



News Release - March 21, 2024

Contact: ITC Midwest: Rod Pritchard <u>rpritchard@itctransco.com</u> 319-350-9255

Dairyland Power Cooperative: Katie Thomson katie.thomson@dairylandpower.com 608-787-1323

Co-owner utilities oppose litigation to halt construction of last mile of Cardinal-Hickory Creek Transmission Line Project

Latest litigation may delay significant environmental benefits for the Upper Mississippi River National Wildlife and Fish Refuge and economic benefits for electric consumers

Two co-owner utilities of the Cardinal-Hickory Creek Transmission Line Project – ITC Midwest and Dairyland Power Cooperative – have filed a brief in the United States District Court for the Western District of Wisconsin in response to the motion for preliminary injunction filed by the Environmental Law and Policy Center (ELPC) and affiliated organizations attempting to stop the completion of this essential project. As intervenors in the case, the two co-owner utilities oppose the request for a preliminary injunction filed by the plaintiffs to stop construction of the final 1.1 miles of the project.

ITC Midwest and Dairyland Power Cooperative strongly assert that the land exchange approved by the U.S. Fish and Wildlife Service (USFWS) will provide significant net benefits to the Upper Mississippi River National Wildlife and Fish Refuge (Refuge) when the project is completed. The U.S. Department of Justice – representing the USFWS, the U.S. Department of Agriculture's Rural Utilities Service and the U.S. Army Corps of Engineers – also filed a brief with the Federal District Court in opposition to the preliminary injunction motion.

The 102-mile, 345,000-volt (345-kV) Cardinal-Hickory Creek Transmission Line Project is a backbone project for the Midwest's regional power grid that is necessary to improve grid reliability, lower consumer electricity costs, and enable renewable energy to be brought to market, resulting in a significant reduction in carbon emissions. As of October 2023, there were 161 renewable generation projects in Wisconsin, Iowa and other Upper Midwestern states representing more than 24.7 gigawatts conditioned upon its completion – enough to power millions of homes and businesses with clean energy.

"This latest lawsuit, which is misguided at best, only serves to delay completion of this important energy infrastructure and further increase costs to customers. The plaintiffs have raised meritless arguments in multiple cases, all of which have been rejected. This is just another attempt by plaintiffs to sideline this critical 345 kV tie between Iowa and Wisconsin," said ITC Midwest President Dusky Terry. "The U.S. Fish and Wildlife Service confirmed that the Refuge will be better off with the project than without it, specifically finding that this project creates a net benefit to the Refuge by removing two existing transmission lines and expanding the Refuge footprint with prime habitat land."

USFWS approved the land exchange involving two of the co-owner utilities for the Cardinal-Hickory Creek Transmission Line Project – ITC Midwest and Dairyland Power Cooperative – which is the last major step to facilitate completion of the project. The benefits provided by the land exchange – which is now threatened by the litigation – are identified by the USFWS in the Land Exchange Net Benefit Analysis, which found that, "the proposed land exchange fulfills the Refuge's purposes by exchanging lower quality habitat for higher quality habitat, increasing the total protected acreage in the Refuge, reducing habitat fragmentation in the long term, and allowing the Refuge to acquire a high-priority tract that would not otherwise be available. Each of these factors will further the purposes of conserving and maintaining refuge and breeding places for birds, animals, fish, and plants. Acquisition of the Wagner tract will also provide value for wildlife-dependent recreation on the Refuge, such as hunting, fishing and wildlife observation, which is directly related to the purposes of this Refuge and of the National Wildlife Refuge System as a whole."

"To complement the benefits of the land exchange, the construction plan includes the removal of the current transmission lines and structures through the Refuge and across the Mississippi River," said Ben Porath, Executive Vice President and Chief Operating Officer for Dairyland Power Cooperative. "The net impact of these shifts in infrastructure will reduce the electric transmission footprint in the Refuge and replace existing structures with low-profile structures using an avian-friendly design."

ITC Midwest and Dairyland Power Cooperative are committed to constructing the project in the Refuge in a manner that minimizes environmental impacts through mitigation measures and best management practices. All work within the Refuge for construction of the project will be completed using wooden construction mats for environmental protection. No grading will take place within the Refuge. These efforts will avoid and minimize impacts to plants, animals and their habitats, and limit habitat fragmentation. These commitments include a robust set of mitigation and restoration methods resulting from years of agency consultation through the permitting process.

Over the past few years, several of these same opponents have filed multiple lawsuits in federal and state courts trying to stop construction of the project. The co-owner utilities have successfully navigated no less than three separate injunctions, won appeals before the Wisconsin Supreme Court, and received three different favorable opinions from the U.S. Court of Appeals for the Seventh Circuit.

About ITC Midwest

ITC Midwest LLC is a subsidiary of <u>ITC Holdings Corp.</u>, the largest independent electricity transmission company in the U.S. ITC Midwest operates more than 6,600 circuit miles of transmission lines in Iowa, Minnesota, Illinois and Missouri, and holds utility status in Wisconsin. ITC Midwest is headquartered in Cedar Rapids, Iowa, and maintains regional operating facilities in Dubuque, Iowa City and Perry, Iowa; and Albert Lea and Lakefield, Minnesota. For further information visit <u>www.itc-holdings.com</u>. ITC is a subsidiary of Fortis Inc., a leader in the North American regulated electric and gas utility industry. For further information visit <u>www.fortisinc.com</u>.

About Dairyland Power Cooperative

With headquarters in La Crosse, Wis., Dairyland provides wholesale electricity to 24 member distribution cooperatives and 27 municipal utilities in four states (Wisconsin, Minnesota, Iowa and Illinois). In turn, these cooperatives and municipals meet the needs of approximately 700,000 people. Dairyland's generation resources include coal, natural gas, hydro, wind, solar and landfill gas. For more information, please visit <u>www.dairylandpower.com</u>.