

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF EAST KENTUCKY POWER)
COOPERATIVE, INC. FOR APPROVAL OF THE)
ACQUISITION OF EXISTING COMBUSTION)
TURBINE FACILITIES FROM BLUEGRASS)
GENERATION COMPANY, LLC AT THE) CASE NO. 2015-00267
BLUEGRASS GENERATING STATION IN)
LAGRANGE, OLDHAM COUNTY, KENTUCKY)
AND FOR APPROVAL OF THE ASSUMPTION)
OF CERTAIN EVIDENCES OF INDEBTEDNESS)

NOTICE OF FILING

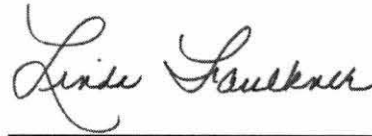
Notice is given to all parties that the following materials have been filed into the record of this proceeding:

- The digital video recording of the evidentiary hearing conducted on November 4, 2015 in this proceeding;
- Certification of the accuracy and correctness of the digital video recording;
- A written log listing, *inter alia*, the date and time of where each witness' testimony begins and ends on the digital video recording of the evidentiary hearing conducted on November 4, 2015.

A copy of this Notice, the certification of the digital video record, and hearing log have been electronically served upon all persons listed at the end of this Notice. Parties desiring an electronic copy of the digital video recording of the hearing in Windows Media format may download a copy at http://psc.ky.gov/av_broadcast/2015-00267/2015-00267_04Nov15_Inter.asx. Parties wishing an annotated digital video

recording may submit a written request by electronic mail to pscfilings@ky.gov. A minimal fee will be assessed for a copy of this recording.

Done at Frankfort, Kentucky, this 6th day of November 2015.

A handwritten signature in cursive script that reads "Linda Faulkner".

Linda Faulkner
Director, Filings Division
Public Service Commission of Kentucky

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COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

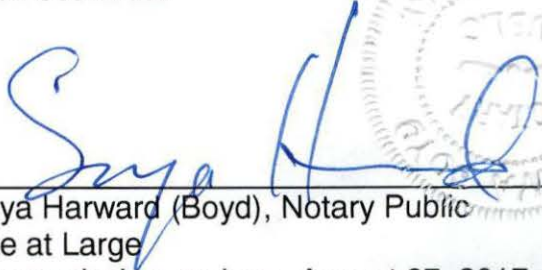
APPLICATION OF EAST KENTUCKY POWER)
COOPERATIVE, INC. FOR APPROVAL OF THE)
ACQUISITION OF EXISTING COMBUSTION TURBINE)
FACILITIES FROM BLUEGRASS GENERATION) CASE NO. 2015-00267
COMPANY, LLC AT THE BLUEGRASS GENERATING)
STATION IN LAGRANGE, OLDHAM COUNTY,)
KENTUCKY AND FOR APPROVAL OF THE)
ASSUMPTION OF CERTAIN EVIDENCES OF)
INDEBTEDNESS)

CERTIFICATE

I, Sonya Harward, hereby certify that:

1. The attached DVD contains a digital recording of the Hearing conducted in the above-styled proceeding on November 4, 2015. Hearing Log and Witness List are included with the recording on November 4, 2015 (excluding confidential segments).
2. I am responsible for the preparation of the digital recording.
3. The digital recording accurately and correctly depicts the Hearing of November 4, 2015 (excluding confidential segments).
4. The "Hearing Log" attached to this Certificate accurately and correctly states the events that occurred at the Hearing of November 4, 2015 (excluding confidential segments) and the time at which each occurred.

Given this 5th day of November, 2015.


Sonya Harward (Boyd), Notary Public
State at Large
My commission expires: August 27, 2017





Session Report - Detail

2015-00267_04November2015

East Kentucky Power Cooperative, Inc.

Date:	Type:	Location:	Department:
11/4/2015	Other	Public Service Commission	Hearing Room 1 (HR 1)

Judge: Jim Gardner; Dan Logsdon

Witness: Darrin Adams - EKPC; David Crews - EKPC; Craig Johnson - EKPC; Ralph Luciani - for EKPC; Mike McNally - EKPC; Don Mosier - EKPC; Jerry Purvis - EKPC; James Read - for EKPC

Clerk: Sonya Harward

Event Time	Log Event
8:57:59 AM	Session Started
8:58:02 AM	Chairman Jim Gardner - Opening Remarks Note: Harward, Sonya Introduces CN 2015-00267, East Kentucky Power Cooperative ("EKPC").
8:58:10 AM	Attys. Mark David Goss and David Samford - EKPC
8:58:14 AM	Camera Lock Deactivated
8:58:27 AM	Attys. Sara Veeneman and Allyson Sturgeon - Louisville Gas & Electric Company and Kentucky Utilities Company
8:58:36 AM	Attys. Larry Cook and Stefanie Kingsley - Attorney General's Office
8:58:43 AM	Attys. Mike Kurtz and Jody Kohn - Nucor
8:58:50 AM	Attys. Quang Nguyen, Jonathan Beyer, John Park, and Nancy Vinsel - Commission Counsel
8:59:00 AM	Motions - None
8:59:06 AM	Public Comments - None
8:59:18 AM	Atty. Goss - Notice was filed Nov. 2, 2015
8:59:41 AM	Witness Don Mosier takes the stand and is sworn in.
9:00:03 AM	Atty. Goss Direct Exam of Witness Mosier Note: Harward, Sonya Executive Vice President and Chief Operating Officer of EKPC
9:01:03 AM	Atty. Kingsley Cross Exam of Witness Mosier Note: Harward, Sonya Asking whether there have been any updates to the necessary consents.
9:02:05 AM	Atty. Kurtz Cross Exam of Witness Mosier Note: Harward, Sonya Asking Witness about the transaction.
9:02:57 AM	Atty. Kurtz to Witness Mosier Note: Harward, Sonya Referencing Mosier Testimony, p. 7, line 19, and begins to read from this line.
9:03:10 AM	Atty. Goss - Interjection Note: Harward, Sonya Information being read contains confidential numbers.
9:04:05 AM	Atty. Kurtz to Witness Mosier Note: Harward, Sonya Continues questioning and references Mosier Testimony, p. 8, line 1, regarding confidential number.
9:05:27 AM	Chairman Gardner - Question to Witness Mosier Note: Harward, Sonya Asking about the capacity benefit.
9:06:08 AM	Atty. Kurtz to Witness Mosier Note: Harward, Sonya Asking about selling capacity into the market.
9:07:30 AM	Atty. Kurtz to Witness Mosier Note: Harward, Sonya Referencing Mosier Testimony, p. 10, line 19, regarding equity ratio.
9:07:57 AM	Atty. Nguyen Cross Exam of Witness Mosier Note: Harward, Sonya Referencing the Application, p. 17. paragraph 39, and the response to Commission Staff's Second Request for Information, Item 1.

9:11:01 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing Mosier Direct Testimony, p. 6, lines 6-10, regarding evaluating its generation fleet.
9:12:15 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing Mosier Direct Testimony, p. 8, lines 15-16, regarding Burns and McDonnell Report.
9:13:51 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing the response to Commission Staff's First Request for Information, Item 2, attached report by Burns and McDonnell, p. ES.2, Executive Summary section.
9:17:21 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing Burns and McDonnell Report, p. ES.3, last 4 bullets, regarding Bluegrass Station operating agreement.
9:19:27 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing Burns and McDonnell Report, p. 2-7, Water Supply and Treatment Systems.
9:20:16 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing Burns and McDonald Report, p. 2-7, section 2.11, Air Quaility Control System.
9:21:57 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Referencing Burns and McDonnell Report, p. 4-3, Natural Gas Energy Connection and Supply.
9:25:33 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Asking for the status of the Cooper Unit 1 tie in.
9:26:31 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Asking about decision from Commission being needed by Dec. 1, 2015.
9:27:21 AM	Atty. Nguyen to Witness Mosier Note: Harward, Sonya	Asking for ramifications if the Commission denies the request in this case.
9:27:50 AM	Chairman Gardner Cross Exam of Witness Mosier Note: Harward, Sonya	Referencing the Application, p. 4, paragraph 8, regarding energy requirement increase.
9:29:01 AM	Chairman Gardner to Witness Mosier Note: Harward, Sonya	Referencing the Application, p. 9, paragraph 21, regarding differences in the assumptions.
9:30:46 AM	Chairman Gardner to Witness Mosier Note: Harward, Sonya	Referencing the response to Commission Staff's First Request for Information, Item 12.
9:32:52 AM	Atty. Kingsley Re-Cross Exam of Witness Mosier Note: Harward, Sonya	Asking about the Bluegrass purchase not being approved and how the \$5 to \$12 million cost was determined.
9:33:54 AM	Atty. Kurtz Re-Cross Exam of Witness Mosier Note: Harward, Sonya	Asking questions about cost to customers if request not approved and making money if it is approved.
9:34:50 AM	Witness Mosier dismissed from the stand.	
9:35:05 AM	Witness David Crews takes the stand and is sworn in.	
9:35:57 AM	Atty. Goss Direct Exam of Witness Crews Note: Harward, Sonya	Senior Vice President of Power Supply for EKPC
9:36:50 AM	Atty. Kingsley Cross Exam of Witness Crews Note: Harward, Sonya	Referencing the Application, paragraphs 36 and 37, regarding results of recent PJM auctions and bids into the auctions.
9:38:29 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Referencing the Application, paragraph 41, regarding difference between "no-notice" gas supply and "firm service."

9:39:39 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Referencing the ACES Report, p. 8 of 12.
9:40:13 AM	Atty. Nguyen - Interjection Note: Harward, Sonya	The information being discussed is confidential.
9:41:22 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Asking Witness why he's not concerned regarding Texas Gas 90-day cancellation term.
9:42:10 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Referencing the response to Commission Staff's Second Request for Information, Item 21, regarding a dispute.
9:44:30 AM	Witness Crews Note: Harward, Sonya	Reads from section 5.1 of the agreement to the dispute.
9:50:07 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Asking about retail customers of EKPC member owners purchasing fuel for LG&E/KU consumers.
9:51:12 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Asking about shortfall of \$9 million of unanticipated cost due to polar vortex.
9:53:30 AM	POST HEARING DATA REQUEST by Atty. Kingsley Note: Harward, Sonya	Provide the winter price shortfall for last year.
9:54:57 AM	Atty. Kingsley to Witness Crews Note: Harward, Sonya	Asking questions about the 2012 RFP project.
9:58:54 AM	Atty. Kurtz Cross Exam of Witness Crews Note: Harward, Sonya	Asking about a billing dispute.
9:59:45 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 14, line 15, regarding the purchased price for Bluegrass and EKPC making money on the LG&E transaction.
10:02:33 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Asking about the \$9.8 million fuel disallowance.
10:03:01 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 3, line 19, regarding base capacity.
10:06:05 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 5, line 19.
10:07:06 AM	Atty. Goss - Interjection Note: Harward, Sonya	The amount being requested was reported in the annual PJM report to the Commission, and was requested to be confidential.
10:09:16 AM	POST HEARING DATA REQUEST by Atty. Kurtz Note: Harward, Sonya	Provide, in a confidential response, how much money EKPC made through the PJM capacity markets last year.
10:09:36 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 10, line 14, regarding generation to Cooper Unit 1 retrofit.
10:10:48 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 16, regarding integrating Bluegrass into the PJM capacity market.
10:12:35 AM	Witness Crews Note: Harward, Sonya	Referencing response to Commission Staff's First Request for Information, Item 7, regarding information given in a timeline.
10:16:37 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 18, regarding fuel and firm-gas transmission issues.
10:21:25 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 19, regarding ACES.

10:23:51 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing ACES Report, p. 3, last full paragraph.
10:25:38 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing ACES Report, p. 4, regarding capacity limitation for Bluegrass.
10:27:08 AM	Atty. Kurtz to Witness Crews Note: Harward, Sonya	Referencing ACES Report, p. 4, bottom of the page, and p. 5.
10:29:10 AM	Atty. Nguyen Cross Exam of Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, regarding the facility agreement and the 90-day notice for abandonment.
10:31:56 AM	POST HEARING DATA REQUEST by Atty. Nguyen Note: Harward, Sonya	Provide information about the discussions and what is anticipated regarding the interconnection agreement with Texas Gas, and what type of mitigation measures EKPC has in mind in terms of addressing this potential risk.
10:32:40 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 4, line 20, regarding EKPC exceeding its generation hedge in the winter season.
10:34:35 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 5, lines 1-2, regarding not having enough load response and demand response.
10:37:17 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 5, lines 3-4, regarding the \$9.8 million amount and then the findings in CN 2014-00226
10:38:23 AM	Atty. Nguyen Note: Harward, Sonya	Distributes Copy of the Commission's Final Order in 2014-00226 for Use as Reference Only
10:40:13 AM	POST HEARING DATA REQUEST by Atty. Nguyen Note: Harward, Sonya	Provide the difference between the \$9.8 million in the Crews Testimony on p. 5 and the \$8.5 million in finding 4 in PSC Final Order in CN 2014-00226.
10:40:40 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 15, lines 18-22.
10:42:50 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing Crews Testimony, p. 15, regarding status of tolling agreements.
10:44:09 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the ACES Bluegrass Evaluation, p. 3 of 12, regarding EKPC having load in the LG&E/KU balancing authority.
10:47:16 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Asking about EKPC's current load on the LG&E/KU transmission system.
10:48:26 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing, in general, a response to Commission Staff's Request for Information, regarding outputs from Bluegrass Units 1 and 2 not exceeding the load on the LG&E/KU transmission system, but once Bluegrass Unit 3 is not longer under the tolling agreement it will exceed the peak load on the system.
10:51:12 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the ACES Evaluation, p. 3, regarding capacity revenues.
10:56:38 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the ACES Evaluation, p. 3, bottom of the page, regarding forecasted maintenance costs.

10:57:31 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the ACES Evaluation, p. 3, last sentence in last full paragraph, regarding "no-notice" service.
11:00:42 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Asking about cost estimates for diesel-fuel back up.
11:04:53 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Asking why would be no-notice would be assumed instead of firm or enhanced-firm transmission.
11:06:12 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the response to Commission Staff's First Request for Information, Item 54.d.(1), regarding assumptions.
11:10:14 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Asking if it's fair to compare the Navigant Report to the report done by Brattle.
11:13:06 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing Crews Direct Testimony, p. 21, lines 5-6, regarding net present value range.
11:17:20 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the responses to Commission Staff's First Request for Information, Items 33-35, regarding whether the acquisition will assist EKPC with complying to the clean power plan.
11:20:53 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the response to Commission Staff's First Request for Information, Item 34.c., and the ACES Report, pp. 3 and 8.
11:25:26 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Referencing the response to Commission Staff's First Request for Information, Item 36, regarding Bluegrass Units clearing in the base capacity market but not the performance capacity market.
11:31:21 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Continuing discussion about the capacity markets.
11:32:25 AM	BREAK	
11:32:35 AM	Session Paused	
11:46:42 AM	Session Resumed	
11:46:45 AM	Atty. Nguyen to Witness Crews Note: Harward, Sonya	Continues cross exam of Witness Crews. Discussing the annual reports EKPC is required to file as part of its full integration into PJM.
11:49:15 AM	POST HEARING DATA REQUEST by Atty. Nguyen (NOT NEEDED) Note: Harward, Sonya	Asking for further explanation of why EKPC is requesting confidential treatment for parts of the annual reports and the basis for the requests.
11:49:39 AM	Atty. Samford - Interjection Note: Harward, Sonya	Responds about confidentiality request being discussed.
11:51:00 AM	Chairman Gardner - Requests Action Note: Harward, Sonya	Asks that the information be located during lunch to determine if a post hearing data request is needed.
11:51:22 AM	Vice Chairman Logsdon Cross Exam of Witness Crews Note: Harward, Sonya	Asking about no-notice, enhanced- firm, and firm transportation.
11:52:00 AM	Vice Chairman Logsdon to Witness Crews Note: Harward, Sonya	Askinf if EKPC is considering the exposure to the capacity performance penalty as an option for doing business.
11:58:19 AM	Vice Chairman Logsdon to Witness Crews Note: Harward, Sonya	Asking whether EKPC has filed a FERC complaint and asks that the case number to be provided.

11:58:21 AM POST HEARING DATA REQUEST by Vice Chairman Logsdon
Note: Harward, Sonya Provide the case number for the FERC complaint.

11:58:53 AM Chairman Gardner Cross Exam of Witness Crews
Note: Harward, Sonya Asking about the status of the Cooper Unit 1 retrofit.

12:00:01 PM Chairman Gardner to Witness Crews
Note: Harward, Sonya Asking about doing the valuation to determine whether something is a good deal, and the use of 'net present value' and 'present value revenue requirements.'

12:04:36 PM Chairman Gardner to Witness Crews
Note: Harward, Sonya Asking for clarity of Witness's answer.

12:06:00 PM Atty. Goss Re-Direct Exam of Witness Crews
Note: Harward, Sonya Asking follow-up questions regarding those asked by Chairman Gardner.

12:07:39 PM Atty. Goss to Witness Crews
Note: Harward, Sonya Asking follow-up question regarding those asked by Atty. Nguyen from Crews Testimony, p. 21, line 5.

12:10:21 PM Atty. Goss to Witness Crews
Note: Harward, Sonya Asking questions about the transmission dispute with LKE.

12:15:14 PM Atty. Goss to Witness Crews
Note: Harward, Sonya Asking Witness to tell the Commission why acquiring Bluegrass is still the best option for EKPC.

12:18:18 PM Atty. Kurtz Re-Cross Exam of Witness Crews
Note: Harward, Sonya Referencing the Application, p. 8, paragraph 19.

12:20:04 PM Atty. Kurtz to Witness Crews
Note: Harward, Sonya Referencing the Application, p. 9, paragraph 20.

12:22:52 PM Atty. Kurtz to Witness Crews
Note: Harward, Sonya Asking whether building the transmission line would be significantly less expensive.

12:23:20 PM Atty. Nguyen Re-Cross Exam of Witness Crews
Note: Harward, Sonya Asking if the ACES Evaluation took into account firm transmission costs.

12:24:02 PM Remarks Regarding Confidentiality Agreement/Session

12:25:19 PM Private Recording Activated

12:37:27 PM Public Recording Activated

12:37:28 PM RESUMED IN PUBLIC SESSION

12:37:31 PM Witness Jerry Purvis takes the stand and is sworn in.

12:38:01 PM Atty. Samford Direct Exam of Witness Purvis
Note: Harward, Sonya Director of Environmental Affairs for EKPC

12:38:38 PM Atty. Cook Cross Exam of Witness Purvis
Note: Harward, Sonya Asking whether the increased usage of the Bluegrass Units (if Commission approval is not received) could cause difficulties with complying to EPA regulations.

12:41:40 PM Atty. Cook to Witness Purvis
Note: Harward, Sonya Asking for the current number of hours the Bluegrass Units can operate.

12:42:15 PM Atty. Cook to Witness Purvis
Note: Harward, Sonya Referencing the response to Commission Staff's Second Request for Information, Item 14, regarding the compliance plan to the CCR rule and if they have been completed.

12:44:01 PM Atty. Cook to Witness Purvis
Note: Harward, Sonya Asking about the MATS rule.

12:45:43 PM Atty. Cook to Witness Purvis
Note: Harward, Sonya Asking if there were any significant changes from the originally proposed and final ELG rule.

12:46:21 PM	Atty. Cook to Witness Purvis Note: Harward, Sonya	Referencing Purvis Testimony, p. 9-10, regarding the cross state air pollution rule.
12:47:13 PM	Atty. Cook to Witness Purvis Note: Harward, Sonya	Referencing Purvis Testimony, p. 31, beginning at line 16, and asking Witness to read.
12:49:27 PM	Atty. Park Cross Exam of Witness Purvis Note: Harward, Sonya	Asking whether there are any wastewater streams at the Bluegrass Station being effected by the rule.
12:51:13 PM	Atty. Park to Witness Purvis Note: Harward, Sonya	Asking whether any of the four treatment options have changed in the final version of the rule.
12:52:26 PM	Atty. Park to Witness Purvis Note: Harward, Sonya	Asking if any compliance issues have arisen since Witness's testimony was filed.
12:53:00 PM	Chairman Gardner Cross Exam of Witness Purvis Note: Harward, Sonya	Asking about any changes to EKPC's compliance plan not having anything to do with the Bluegrass Station.
12:53:33 PM	Chairman Gardner to Witness Purvis Note: Harward, Sonya	Asking about the Bluegrass Units not coming under the clean power plan and whether it's due to their age.
12:55:10 PM	Witness Purvis dismissed from the stand.	
12:55:17 PM	Break for Lunch	
12:55:21 PM	Session Paused	
1:58:55 PM	Session Resumed	
1:59:07 PM	Witness Darrin Adams takes the stand and is sworn in.	
1:59:11 PM	Camera Lock Deactivated	
1:59:21 PM	Atty. Goss Direct Exam of Witness Adams Note: Harward, Sonya	Director of Power Delivery Planning, Design & Construction Group for EKPC
2:00:00 PM	Atty. Cook Cross Exam of Witness Adams Note: Harward, Sonya	Asking about potential extra costs for transmission and those costs being passed on to customers.
2:01:09 PM	Atty Cook to Witness Adams Note: Harward, Sonya	Asking for the estimated average cost a retail customer would pay.
2:03:04 PM	Atty Cook to Witness Adams Note: Harward, Sonya	Asking for the cost of a transmission line and the length of time it would take to build it.
2:04:28 PM	Atty. Kurtz Cross Exam of Witness Adams Note: Harward, Sonya	Referencing a map at the end of the Adams Testimony, and asking where a transmission line would go.
2:06:33 PM	Atty. Vinsel Direct Exam of Witness Adams Note: Harward, Sonya	Referencing the response to Commission Staff's First Request, Item 63, and asking if there have been any changes to the schedule there.
2:09:01 PM	POST HEARING DATA REQUEST by Atty. Vinsel Note: Harward, Sonya	Provide a copy of the revised NITS agreement when it is filed with FERC.
2:09:48 PM	Atty. Vinsel to Witness Adams Note: Harward, Sonya	Asking if the FERC ruling will have an impact on this transaction as it affects the Commission.
2:10:29 PM	Private Recording Activated	
2:12:09 PM	Witness Adams dismissed from the stand.	
2:12:17 PM	Public Recording Activated	
2:12:19 PM	RESUMED IN PUBLIC SESSION	

2:12:42 PM Witness James Read takes the stand and is sworn in.

2:12:56 PM Atty. Samford Direct Exam of Witness Read
Note: Harward, Sonya Principal with the Brattle Group, Consultant for EKPC

2:13:26 PM Atty. Kingsley Cross Exam of Witness Read
Note: Harward, Sonya Asking about the 2012 RFP.

2:16:04 PM Atty. Kingsley to Witness Read
Note: Harward, Sonya Asking about natural gas prices contributing to the value of the Bluegrass Station.

2:16:41 PM Atty. Kurtz Cross Exam of Witness Read
Note: Harward, Sonya Asking what transmission cost was assumed for Bluegrass.

2:18:11 PM Atty. Kurtz to Witness Read
Note: Harward, Sonya Referencing a letter in the report.

2:18:43 PM Atty. Samford - Interjection
Note: Harward, Sonya The information being discussed is confidential.

2:19:13 PM Atty. Vinsel Cross Exam of Witness Read
Note: Harward, Sonya Asking why the refresh was limited to natural gas.

2:20:35 PM Atty. Vinsel to Witness Read
Note: Harward, Sonya Asking about the 2012 RFP regarding a tolling agreement and why it was not considered in the refresh.

2:21:43 PM Chairman Gardner Cross Exam of Witness Read
Note: Harward, Sonya Asking about the diversification of the fleet.

2:25:19 PM Chairman Gardner to Witness Read
Note: Harward, Sonya Referencing the Read Testimony, p. 9, beginning on line 9, regarding the net present value.

2:27:46 PM Private Recording Activated

2:37:21 PM Public Recording Activated

2:38:00 PM RESUMED IN PUBLIC SESSION

2:38:15 PM Witness Ralph Luciani takes the stand and is sworn in.

2:38:33 PM Atty. Samford Direct Exam of Witness Luciani
Note: Harward, Sonya Director of Navigant Consulting, Consultant for EKPC

2:39:09 PM Atty. Beyer Cross Exam of Witness Luciani
Note: Harward, Sonya Referencing the response to Commission Staff's Second Request for Information, Item 3.a., regarding modifications to PJM performance market rules.

2:40:37 PM Atty. Beyer to Witness Luciani
Note: Harward, Sonya Asking about the factors that influenced the difference between the \$120 figure and the \$31 figure. Referencing the response to Commission Staff's Second Request for Information, Item 3, p. 3 of 4.

2:43:47 PM Atty. Beyer to Witness Luciani
Note: Harward, Sonya Referencing the response to Commission Staff's Second Request, Item 3, p. 3 of 4, the last sentence, regarding the results of the auction.

2:45:14 PM Atty. Beyer to Witness Luciani
Note: Harward, Sonya Referencing the supplemental response to Commission Staff's First Request, Items 20.

2:47:54 PM Private Recording Activated

3:01:08 PM Public Recording Activated

3:01:09 PM RESUMED IN PUBLIC SESSION

3:01:10 PM Witness Mike McNally takes the stand and is sworn in.

3:01:33 PM Atty. Samford Direct Exam of Witness McNally
Note: Harward, Sonya Executive Vice President and Chief Financial Officer for EKPC

3:01:57 PM Atty. Cook Cross Exam of Witness McNally
Note: Harward, Sonya Referencing the Application, paragraph 46, regarding long-term financing updates.

3:03:05 PM	Atty. Cook to Witness McNally Note: Harward, Sonya	Asking what will happen (if the Commisison approves this application) to the TIER and DSC ratings following the tender of the purchase price.
3:03:48 PM	Atty. Cook to Witness McNally Note: Harward, Sonya	Referencing response to Commission Staff's First Request for Information, Item 57, regarding status of negotiations.
3:05:28 PM	Atty. Cook to Witness McNally Note: Harward, Sonya	Asking what each EKPC member owner would pay if EKPC has to go with the point-to-point transmission system.
3:06:03 PM	Atty. Kurtz Cross Exam of Witness McNally Note: Harward, Sonya	Referencing McNally Testimony, p. 3.
3:08:39 PM	Atty. Beyer Cross Exam of Witness McNally Note: Harward, Sonya	Referencing the response to Commisison Staff's First Request, Item 57, regarding the advantages and disadvantages of terminating the lease agreement and unwinding the bonds with Oldham County.
3:10:11 PM	Atty. Beyer to Witness McNally Note: Harward, Sonya	Asking about acquisition of the Bluegrass Station reducing the equity ratio from 15.6 percent to 15 percent.
3:10:35 PM	POST HEARING DATA REQUEST by Atty. Beyer Note: Harward, Sonya	Provide the calculation to support the .6 percent reduction of the equity ratio.
3:10:50 PM	Atty. Beyer to Witness McNally Note: Harward, Sonya	Referencing McNally Testimony, Exhibit MM-3, regarding the breakdown of the cost of the Bluegrass Station.
3:11:20 PM	Atty. Beyer to Witness McNally Note: Harward, Sonya	Referencing the Application, Exhibit 2, Exhibit B. (Distributes a copy for reference only.)
3:13:08 PM	POST HEARING DATA REQUEST by Atty. Beyer Note: Harward, Sonya	Provide the reporting entries that will made be when recording the transaction and estimated transaction cost for the Bluegrass Station.
3:14:03 PM	Private Recording Activated	
3:24:07 PM	Public Recording Activated	
3:24:15 PM	RESUMED IN PUBLIC SESSION	
3:24:41 PM	Witness Craig Johnson takes the stand and is sworn in.	
3:24:59 PM	Atty. Goss Direct Exam of Witness Johnson	
3:25:36 PM	Atty. Park Cross Exam of Witness Johnson Note: Harward, Sonya	Referencing the response to Staff's First Request for Information, Item 14.c.(3), regarding major equipment issue.
3:28:14 PM	Atty. Park to Witness Johnson Note: Harward, Sonya	Asking for the projected costs to replace the cracked diaphragm.
3:28:55 PM	POST HEARING DATA REQUEST by Atty. Park Note: Harward, Sonya	Provide the cost to replace the cracked diaphragm on Unit 3.
3:29:43 PM	Atty. Park to Witness Johnson Note: Harward, Sonya	Referencing the ACES Report, p. 3, bottom of page, asking how EKPC arrived at the estimated forecasted maintenace costs.
3:31:17 PM	Atty. Park to Witness Johnson Note: Harward, Sonya	Asking how long it will take to construct a back-up fuel system at the Bluegrass Station.
3:31:47 PM	Witness Johnson is dismissed from the stand.	
3:31:56 PM	Atty. Goss - Asking if anyone has questions for three other EKPC staff members.	
3:32:17 PM	Review of the POST HEARING DATA REQUESTS	
3:37:05 PM	POST HEARING DATA REQUEST DUE NOV. 13, 2015	
3:37:36 PM	AG'S BRIEF DUE NLT NOV. 20 - OPTIONAL	
3:38:52 PM	Atty. Goss Introduces Atty. Evan Buckley	

3:39:15 PM Atty. Goss - Congrats to Vice Chairman Logsdon
3:39:29 PM Hearing Adjourned
3:39:37 PM Session Paused
3:46:21 PM Session Ended

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