

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF DUKE ENERGY)
KENTUCKY, INC., FOR A CERTIFICATE OF PUBLIC) CASE NO.
CONVENIENCE AND NECESSITY AUTHORIZING) 2026-00112
THE CONSTRUCTION OF A GAS PIPELINE)
EXTENSION IN INDEPENDENCE, KENTUCKY)

DIRECT TESTIMONY OF

MELTON A. HUEY

ON BEHALF OF

DUKE ENERGY KENTUCKY, INC.

May 1, 2026

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I. INTRODUCTION AND PURPOSE

1 **Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.**

2 A. My name is Melton A. Huey and my business address is 525 South Tryon Street,
3 Charlotte, North Carolina 28202.

4 **Q. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?**

5 A. I am employed by Duke Energy Business Services LLC (DEBS) as General
6 Manager - Engineering, Planning, & Pipeline Integrity on behalf of Duke Energy
7 Corporation's (Duke Energy) Natural Gas Business Unit (NGBU). The NGBU
8 organization is responsible for the safe operation of all natural gas assets owned
9 and operated by Duke Energy and affiliated companies of Duke Energy, including
10 Duke Energy Kentucky, Inc. (Duke Energy Kentucky or Company). Further,
11 DEBS provides various administrative and other services to Duke Energy
12 Kentucky and other affiliated companies of Duke Energy.

13 **Q. PLEASE BRIEFLY DESCRIBE YOUR EDUCATIONAL BACKGROUND**
14 **AND PROFESSIONAL EXPERIENCE.**

15 A. I received a Bachelor of Science degree in Chemical Engineering from
16 Mississippi State University in 1980. I am a Registered Professional Engineer in
17 the State of Texas. From 1980 through 1987, I worked at Texaco U.S.A in several
18 natural gas engineering roles. From 1988 through mid-1994, I worked at Delhi
19 Gas Pipeline Corporation as a System Superintendent and regional engineering
20 roles. From mid-1994 through 1996, I worked at Nicol & Associates as a senior
21 consultant for natural gas engineering projects. From 1997 through early 2017, I
22 worked at Washington Gas in various director roles. I began my career at Duke

1 Energy in 2017 as director of Natural Gas Asset Risk Management. In 2024, I
2 assumed my current role as General Manager – Engineering, Planning, & Pipeline
3 Integrity.

4 **Q. PLEASE SUMMARIZE YOUR RESPONSIBILITIES AS GENERAL**
5 **MANAGER – ENGINEERING, PLANNING, & PIPELINE INTEGRITY.**

6 A. I am responsible for leading the design, engineering, technical support, system
7 planning, transmission integrity management, distribution integrity management,
8 and corrosion control teams that work to facilitate safe, reliable, and efficient
9 natural gas delivery, investment prioritization, and compliance with all state and
10 federal natural gas regulations for the NGBU within Duke Energy.

11 **Q. HAVE YOU PREVIOUSLY TESTIFIED BEFORE THE KENTUCKY**
12 **PUBLIC SERVICE COMMISSION?**

13 A. Yes. Most recently I provided testimony in support of the Company’s Certificate
14 of Public Convenience (CPCN) Application for Phase Five of its AM07 natural
15 gas pipeline replacement project in Case No. 2026-00086.

16 **Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS**
17 **PROCEEDING?**

18 A. My testimony provides a brief overview of Duke Energy Kentucky and its natural
19 gas operations. I provide a summary of the Company’s request in this proceeding
20 for a CPCN and also discuss the need for and reasonableness of the Company’s
21 proposal to construct a new natural gas pipeline, consisting of four, six, and eight
22 inch diameter pipeline segments, approximately 1.75 miles in total length in

1 Independence, Kentucky (Project), which will extend the existing UL45 pipeline,
2 including the benefits to customers.

II. OVERVIEW OF DUKE ENERGY KENTUCKY

3 **Q. PLEASE GENERALLY DESCRIBE DUKE ENERGY KENTUCKY'S**
4 **OPERATIONS.**

5 A. Duke Energy Kentucky is a regulated utility operating company that provides
6 retail electric services in five counties and natural gas service in seven counties in
7 northern Kentucky. Duke Energy Kentucky's local business office is in Erlanger,
8 Kentucky, with the main business office in Cincinnati, Ohio. Duke Energy
9 Kentucky serves a relatively densely populated territory that, though not heavily
10 industrialized, includes a fairly diverse mix of customers.

11 Duke Energy Kentucky currently provides natural gas distribution service
12 to approximately 100,000 customers in Boone, Bracken, Campbell, Gallatin,
13 Grant, Kenton, and Pendleton Counties in northern Kentucky. The Company also
14 owns, operates, and maintains approximately 1,620 miles of mains on our natural
15 gas distribution system. Duke Energy Kentucky's gas and electric service
16 territories encompass approximately 563 and 700 square miles, respectively.

17 Duke Energy's Gas Operations business is organized into the following
18 functional groups: construction and maintenance, gas engineering, gas supply,
19 integrity management, performance and compliance management, and our service
20 delivery organization. These functional groups are designed to ensure the safe,
21 reliable, and economic supply of natural gas services to Duke Energy Kentucky's
22 customers. Gas Operations employs approximately 400 individuals who manage

1 the day-to-day operations of both the Kentucky and Ohio businesses.
2 Additionally, Gas Operations has approximately 400 contract employees to assist
3 in our mission.

III. DUKE ENERGY KENTUCKY'S APPLICATION
TO CONSTRUCT A PIPELINE

4 **Q. PLEASE BRIEFLY SUMMARIZE DUKE ENERGY KENTUCKY'S**
5 **APPLICATION AND THE RELIEF REQUESTED IN THIS**
6 **PROCEEDING.**

7 A. Duke Energy Kentucky is requesting the Commission issue a CPCN to begin
8 construction of a new natural gas pipeline.

9 **Q. PLEASE DESCRIBE THE CONSTRUCTION PROPOSED IN THIS**
10 **APPLICATION.**

11 A. Duke Energy Kentucky is proposing to construct a new steel high pressure natural
12 gas pipeline, consisting of four, six and eight inch segments, that will flow east to
13 west across the central part of the Company's service territory. Once completed,
14 the Project is estimated to be approximately 1.75 miles in total length and will
15 extend the Company's existing UL45 pipeline.

16 **Q. WHY IS THE PROJECT NEEDED?**

17 A. The Project will add much needed supply and improved reliability in the central
18 portion of the Company's natural gas delivery system in an area that is seeing
19 rapid growth, providing a critical and necessary restoration of pressure along the
20 high-pressure distribution system that is required to provide reliable service
21 during severe winter weather. Although Duke Energy Kentucky has been able to
22 meet customer needs with safe and reliable natural gas service, the Company must

1 properly time its infrastructure investments to respond to anticipated needs of our
2 customers, improve the system integrity, and to alleviate stresses to the overall
3 distribution system. The Project is necessary to respond to the needs of our
4 customers and maintain existing levels of quality service and enhance reliability.

5 **Q. PLEASE DESCRIBE THE BENEFITS OF THE PROJECT.**

6 A. This new pipeline will provide additional reliability to Duke Energy Kentucky's
7 natural gas delivery system. The existing UL45 pipeline is an east-west pipeline
8 that feeds the central portion of the Company's service territory. UL45 receives
9 its supply from the constrained UL07 pipeline which connects back to a primary
10 north-south line, AM03. The project parallels the UL07 pipeline back to AM03,
11 providing critical looping to reduce pressure losses in the UL07 pipeline and
12 provides the necessary inlet pressures to local delivery stations on UL07 and
13 UL45 that serve the surrounding communities. The Project will allow additional
14 natural gas pipeline capacity in areas of the service territory that are close to full
15 utilization. These areas are experiencing low pressure in times of high
16 consumption and the new pipeline will alleviate this pressure issue by increasing
17 access to supply.

18 **Q. PLEASE EXPLAIN HOW THE PROJECT WILL IMPROVE**
19 **SATISFACTION AND CONVENIENCE TO CUSTOMERS.**

20 A. The additional capacity will allow the Company to continue to accommodate load
21 growth in the area and enhance levels of reliability during periods of high
22 consumption. In addition, this additional pipeline will provide a level of system
23 redundancy in terms of looping capability when there are constraints along the

1 existing pipeline due to scheduled or emergency outages. This capability will
2 reduce the likelihood of customer outages that could occur without this capability.

3 **Q. DO YOU BELIEVE THE PROJECT IS REASONABLE AND**
4 **NECESSARY?**

5 A. Yes. This project provides a critical and necessary restoration of pressure along
6 the high-pressure distribution system in northern Kentucky that is required to
7 provide reliable service during severe winter weather. The Project also increases
8 available capacity throughout Boone and Kenton Counties.

9 **Q. WILL THE PROJECT INTERFERE WITH ANY OTHER UTILITY'S**
10 **OPERATIONS.**

11 A. No, the Project will not interfere with any other utility's operations.

12 **Q. WILL THE PROJECT DUPLICATE THE FACILITIES THAT DUKE**
13 **ENERGY KENTUCKY ALREADY HAS IN PLACE?**

14 A. No.

15 **Q. IS THE COMPANY'S INVESTMENT IN THE PROJECT REASONABLE**
16 **IN RELATION TO THE SERVICE THAT NEW FACILITIES WILL**
17 **PROVIDE?**

18 A. Yes.

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