BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the Notice Exemption)	
Pursuant to K.S.A 66-104(e))	Docket No. 17-SOCE-334-WND
Of SoCore 2016 ProjectCo 8 LLC)	

NOTICE OF EXEMPTION OF SOCORE 2016 PROJECTCO 8 LLC PURSUANT TO K.S.A. 66-104(E)

SoCore 2016 ProjectCo 8 LLC ("SoCore") hereby provides notice to the Kansas Corporation Commission ("Commission" or "KCC") of its decision to opt out of public utility regulation pursuant to K.S.A. 66-104(e) ("Notice"). In support of its Notice, SoCore states as follows:

I. INTRODUCTION

1. SoCore is a limited liability company organized and existing under the laws of the State of Delaware, and is registered as a foreign limited liability company in good standing in the State of Kansas. (See Exhibit A, attached hereto)

II. PROJECT DESCRIPTION

2. SoCore is developing and will construct, own and operate a photovoltaic energy system (solar farm) on an approximately 7-acre parcel of land in Reno County, Kansas near the city of South Hutchinson ("SoCore Project"). (See **Exhibit B** for a map of the Project site). All aspects of the SoCore Project, including the solar array, will be constructed on privately-owned land pursuant to a long-term lease, easement, and/or right-of-way agreement with the respective

landowner. In light of these privately negotiated lease and easement arrangements, SoCore will neither request nor require condemnation authority in order to obtain land use rights for the SoCore Project. The SoCore Project is close in proximity to a utility substation and adjacent utility distribution line owned by Westar Energy. The Project will interconnect to the electrical grid through Westar's distribution line.

- 3. The SoCore Project will have a nameplate capacity of approximately 1.02 MW and commercial operation is currently planned for mid-2017. SoCore has secured an offtake agreement for the project's output. The SoCore Project will not sell any power at retail.
- 4. SoCore has applied for and secured a Special Use Permit from the City of South Hutchinson in order to construct the Project.

III. DEFINITION OF PUBLIC UTILITY AND NOTICE OF DECISION TO OPT OUT OF PUBLIC UTILITY REGULATION

5. K.S.A. 66-104(a) states in pertinent part as follows:

The term "public utility," as used in this act, shall be construed to mean every corporation, company, individual, association of persons, their trustees, lessees or receivers, that now or hereafter may own, control, operate or manage, except for private use, any equipment, plant or generating machinery, or any part thereof, for the transmission of telephone messages or for the transmission of telegraph messages in or through any part of the state, or the conveyance of oil and gas through pipelines in or through any part of the state, except for pipelines less than 15 miles in length and not operated in connection with or for the general commercial supply of gas or oil, and all companies for the production, transmission, delivery or furnishing of heat, light, water, or power.

6. K.S.A. 66-104(e) states as follows:

At the option of an otherwise jurisdictional entity, the term "public utility" shall not include any activity or facility of such entity as to the generation, marketing and sale of electricity generated by an electric generation facility or addition to an electric generation facility which:

- (1) is newly constructed and placed in service on or after January 1, 2001; and
- (2) is not in the rate base of:
- (A) An electric public utility that is subject to rate regulation by the state corporation commission;
 - (B) any cooperative, as defined by K.S.A. 17-4603 and amendments thereto, or any nonstock member-owned cooperative corporation incorporated in this state; or
 - (C) a municipally owned or operated electric utility.

(Emphasis supplied.)

7. In the Commission's December 27, 2007 Final Order in Docket No. 08-WSEE-309-PRE, it stated that the Commission may not have jurisdiction or authority over the developers that own the [renewable energy generation] and sell power to Westar through PPAs, and referred to K.S.A. 66-104(e), which provides that, at the option of an otherwise jurisdictional entity, the term "public utility" shall not include certain activities or entities as specified in the statute. (See, December 27, 2007 Final Order, at ¶ 65.) (Emphasis supplied.)

IV. NOTICE BY SOCORE

- 8. Because SoCore intends to build generation capacity in Kansas, it falls within the definition of "public utility" as stated in K.S.A. 66-104(a), as it will "own, control, operate or manage, except for private use, any equipment, plant or generating machinery," and is a company engaged in "the production, transmission, delivery or furnishing of heat, light, water, or power."
- 9. However, at the option of an "otherwise jurisdictional entity," K.S.A. 66-104(e) indicates that the term public utility shall not include "any activity or facility of such entity as to the generation, marketing and sale of electricity generated by an electric generation facility or addition to an electric generation facility" which meets the requirements of subsection (e) of the statute.

10. The Project will be:

- (1) newly constructed and placed in service on or after January 1, 2001, in accordance with K.S.A. 66-104(e)(1); and
- (2) privately owned and operated and not placed in the rate base of either an electric public utility subject to rate regulation by the KCC, nor any cooperative or municipally owned or operated electric utility, in accordance with K.S.A. 66-104(e)(2)(A) through (C).
- As such, SoCore meets the requirements of subsection (e) of the statute and has exercised its option to make itself exempt from the definition of public utility pursuant to the opportunity to opt out of regulation contained in K.S.A. 66-104(e). Accordingly, SoCore hereby provides notice to the Commission of its decision to opt out of public utility regulation pursuant to K.S.A. 66-104(e). Because SoCore has opted out of public utility regulation, it is likewise exempt from the application of the following statutes and regulations, as they by their specific terms, apply only to jurisdictional entities: K.S.A. 66-131, permit to transact business in the State of Kansas as a public utility required; K.S.A. 66-1,177 *et seq*, the electric transmission line siting act; K.S.A. 66-183, guidelines for stringing wires along or across streets, highways, or public places; and K.A.R. 82¬12-1 et seq., the Commission's wire-stringing regulations.

WHEREFORE, SoCore respectfully submits to the Commission this Notice of Exemption pursuant to K.S.A. 66-104(e).

Respectfully submitted,

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COUNSEL TO SOCORE 2016 PROJECTCO 8 LLC

VERIFICATION

STATE OF Allinois) SS. COUNTY OF Cok)
I, <u>Rais Laese bain</u> being duly sworn, on oath state that I am <u>SVP</u> , <u>Durlopma</u> for SoCore 2016 ProjectCo 8 LLC, that I have read the foregoing Notice and know the contents thereof, and that the facts set forth therein are true and correct to the best of my knowledge and belief.
SoCore 2016 ProjectCo 8 LLC By:
The foregoing was subscribed and sworn to before me this January 18, 2017.
OFFICIAL SEAL LESA A KELLEY Notary Public - State of Itilnols My Commission Expires Aug 8, 2018 Notary Public
My Commission Expires:
8/8/2018

CERTIFICATE OF SERVICE

Amy L. Gilbert Secretary of the Commission Kansas Corporation Commission 1500 SW Arrowhead Road Topeka, KS 66604-4027

Amber Smith Chief Litigation Counsel Samuel Feather Litigation Counsel Kansas Corporation Commission 1500 W. Arrowhead Road Topeka, KS 66604-4027

Jeff McClanahan Directory of Utility Operations Kansas Corporation Commission 1500 W. Arrowhead Road Topeka, KS 66604-4027

ACallenbach

STATE OF KANSAS OFFICE OF SECRETARY OF STATE KRIS W. KOBACH

I, KRIS W. KOBACH, Secretary of State of the state of Kansas, do hereby certify, that according to the records of this office.

Business Entity ID Number: 5044185

Entity Name: SOCORE 2016 PROJECTCO 8 LLC

Entity Type: FOR: LTD LIABILITY COMPANY

State of Organization: DE

Resident Agent: CORPORATION SERVICE COMPANY

Registered Office: 2900 SW WANAMAKER DRIVE SUITE 204, TOPEKA, KS 66614

was filed in this office on August 22, 2016, and is in good standing, having fully complied with all requirements of this office.

No information is available from this office regarding the financial condition, business activity or practices of this entity.



In testimony whereof I execute this certificate and affix the seal of the Secretary of State of the state of Kansas on this day of January 18, 2017

KRIS W. KOBACH SECRETARY OF STATE

Certificate ID: 904466 - To verify the validity of this certificate please visit https://www.kansas.gov/bess/flow/validate and enter the certificate ID number.



