Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

Public Service Commission
211 Sower Blvd.
P.O. Box 615

Frankfort, Kentucky 40602-0615

ankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

May 19, 2014

David L. Armstrong Chairman

James W. Gardner Vice Chairman

> Linda Breathitt Commissioner

The Honorable Tyson Kamuf Sullivan, Mountjoy, Stainback & Miller, PSC 100 St. Ann Building Post Office Box 727 Owensboro, Kentucky 42302-727

Re: Administrative Case No. 387

Dear Mr. Kamuf:

Pursuant to the Commission's Order of March 29, 2004, in Administrative Case No. 387,<sup>1</sup> each jurisdictional electric generating utility is required to file annual resource information with the Commission. Big Rivers Electric Corporation ("Big Rivers") submitted this information on April 25, 2014.

Staff has reviewed the information and has several additional questions related to Item 7 of Big Rivers' April 25, 2014 filing. Those questions are noted below:

Provide the calculation of the 7.3 percent target reserve margin used for planning purposes. Include all necessary narrative descriptions of the steps in the calculation and the source of all data used in the calculation. When applying the 7.3 percent target reserve margin, does it refer to the reserve margin required at Big Rivers peak or coincident to MISO's peak?

The responses to these two questions should be provided by Monday, June 2, 2014.

If you have any questions feel free to contact Aaron Greenwell at 502-782-2563.

சாற்சால் en, Executive Director

<sup>&</sup>lt;sup>1</sup> Admin 387 A Review of the Adequacy of Kentucky's Generation and Transmission System, (Ky. PSC Jul 5, 2005).

