

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	CASE NO.
ADJUSTMENT CLAUSE OF EAST)	2018-00019
KENTUCKY POWER COOPERATIVE,)	
INC. FROM MAY 1, 2017 THROUGH)	
OCTOBER 31, 2017)	

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION
TO EAST KENTUCKY POWER COOPERATIVE, INC.

East Kentucky Power Cooperative, Inc. ("East Kentucky"), pursuant to 807 KAR 5:001, is to file with the Commission an original and an electronic version of the following information. The information requested herein is due no later than April 4, 2018. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

East Kentucky shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which East Kentucky fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, East Kentucky shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the response to Commission Staff's first request for information ("Staff's first request"), Item 2. This response shows that during the period under review, East Kentucky had several contracts under which more tons were received in the review period than the tonnage requirement. In addition, Spurlock Station Contract Nos. 800, 504, 522, and 530 all had relatively large over-deliveries. Explain if these excess tons are carryover tonnage that is being made up, or if the contracts are ahead of schedule.

2. Refer to the response to Staff's first request, Item 3. This response shows that the Cooper Station had a coal inventory level of 40 days, and that its target inventory level is 40-60 days. Given that the Cooper Station is a small station, and it takes more

deliveries under spot, rather than long-term, contracts, explain why its target coal inventory level is larger than the Spurlock Station target inventory level of 25–45 days.

3. Refer to the response to Staff's first request, Item 9. The response states: "East Kentucky did execute a barge transportation contract with Ingram Barge Company, LLC, on July 12, 2017, to replace the barge transportation contract with Crouse Corporation that ended January 31, 2018." Explain if East Kentucky audited the referenced contract or simply entered into it during the review period.

4. Refer to the response to Staff's first request, Item 15, page 13 of 50. Provide a status update on the GSU transformer.

- a. Explain if this type of outage is common.
- b. Explain what causes a GSU transformer to lock out.

5. Refer to the response to Staff's first request, Item 15, page 43 of 50.

a. Confirm that the Hardin County Landfill unit 1 did not operate during the review period.

b. In a previous East Kentucky Fuel Adjustment Clause review case, East Kentucky stated that it was considering relocating this unit. Explain if any locations have been explored as a potential site to relocate this unit.



Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED MAR 28 2018

cc: Parties of Record

*L Allyson Honaker
Goss Samford, PLLC
2365 Harrodsburg Road, Suite B325
Lexington, KENTUCKY 40504

*David S Samford
Goss Samford, PLLC
2365 Harrodsburg Road, Suite B325
Lexington, KENTUCKY 40504

*Isaac Scott
Pricing Manager
East Kentucky Power Cooperative, Inc.
P. O. Box 707
Winchester, KY 40392-0707

*Patrick Woods
East Kentucky Power Cooperative, Inc.
P. O. Box 707
Winchester, KY 40392-0707

*East Kentucky Power Cooperative, Inc.
4775 Lexington Road
P. O. Box 707
Winchester, KY 40392-0707

*East Kentucky Power Cooperative, Inc
East Kentucky Power Cooperative, Inc.
4775 Lexington Road
P. O. Box 707
Winchester, KY 40392-0707