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MAR 22 2011 PUBLIC SERVICE COMMISSION

Linda Faulkner Filings Division Director Public Service Commission Frankfort, KY 40602

RE: Case No 2010-00516 Filing Deficiencies

In response to your letter on January 24, 2011 we have compiled the following information.

Big Sandy RECC's Main Office and warehousing is located at 504 11th Street, Paintsville, KY. The facility was constructed in the late 1960's. This facility was built when Big Sandy served approximately 6,000 members. Big Sandy has grown to a present membership of more than 13,000 members. The original warehousing/operations facility has aged over the years and no longer meets the needs of our organization. The current warehouse and storage area has developed structural problems. The building is located on an area that has suffered repeated flooding and water saturation over the years. As a result the structure has experienced uneven settlement creating cracks in the structure. The structure has become a concern and it is believed that the best long term solution is demolition and construction of a new building. The area where the current building is located is still subject to flooding and the surrounding grounds are often saturated with water. Any new construction on the existing site would be complicated by this situation. The site would require extensive fill to raise the elevation, require permitting that may be difficult, and result in substantial cost to Big Sandy and not address the need for additional room.

Big Sandy RECC proposes to build a new (15,000 sq.ft.) Operations center that will allow us to more adequately serve the needs of our membership. This facility will house construction/maintenance crews, vehicle maintenance, engineering, warehousing, mapping, and supervisory personnel for all operations activities. The proposed operations center will allow a more streamlined process for maintenance and construction for our membership. All Operations processes will take place in one building and allowing easier and faster collaboration between operations personnel.

Administrative offices and payment center will remain at its present location.

Big Sandy RECC has acquired 2.3 acres of property located 1.9 miles south from our Main Office complex on Kentucky Route 321.

The property is centrally located in Big Sandy's service territory. The location is 17 miles from our northern territorial boundary, 17 miles from our eastern boundary, 10 miles from our western boundary, and 27 miles from our southern boundary. This location is an excellent choice for a new Operations Center. See Attachments for location and overview of the property.

The cost of the property and site preparation is estimated at \$250,000 dollars.

Big Sandy has contracted an architect to provide a conceptual design sufficient to provide a preliminary estimate of the total construction cost.

The estimated cost of construction is as follows:

Property & Site Preparation	\$250,000
Architectural Fees	\$62,500
Sewer System	\$10,000
Construction (including)	\$1,418,481
Generator	\$75,000
Total	\$1.815.981

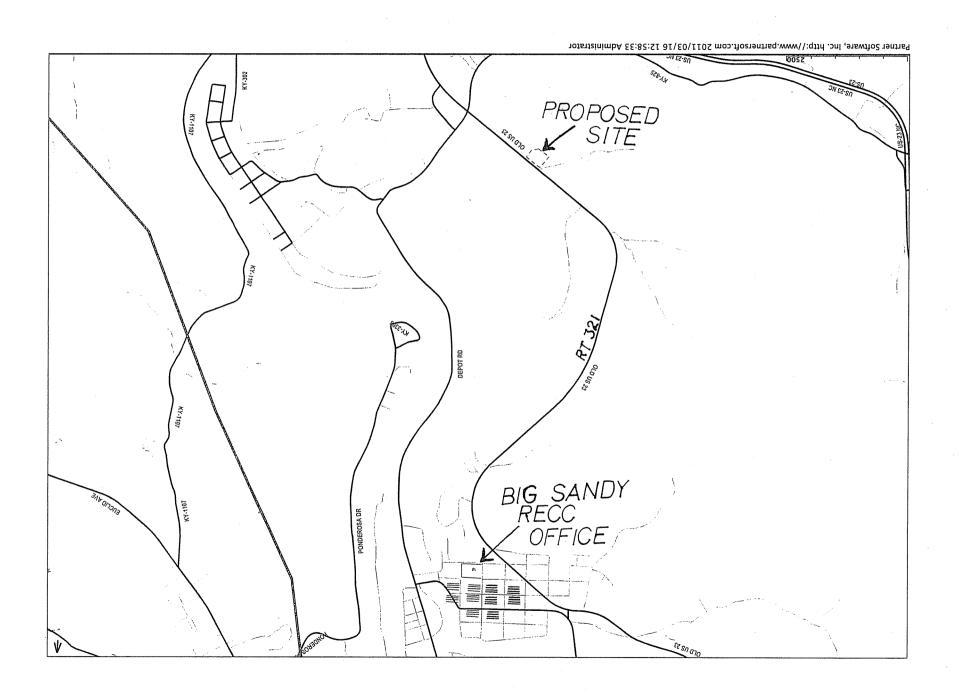
Big Sandy RECC feels that this investment is necessary and justified. A new Operations center will replace an aged building with safety concerns, provide for future construction and maintenance of Big Sandy distribution plant, improve the service available to our membership, and allow Big Sandy to continue to provide for the needs of its membership.

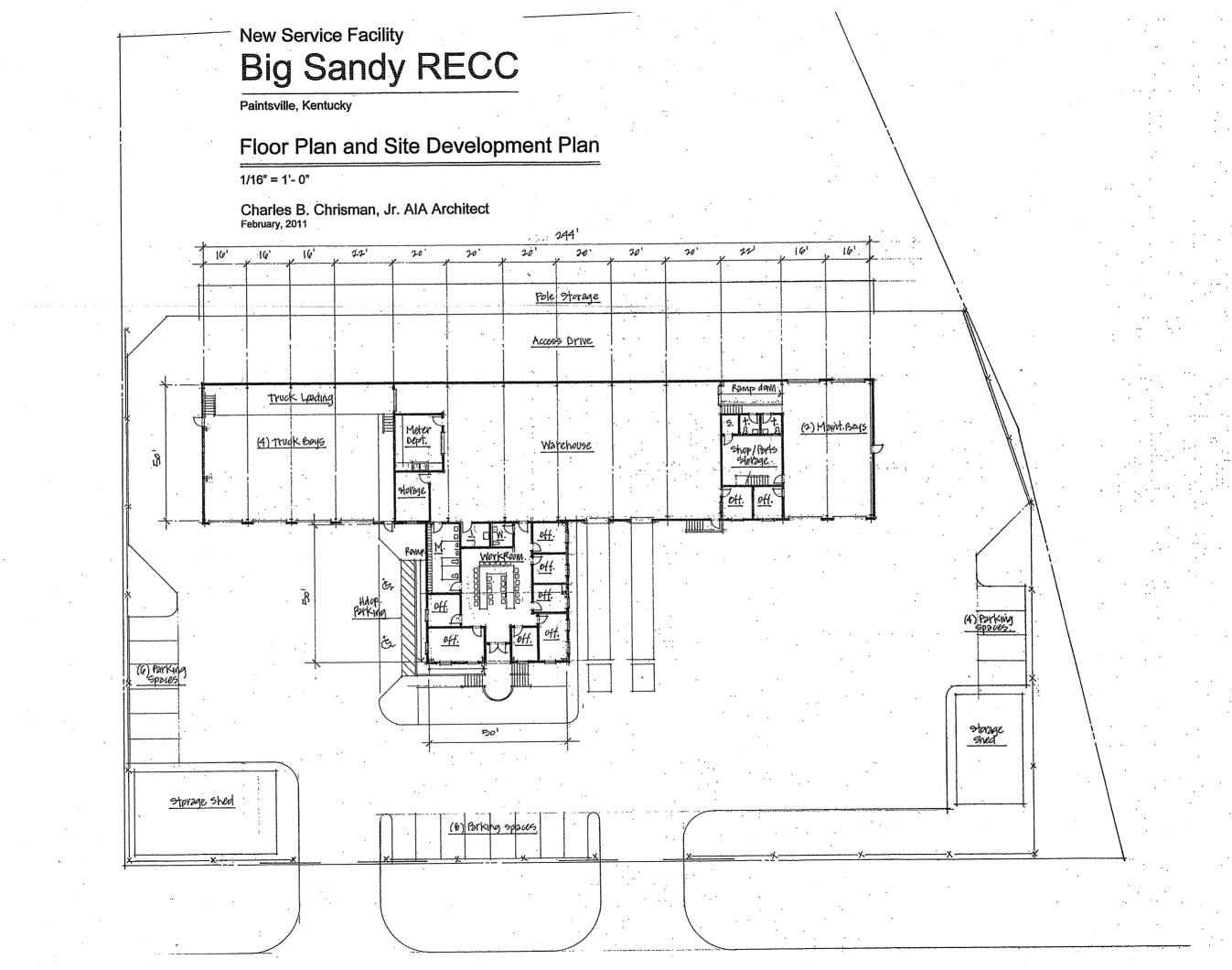
Maps and concept drawings are attached.

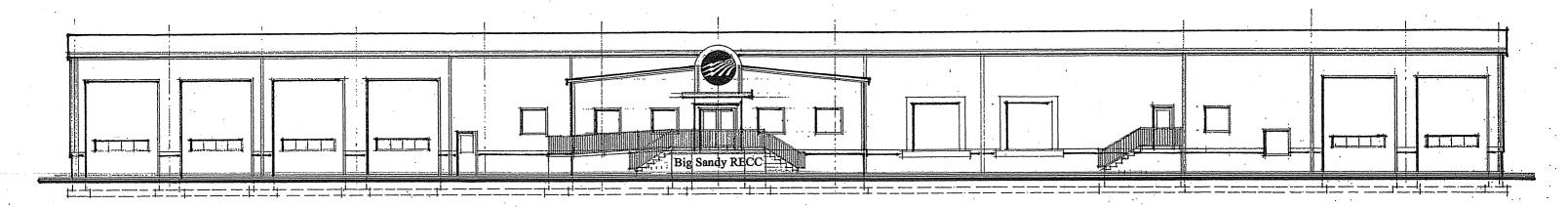
Sincerely,

CEO Big Sandy RECC

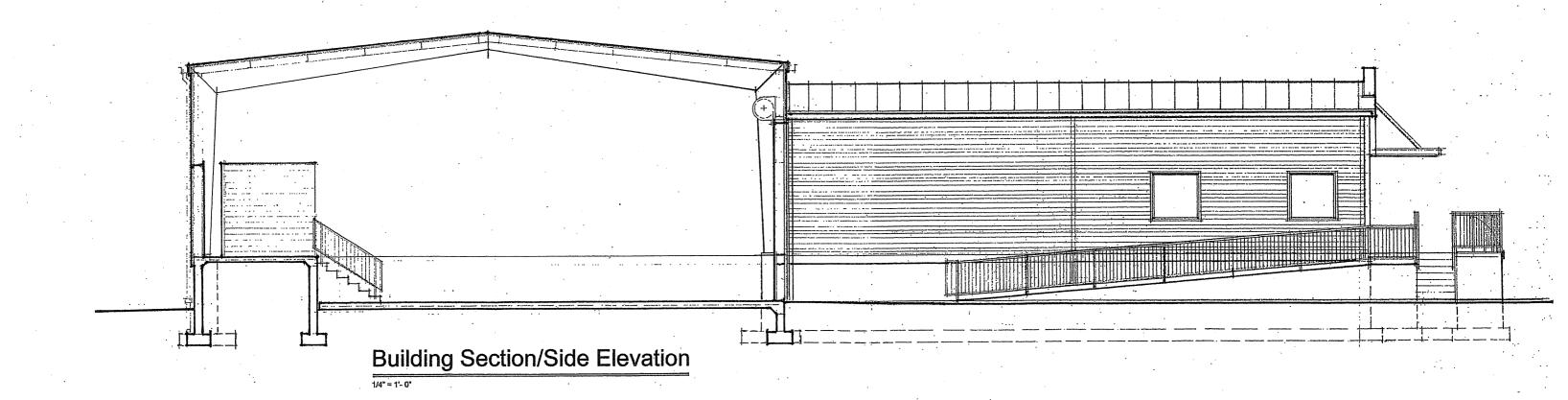
Dave Estepp







Front Elevation



CASE NO: 2010-00516

CONTAINS LARGE OR OVERSIZED MAP(S)

RECEIVED ON: March 22, 2011