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RHODE ISLAND & MASSACHUSETTS

July 23, 2010

Ms. Luly Massaro, Clerk
Rhode Island Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

Re: Docket No. 4185

Dear Ms. Massaro:

Enclosed please find an original and 12 copies of the following documents:

1. Deepwater Wind Block Island, LLC's Notice Of Substitution of Witness and the Direct Testimony Of James Stahle.

Please note that electronic copies of these documents have been provided to the Service List.

Thank you for your attention to this matter.

Sincerely,



Joseph A. Keough, Jr.

JAK/kf
Enclosures
cc: Service List (via electronic mail)

**STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
PUBLIC UTILITIES COMMISSION**

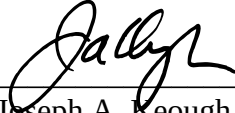
IN RE: REVIEW OF AMENDED POWER	:	DOCKET NO. 4185
PURCHASE AGREEMENT BETWEEN	:	
NARRAGANSETT ELECTRIC COMPANY	:	
D/B/A NATIONAL GRID	:	
AND DEEPWATER WIND BLOCK ISLAND, LLC,	:	
PURSUANT TO R.I. GEN. LAWS § 39-26.1-7	:	

**DEEPWATER WIND BLOCK ISLAND, LLC’S NOTICE OF
SUBSTITUTION OF WITNESS**

Now comes Deepwater Wind Block Island, LLC (“Deepwater Wind”) and hereby gives notice that Martin J. Pasqualini will be replaced as a witness in this Docket. As discussed at the scheduling conference of July 21, 2010, Mr. Pasqualini has a scheduling conflict that will not allow him to be available on August 2, 3, 4 and 5, 2010, which are the dates scheduled for cross examination of witnesses. As such, Mr. Pasqualini will be replaced by James Stahle, his partner at CP Global Partners, LLC.

Mr. Stahle will adopt Mr. Pasqualini’s testimony and will be available for cross examination on all issues raised by Mr. Pasqualini in his direct testimony. Mr. Stahle will provide pre-filed testimony adopting Mr. Pasqualini’s direct testimony, and he will provide a CV as well.

DEEPWATER WIND BLOCK ISLAND, LLC
By its attorney,



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STATE OF RHODE ISLAND PUBLIC UTILITIES COMMISSION

**IN RE: REVIEW OF AMENDED POWER PURCHASE AGREEMENT
BETWEEN NARRAGANSETT ELECTRIC COMPANY
D/B/A NATIONAL GRID
AND DEEPWATER WIND BLOCK ISLAND, LLC,
PURSUANT TO R.I. GEN. LAWS § 39-26.1-7**

DOCKET NO. 4185

PREFILED TESTIMONY

OF

**JAMES STAHLE
CP GLOBAL PARTNERS, LLC**

FOR

DEEPWATER WIND BLOCK ISLAND, LLC

1 Q. **Please state your name and business address?**

2 A. My name is James Stahle and my business address is One Boston Place, Suite 4010,
3 Boston, MA 02108.
4

5 Q. **By whom are you employed and in what capacity?**

6 A. I am a founding partner and Managing Director of CP Global Partners, LLC (“CP
7 Global”), a financial advisory and merchant banking firm, and the majority owner of CP
8 Energy Group, LLC (“CP Energy”), a subsidiary which specializes in providing advisory
9 services in connection with the development, financing, disposition and acquisition of
10 electric generation facilities. I devote one hundred percent of my time to CP Energy
11 related matters.
12

13 Q. **What is the purpose of your testimony and what is your relationship with**
14 **Deepwater?**

15 A. I have been asked by Deepwater to review its project financial pro forma, to formulate
16 market-based financing assumptions and to comment on the appropriateness of the
17 unleveraged and leveraged returns based on my industry experience and current known
18 market parameters for the financing of projects similar to the Block Island Wind Farm.
19

20 As for my relationship with Deepwater, an investment vehicle owned by principals of CP
21 Energy owns approximately 0.1375% of the outstanding membership interests in
22 Deepwater Wind Holdings, LLC, which is the parent of Deepwater. This ownership
23 interest came by virtue of CP Energy providing advisory services to a financial investor
24 that previously had an ownership interest in Deepwater Wind Holdings, LLC. As a result
25 of this residual stake, I indirectly own a 0.0963% interest in Deepwater Wind Holdings,
26 LLC. In addition, CP Energy has received a fee in connection with the review of
27 Deepwater’s financial model and the provision of my testimony.
28

1 **Q. Please describe your qualifications and experience?**

2 **A.** I have been actively involved in the structured tax and non-tax finance business for over
3 21 years. My primary focus has been on the asset finance marketplace, providing
4 funding to all sectors of the large cap and middle market sectors. Prior to establishing the
5 principal and investment banking business at CP Global, I ran the structured products and
6 advisory banking platform at BTM Capital where I was responsible for transacting in
7 excess of \$6 billion worth of financing. I started my career at New England
8 Merchants/Bank of New England as a commercial lending and syndication officer
9 providing asset based financing to middle market companies on a national basis. I am
10 currently involved at the board member level for the Melmark New England School and
11 the Doug Flutie Jr. Foundation for Autism. I hold a BS in Economics and Business
12 Administration from Colby College.

13
14 I have been actively involved in the U.S. renewable marketplace for the past 6 years
15 raising tax and non-tax equity capital for wind, solar and geothermal projects. Our capital
16 raising efforts span across the full spectrum of investors, from pure equity players
17 looking to build businesses in the sector, to passive investors looking to invest capital at
18 the project level in the form of debt or equity.

19
20 The breadth of our distribution network gives us a unique perspective on how capital
21 sources price risk in this sector, a much more refined level than the general market. To
22 date I have been involved in over ten billion in transactions in the U.S. renewable sector
23 raising strategic capital for renewable project assets.

24
25 CP Energy has a national reputation as an expert in the financing of renewable electric
26 generation projects. Since the formation of CP Energy in 2004, I have advised the tax
27 equity investor, lender or project sponsor in connection with the financing of 32 wind
28 farms in twelve different states with an aggregate nameplate capacity in excess of 3,700

1 MW. In addition, one of my colleagues was separately involved working for a sponsor in
2 connection with the debt and tax equity financing of an additional 16 wind farms with an
3 aggregate nameplate capacity in excess of 1,450MW. CP Energy also has extensive
4 experience in the financing of electric generation projects employing other renewable
5 technologies (solar, biomass and geothermal). We represented the tax equity investor in
6 connection with the financing of both the largest geothermal transaction and largest
7 utility scale solar photovoltaic transaction in the United States.

8
9 CP Energy's representative clients include AES Solar Ltd., BNB Renewable Energy, BP
10 Alternative Energy North America, Community Energy, Inc., CTC Electric, Denham
11 Capital Management, Eurus Energy America, First Wind, Foresight Wind Energy,
12 GeoGlobal Energy LLC, Lehman Brothers, Lincoln Renewable Energy, Metropolitan
13 Life Insurance Company, MSD Capital, Noble Environmental Power, NordLB, OPDE
14 USA, Orion Energy, Recurrent Energy, Terna Energy, Textron Financial Corporation,
15 Third Planet Wind, Toyota Tsusho, Wachovia Securities and Washington Mutual.

16
17 Q. **Have you previously testified before the Rhode Island PUC or other state or federal**
18 **regulatory commissions?**

19 A. I have not.
20

21 Q. **Do you adopt the direct Testimony of Martin J. Pasqualini filed with the Rhode**
22 **Island Public Utilities Commission on July 15, 2010 as if it were your own?**

23 A. Yes I do.
24

James R Stahle

One Boston Place, Suite 4010, Boston, MA 02108 617.570.2301 jstahle@cpglb.com

Education:

Colby College, Waterville, Maine

1986

Bachelor of Science in Economics and Business Administration

Experience:

CP Global Partners, LLC

May 2003 – Present

Managing Partner and Founder

- Established the principal and advisory firm that originates and provides M&A advisory services to sell side and buy side clients.
- Principally focused on capital raising for its asset management business as well as representing buy side clients on energy and infrastructure acquisitions.

Bank of Tokyo Mitsubishi

September 2000 – May 2003

Managing Director

- Established the institutional advisory group at BTM focused on originating tax and non-tax oriented financing in the North American and European fixed asset market.
- Transacted financings on domestic manufacturing, oil and gas, transportation infrastructure and utility transmission.
- Oversaw the syndication platform on structured debt product and managed the economic analysis group with the advisory platform.

Bank of New England

1986 – 2000

Syndication Manager

- Distributed tax and non-tax products including municipal lease and debt, tax leases, synthetic leases and unsecured private debt to institutional investors in the southeastern and Midwest region of the U.S.
- Worked with originators to develop new structured products in the asset finance and securitization market for the U.S. multinational clients.

Other Affiliations:

Doug Flutie Jr. Foundation for Autism

2004 - 2009

Board Member

Melmark New England School for Autism

2007 – Present

Board Member

Hallmark Health Group

2009 – Present

Corporator to the Board of Directors

CERTIFICATION

I hereby certify that on July 23, 2010, a copy of the within was sent to all parties set forth on the attached Service List by electronic mail and copies were sent to Luly Massaro, Commission Clerk, by electronic mail and hand delivery.

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