

201 Third Street P.O. Box 24 Henderson, KY 42419-0024 270-827-2561 www.bigrivers.com

#### VIA FedEx OVERNIGHT DELIVERY

August 13, 2018

Ms. Gwen R. Pinson Executive Director Public Service Commission of Kentucky 211 Sower Boulevard Frankfort, KY 40601 RECEIVED

AUG 1 4 2018

PUBLIC SERVICE COMMISSION

#### In the Matter of:

In the Matter of Joint Application of Kenergy Corp. and Big Rivers Electric Corporation for Approval of Contracts and for a Declaratory Order - Case No. 2013-00413

Dear Ms. Pinson:

Ordering paragraph number 5 of the order of the Public Service Commission ("Commission"), dated January 30, 2014, in the above-referenced docket requires Big Rivers Electric Corporation ("Big Rivers") to file quarterly updates detailing the revenues and expenses it has incurred in connection with the transaction that was the subject of this proceeding. On February 14, 2018, Big Rivers filed a motion to be relieved of the obligation to file such quarterly reports. As that motion is still pending, Big Rivers is filing its next quarterly report with this letter. Enclosed are an original and five (5) copies of Big Rivers' quarterly update.

Please confirm the Commission's receipt of this information by having the Commission's date stamp placed on the enclosed additional copy and returning it to Big Rivers in the self-addressed, postage paid envelope provided.

I certify that on this date, copies of this letter and enclosures were sent to each of the persons on the attached service list by first-class U.S. mail, postage pre-paid.

Please feel free to contact me with any questions about this filing.

Sincerely,

Tyson Kamuf

Corporate Attorney, Big Rivers Electric Corporation

#### BIG RIVERS ELECTRIC CORPORATION

# JOINT APPLICATION OF KENERGY CORP. AND BIG RIVERS ELECTRIC CORPORATION FOR APPROVAL OF CONTRACTS AND FOR A DECLARATORY ORDER CASE NO. 2013-00413

#### Service List

Hon. Kent A. Chandler
Hon. Justin M. McNeil
Hon. Lawrence W. Cook
Hon. Rebecca Goodman
Assistant Attorneys General
700 Capital Avenue
Capital Building, Suite 20
Frankfort, KY 40601
Kent.Chandler@ky.gov
Justin.McNeil@ky.gov
Larry.Cook@ky.gov
Rebecca.Goodman@ky.gov

Hon. Michael L. Kurtz
Hon. Kurt J. Boehm
Hon. Jody Kyler Cohn
Boehm, Kurtz & Lowry
36 E. Seventh St., Suite 1510
Cincinnati, OH 45202
MKurtz@BKLlawfirm.com
KBoehm@BKLlawfirm.com
JKylerCohn@BKLlawfirm.com

Hon. Robert A. Weishaar, Jr. McNees Wallace & Nurick LLC 1200 G Street, NW Suite 800 Washington, DC 20005-6705 bweishaar@mcneeslaw.com Hon. Robert C. Moore Stites & Harbison 421 W. Main Street Frankfort, KY 40602 rmoore@stites.com

Mr. Michael Early Century Aluminum One South Wacker Drive, Suite 1000 Chicago, IL 60606

Mr. Michael W. Chambliss Interim President & CEO Jackson Purchase Energy Corp. 2900 Irvin Cobb Drive P.O. Box 4030 Paducah, KY 42002-4030 Mike.chambliss@jpenergy.com Hon. Mark Davis Goss
Hon. David S. Samford
Goss Samford, PLLC
2365 Harrodsburg Road, Suite B325
Lexington, KY 40504-3300
mark@gosssamfordlaw.com
davis@gosssamfordlaw.com

#### BIG RIVERS ELECTRIC CORPORATION

# JOINT APPLICATION OF KENERGY CORP. AND BIG RIVERS ELECTRIC CORPORATION FOR APPROVAL OF CONTRACTS AND FOR A DECLARATORY ORDER CASE NO. 2013-00413

#### Service List

Mr. Marty Littrel
Meade County RECC
1351 Hwy. 79
P.O. Box 489
Brandenburg, KY 40108
mlittrel@mcrecc.com

Mr. Jeff Hohn Kenergy Corp. 3111 Fairview Drive P.O. Box 1389 Owensboro, KY 42302-1389 JHohn@kenergycorp.com Hon. Thomas C. Brite Brite & Hopkins, PLLC 107 South Main Street Hardinsburg, KY 40143 tbrite@bbtel.com

Hon. J. Christopher Hopgood Dorsey, Gray, Norment & Hopgood 318 Second Street Henderson, KY 42420 chopgood@dkgnlaw.com

#### **BIG RIVERS ELECTRIC CORPORATION**

# JOINT APPLICATION OF KENERGY CORP. AND BIG RIVERS ELECTRIC CORPORATION FOR APPROVAL OF CONTRACTS AND FOR A DECLARATORY ORDER CASE NO. 2013-00413

## Response to Commission Order dated January 30, 2014 Ordering Paragraph 5

### August 14, 2018

1	Ordering Paragraph 5) Big Rivers and Kenergy shall individually file					
2	within 45 days of the end of each calendar quarter, with copies served to					
3	the parties to this case, a report detailing the revenues and expenses					
4	incurred by each in connection with each component of the Century Sebree					
5	Transaction Agreements, including the energy usage consumed by Century					
6	Sebree expressed in either MWh or kWh.					
7						
8	Response) Attached hereto is Big Rivers' report for the calendar quarter ending					
9	June 30, 2018.					
10						
11	Respondent) Paul G. Smith					
12						

### Big Rivers Electric Corporation Case No. 2013-00413

# **Century Sebree Transaction Agreements Revenue and Expense Detail**

(Big Rivers Invoiced to Kenergy and/or Century) <sup>1</sup> For the Quarter Ended June 30, 2018

ELECTRIC SERVICE AGREEMENT/ARRANGEMENT AND PROCUREMENT AGREEMENT <sup>2</sup>				
Applicab	le Section of Agre	ement		Amount
4.2		Applicable RTO Charges		
	4.2.1/4.2.3/4.2.5	5 MISO settlement Statement Activity		
		BR_SEBRAO Settlement Statements	\$	-
		ZRC attributable to BREC.SEBREE	\$	
		FTR/ARR attributes to BREC.SEBREE	\$	-
	4.2.2	2 Transmission Services (AREF#NL1442)	\$	-
	4.2.4	Transmission Upgrades (Sch 26A)	\$	-
<b>OPERAT</b>	TIONAL SERVIC	CES AGREEMENT <sup>2</sup>		
Applicab	le Section of Agre	ement		
5.1		Reimbursement and Payment		
	6.1.2(i)	Excess Reactive Demand	\$	5,468.43
	6.1.2(ii)	Excess Energy Rate	\$	-
IRECT	AGREEMENT 3			
Applicab	le Section of Agre	eement		
4.1		Direct Payment Obligations		
		Century shall reimburse Big Rivers for:		
	4.1(d)(i)	all other third-party, out of pocket Costs of Big Rivers	\$	-
	4.1(d)(iii)	the Cost, including allocated internal overhead costs, of		
		(A) 1.25 full-time-equivalent employees of Big Rivers with respect to the period in which Big Rivers is the Market Participant, or	\$	-
		(B) 0.5 full-time-equivalent employee of Big Rivers with respect to the period in which Big Rivers is not the Market Participant	\$	23,459.82
		Total Quarter Ended June 30, 2018	\$	28,928.25
		Total kWh Consumption Quarter Ended June 30, 2018 1	-	-
	Note(s):	<ol> <li>Effective January 1, 2015, Big Rivers was no longer the MISO Market Participant for Century Aluminum.</li> <li>Applicable amounts billed to Kenergy include ongoing MISO market power transaction settlement true-ups under 2014 ESA and APA Agreements and operational costs under the OSA Agreement effective January 1, 2015, and charges to Century Aluminum from Kenergy.</li> <li>Applicable amounts include charges billed directly to Century Aluminum under the Direct Agreement effective exclude any direct charges to Century Aluminum from Kenergy.</li> </ol>	exclude ar	ny direct