Bonneville Power Administration

memorandum

DATE: June 9, 2010

REPLY TO ATTN OF: KEC-4

SUBJECT: Environmental Clearance Memorandum

то: James Hall - TPC-TPP-4

Project Manager

Proposed Action: Obsidian Finance Group, LLC Generation Interconnection Requests

Budget Information:

Sage Solar Work Order # 231305, Task 01
Outback Renewables Work Order # 231307, Task 01
Lost Forest Solar Work Order # 231312, Task 01

<u>Categorical Exclusion Applied (from Subpart D, 10 C.F.R. Part 1021)</u>: B1.7 "Acquisition, installation, operation, and removal of communication systems, data processing equipment, and similar electronic equipment." B4.6: "Additions or modifications to electric power transmission facilities that would not affect the environment beyond the previously developed facility area..."

Location: Lake County, Oregon

Proposed by: Bonneville Power Administration (BPA)

<u>Description of the Proposed Action</u>: Obsidian Finance Group, LLC is planning to interconnect three, 4 megawatt solar projects into Midstate Electric Company's (MEC) distribution system at MEC's Christmas Valley Substation. The three projects, Sage Solar, Outback Renewables, and Lost Forest Solar are all located in Christmas Valley, Oregon. The closest BPA point of delivery is BPA's Lapine Substation. The transmission path is from Lapine Substation to MEC's Fort Rock Substation (47 miles of BPA-owned 115-kV transmission line) and from Fort Rock to Christmas Valley (40 miles of MEC-owned 115-kV transmission line).

At each project, BPA would install a metering and telemetry rack within the existing solar generation collector substation control house. Obsidian would provide a telephone carrier leased line circuit that would transmit BPA required telemetry data from each solar project to BPA's Fort Rock Series Compensation Station supervisory control and data acquisition (SCADA). Susequently, BPA's control centers could receive the telemetry BPA requires as the balancing authority from the Fort Rock SCADA.

Findings: BPA has determined that the proposed action complies with Section 1021.410 and Appendix B of Subpart D of the Department of Energy's (DOE) National Environmental Policy Act (NEPA) Regulations (57 FR 15144, Apr. 24, 1992, as amended at 61 FR 36221-36243, July 9, 1996; 61 FR 64608, Dec. 6, 1996). The proposed action does not present any

extraordinary circumstances that may affect the significance of the environmental effects of the proposal. The proposal is not connected [40 C.F.R. 1508.25(a)(1)] to other actions with potentially significant impacts, is not related to other proposed actions with cumulatively significant impacts [40 C.F.R. 1508.25(a)(2)], and is not precluded by 40 C.F.R. 1506.1 or 10 C.F.R. 1021.211. Moreover, the proposed action would not (i) threaten a violation of applicable statutory, regulatory, or permit requirements for environment, safety, and health, (ii) require siting and construction or major expansion of waste storage, disposal, recovery, or treatment facilities, (iii) disturb hazardous substances, pollutants, contaminants, or Comprehensive Environmental Response, Compensation and Liability Act-excluded petroleum and natural gas products that pre-exist in the environment such that there would be uncontrolled or unpermitted releases, or (iv) adversely affect environmentally sensitive resources.

This proposed action meets the requirements for the Categorical Exclusion referenced above. We therefore determine that the proposed action may be categorically excluded from further NEPA review and documentation.

DATE: June 9, 2010

/s/ Michael Henjum

Michael Henjum Environmental Protection Specialist – KEC-4

Concur:

/s/ Katherine S. Pierce
Katherine S. Pierce
NEPA Compliance Officer – KEC-4

Attachment:

Environmental Clearance Checklist

Environmental Checklist for Categorical Exclusions

Name of Proposed Project: Obsidian Finance Group Integration

Budget Number: (Work Order #, Task #)
Sage Solar Work Order # 231305, Task 01
Outback Renewables Work Order # 231307, Task 01

Lost Forest Solar Work Order # 231312, Task 01

Fish and Wildlife Project Number (for F&W projects only): _____N\A_____

This project has been found to <u>not</u> adversely affect the following environmentally sensitive resources, laws, and regulations:

Environmental Resources	No	No with conditions
1. Cultural Resources	X	
2. T & E Species, or their habitat(s)	X	
3. Floodplains or wetlands	X	
4. Areas of special designation	X	
5. Health & safety	X	
6. Prime agricultural lands	X	
7. Special sources of water	X	
8. Consistency with state and local laws and regulations	X	
9. Pollution control at Federal facilities	X	

Signed: Michael Henjum Date: June 9, 2010