder to monitor and record the statistical noise levels to verify that
 the certificate holder is operating the facility in compliance with the noise control
 regulations.

11. Waste Management Conditions

- 6 <u>99</u> The certificate holder shall provide portable toilets for on-site sewage handling during 7 construction and shall ensure that they are pumped and cleaned regularly by a licensed 8 contractor who is qualified to pump and clean portable toilet facilities.
- <u>100</u> During operation, the certificate holder shall discharge sanitary wastewater generated at the
 field workshops to licensed on-site septic systems in compliance with county permit
 requirements. The certificate holder shall design each septic system for a discharge capacity
 of less than 2,500 gallons per day.
- 13 <u>101</u> The certificate holder shall implement a waste management plan during construction that
 includes but is not limited to the following measures:
 - (a) Recycling steel and other metal scrap.
- 16 (b) Recycling wood waste.

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- (c) Recycling packaging wastes such as paper and cardboard.
- (d) Collecting non-recyclable waste for transport to a local landfill by a licensed waste
 hauler or by using facility equipment and personnel to haul the waste.
- (e) Segregating all hazardous wastes such as used oil, oily rags and oil-absorbent
 materials, mercury-containing lights and lead-acid and nickel-cadmium batteries for
 disposal by a licensed firm specializing in the proper recycling or disposal of hazardous
 wastes.
- (f) Discharging all concrete truck rinse water into foundation holes and completing truck
 wash-down off-site.
- 102 The certificate holder shall implement a waste management plan during operation that
 includes but is not limited to the following measures:
 - (a) Training employees to minimize and recycle solid waste.
 - (b) Recycling paper products, metals, glass and plastics.
 - (c) Recycling used oil and hydraulic fluid.
 - (d) Collecting non-recyclable waste for transport to a local landfill by a licensed waste hauler or by using facility equipment and personnel to haul the waste.

(e) Segregating all hazardous, non-recyclable wastes such as used oil, oily rags and oil absorbent materials, mercury-containing lights and lead-acid and nickel-cadmium batteries
 for disposal by a licensed firm specializing in the proper recycling or disposal of hazardous
 wastes.

VI. SUCCESSORS AND ASSIGNS

To transfer this site certificate or any portion thereof or to assign or dispose of it in any other manner, directly or indirectly, the certificate holder shall comply with OAR 345-027-0100.

VII. SEVERABILITY AND CONSTRUCTION

1 If any provision of this agreement and certificate is declared by a court to be illegal or in 2 conflict with any law, the validity of the remaining terms and conditions shall not be affected, 3 and the rights and obligations of the parties shall be construed and enforced as if the agreement 4 and certificate did not contain the particular provision held to be invalid.

VIII. GOVERNING LAW AND FORUM

5 This site certificate shall be governed by the laws of the State of Oregon. Any litigation 6 or arbitration arising out of this agreement shall be conducted in an appropriate forum in Oregon.

IX. EXECUTION

This site certificate may be executed in counterparts and will become effective upon
signature by the Chair of the Energy Facility Siting Council and the authorized representative of
the certificate holder.

IN WITNESS WHEREOF, this site certificate has been executed by the State of Oregon, acting
 by and through its Energy Facility Siting Council, and by Caithness Shepherds Flat, LLC.

ENERGY FACILITY SITING COUNCIL

INN By:

Robert Shiprack, Chair Oregon Energy Facility Siting Council

Date:

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Ву:	mfm. P
Print:_	DERASE A GRANT, JR.
Date:_	07/25/08

CAITHNESS SHEPHERDS FLAT, LLC