IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF UTAH CENTRAL DIVISION

UNITED STATES OF AMERICA,

Plaintiff,

vs. Civil No: 2:15-cv-00828-DN-EJF

RAPOWER-3, LLC, INTERNATIONAL AUTOMATED SYSTEMS, INC., LTB1, LLC, R. GREGORY SHEPARD, NELDON JOHNSON, and ROGER FREEBORN,

Defendants.

DEPOSITION OF THOMAS R. MANCINI
October 23, 2017
9:01 a.m.
201 3rd Street, Northwest, Suite 900
Albuquerque, New Mexico

PURSUANT TO THE FEDERAL RULES OF CIVIL PROCEDURE, this deposition was:

TAKEN BY: MR. DENVER C. SNUFFER, JR. Attorney For Defendants

REPORTED BY: Peggy Jo Gonzales, RMR, CCR #145

(9013L-PJ)

135 to the -- could you repeat the question? I'm not 2 sure I understood. 3 Yeah, the R&D community to furnish the next Q. generation of components for solar concentrators and thermal receivers, would you agree with that 6 proposition? Α. Not --8 MR. MORAN: Objection, vague. R&D 9 community is undefined. 10 It's not just the R&D community. They'll 11 look anywhere for the next potential breakthrough, as 12 will any industry who -- who's really out there trying to work on the cutting edge. 13 14 Ο. Okay. I believe you've already mentioned 15 that you witnessed a wooden board catch fire during 16 one of your visits to the IAS site. 17 Α. That's correct. 18 Was that in January or April? Q. 19 Α. I think it was both. Q. Okay. Would you agree that the Fresnel 21 lenses, therefore, do generate concentrated solar 22 heat? 23 MR. MORAN: Objection, vague. Concentrated solar heat is undefined. 24 25 They don't generate concentrated solar

136 They take the sun's energy and focus it. 2 Q. Okay. So the IAS system includes lenses that concentrate solar heat? Α. That's correct. Would you agree that lenses that Q. 6 concentrate solar heat are no longer in the R&D stage 7 because they succeed in concentrating solar heat? 8 Α. No. Would you agree that the lenses could heat Q. 10 a coil? 11 Α. For what application? 12 Q. For any application. 13 Well, it would depend on the application. 14 They might not be able to -- I mean, you've got to 15 design it so that you heat the right amount of 16 material. 17 MR. MORAN: Objection, Counsel, what do you 18 mean by coil? The question is vague. 19 Q. Would you agree that the lenses could heat 20 water? 21 How would you do that? I don't --Α. 22 potentially, yes, but what are you using -- you mean, 23 just focus them on water? 24 Ο. Yes.

Yeah, they'd probably heat it a little bit.

- Q. Okay. Mr. Snuffer asked you some questions
- about what documents you reviewed in addition to the
- documents that you list at the back of your report,
- 4 do you recall that --
- 5 A. Yes.
- 6 Q. -- question? Did you also read and review
- 7 Neldon Johnson's response to your expert report?
- 8 A. Oh, I did, yes. That's another document.
- 9 Q. Okay. Last question, Dr. Mancini, are you
- 10 familiar with the term process heat?
- 11 A. I am.
- Q. What does the term process heat mean to
- 13 you?
- 14 A. Well, it typically means using heat from
- 15 the sun, solar process heat -- and I assume we're
- 16 talking about solar. Is that correct?
- 17 Q. However you understand the term process
- 18 heat.
- A. Well, process heat just generically means
- any heat you provide to a process in any application,
- whether it's water heating or part of a chemical
- 22 plant where you have to heat -- heat some of the
- inlet streams in order to cause a particular chemical
- 24 reaction to occur, or anything like that. The more
- general term that's been used or discussed relative

- 1 to this case has been solar process heat, and that to
- me means that you're using the heat in some way to
- 3 accomplish some function or application.
- 4 I've actually worked on a couple of process
- beat projects, for example, in the potash industry
- 6 where we were exploring the opportunity to heat some
- of the potash that was being mined in order to
- 8 accelerate some of the processes in creating the
- 9 fertilizer. So that would be an example of process
- 10 heat.
- 11 Another example of process heat would be
- 12 there was a demonstration of a -- of a central
- 13 receiver plant where steam was injected underground
- 14 to help release -- essentially raise the temperature
- of an oil shell reservoir and increase its
- 16 production. So that would be another example of what
- 17 I would call process heat.
- 18 Another example that I actually referenced
- in my report was the Bleyle Plant at Shenandoah,
- Georgia, where heat was used in an application in a
- 21 laundry. So that's my understanding of what process
- heat projects are.
- Q. And is it fair to say -- and I'm just
- 24 judging from the examples that you just gave -- that
- the term process heat means that the heat you're

- obtaining -- the heat -- the process heat is used for
- 2 some other ancillary purpose?
- 3 A. Yeah, they're -- there's an application for
- 4 it. You wouldn't -- you wouldn't collect the heat if
- you didn't have a use for it. The -- it's a
- 6 difficult area because it's -- you're dealing with a
- 7 couple of things. You're dealing, number one, with
- 8 usually existing plants and processes, so you run
- 9 into a lot of things like can you actually put solar
- 10 collectors anywhere nearby to actually do it. It's a
- very low temperature process in most cases because
- 12 you're not -- you're not trying to produce power or
- anything in most cases. You're just trying to
- 14 provide heat for a process, and so you're competing
- 15 with extremely low cost natural gas or in some cases
- you're competing with processes in chemical plants
- where they burn excess product or excess waste
- 18 materials to achieve process heat. So it's never
- 19 really become something that anybody has ever --
- there's no system for it because it's got to be
- designed for the specific application and it's got to
- fit the particular location, so it's not like you can
- have one -- one design fits all or that sort of
- thing. So it's never really found a home, and, in
- 25 fact, I haven't heard much about it for the last 20

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    years. It's something that came up back during the
2
     '70s -- '60s, '70s and maybe into the '80s a little
    bit, but just too low a temperature. Using solar
    concentrators, you pay money to get that concentrated
5
    source of heat, and so you need to find applications
6
    that give you a high value product and energy as
7
    close as you can get there.
8
         Q.
               So based on your understanding of what
9
    process heat is, does it involve more than simply
10
    generating heat, that you have to do something with
11
    the heat in order to have solar process heat?
12
         Α.
               Well, I mean that's the whole point.
13
         Ο.
               Okay.
14
               I mean, that's the only reason you do it --
         Α.
15
         Ο.
              Okay.
16
               -- you have to have an application.
         Α.
17
              MR. MORAN: I have nothing...
18
                          EXAMINATION
19
    BY MR. SNUFFER:
20
               I just want to follow up on that last
21
    point. Is it your view that you cannot generate
22
    solar process heat during an R&D phase?
23
               MR. MORAN: Objection, R&D phase is
    undefined.
24
25
               I don't understand the question.
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- 1 Q. Yeah, when you're doing research and
- development, is it your position that it is
- 3 impossible to produce process heat from solar energy
- 4 if the research and development is focusing on just
- 5 producing concentrated solar heat?
- A. I'm sorry, but I still don't -- if you were
- 7 doing an R&D project and you -- as part of that
- 8 process you had some excess heat that you could heat
- 9 water with maybe and use for -- for -- maybe it's
- your lavatory on-site or something, I'd consider that
- 11 a process heat application and perfectly acceptable
- during an R&D project. I have no problem with that.
- 13 Q. Okay.
- 14 A. No, I don't think that has anything to do
- ¹⁵ with it.
- Q. Okay. Thank you.
- MR. SNUFFER: That's it.
- 18 MR. MORAN: Yes, you have the opportunity
- 19 to read and sign the transcript. You do want to read
- 20 and sign, right?
- THE WITNESS: I have to read and sign the
- whole transcript right now?
- MR. MORAN: Not right now. Madame court
- 24 reporter will send you a copy, or send it to us and
- we'll get it to the doctor.

Mancini, Thomas R.

October 23, 2017

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                MR. SNUFFER: I want an electronic copy.
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     PDF copies of the exhibits, and color would be
     helpful.
                (The deposition concluded at 2:03 p.m.)
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    LLC, R. GREGORY SHEPARD,
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    NELDON JOHNSON, and ROGER
15
    FREEBORN,
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                   Defendants.
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            CERTIFICATE OF COMPLETION OF DEPOSITION
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          I, PEGGY JO GONZALES, New Mexico CCR #145, DO
22
    HEREBY CERTIFY that on October 23, 2017, the
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    deposition of THOMAS R. MANCINI was taken before me.
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25
          I FURTHER CERTIFY that copies of this
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    certificate have been mailed or delivered to all
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    Counsel, and parties to the proceedings not
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    represented by counsel, appearing at the taking of
    the deposition:
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          I FURTHER CERTIFY that examination of this
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    transcript and signature of the witness was requested
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    by the witness and all parties present.
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          I FURTHER CERTIFY that I did administer the oath
    to the witness herein prior to the taking of this
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    deposition; that I did thereafter report in
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    stenographic shorthand the questions and answers set
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    forth herein, and the foregoing is a true and correct
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    transcript of the proceeding had upon the taking of
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    this deposition to the best of my ability.
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          I FURTHER CERTIFY that I am neither employed by
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    nor related to nor contracted with (unless excepted
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    by the rules) any of the parties or attorneys in this
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    case, and that I have no interest whatsoever in the
22
    final disposition of this case in any court.
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Mancini, Thomas R.

October 23, 2017

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                Peggy Jo Gonzales CM
                NM Certified Court Reporter #145
                License Expires: 12/31/2017
     (9013L-PJ)
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     Date Taken: October 23, 2017
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     Proofread by: PJ/CB
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