

RECEIVED

OCT 18 2018

PUBLIC SERVICE
COMMISSION

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Ky Public Service Commission

Case no. 2018-00209

OCT 11, 2018

Pertaining to Enterprise Industrial Park
Economic Project:

Its great news Enerblu and Siliverline are bring jobs to East Ky. East Ky. Citizens need these jobs desperly. One of my concerns is that Enerblu and siliverline are start up Companies which will need a lot of goverment help, financially. I pray and hope all the projected jobs become a reality and come to pass.

I visited the Enterprise Ind. Park on Oct. 11, 2018. Siliverline was building its building. There was a 3 phaze distribution line built to siliverlinen building which came across most of Enterprise Ind. park surface area from toward the Island Creek direction. There was another 3 phaze distribution coming from toward Ford Br. substation. Since Chaprell Coal Co. mined in this area for years with coal mines, coal tipple, and a load out, why can't Enterprise Ind. Park be supplied from the infrastructure already in place to see what if all the jobs come to pass.

Pertaining: TO Commission staff first
first set of data request Sept 18, 2018

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Kentucky power Co. Reponse Kpco R Kpsc - 9182018 Pdf

Item NO. 3a attachment 1 page 1 of 1
Transmission line work including right of way acquisition cost estimates of \$19,900,000 for this part of the project

① there are a total of 16 structures to be built on the transmission line from Sprigg - Beaver Crk. 138 KV Transmission line to Enterprize Ind. Park including wire, insulators, right-way, labor, engineering for a cost of \$19,900,000. that is $\$19,900,000 \div 16 \text{ structures} = \$1,243,750$ per structure. These prices are ridiculous. The Kpsc customers are getting robbed by Ky. power Co.

② This statement also shows a \$12,200,000 estimate for out side services. That is $\$12,200,000 \div 16 \text{ structures} = \$762,500$ outside service estimate per structure. Again Kpsc customers are getting robbed.

③ Commission need to look at the other cost on this statment labor, material, contigency, Outsider services, Transmission and make sure The estimates are fair and honest.

④ Kpsc need to help Kpsc customers by

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Keeping down cost to keep power bills fair and affordable

Now: Item No. 3B attachment 1 page 1 of 1
Kenawee substations Improvements
to be made by KPCO at New substation

① Labor cost estimate of \$460,000 for Kenawee substation compared to a cost of \$250,000 for labor on the transmission statement Item 3a attachment 1 page 1 of 1. It takes a lot more labor to build a transmission line than it does a substation.

② Estimate of \$5,800,000 for outside services on the Kenawee substation what is this \$5,800,000 for when it will only take 2 weeks to 3 weeks to set up a substation which is a long time. There is a labor cost of \$460,000 projected already in Item No. 3b attachment 1 page 1 of 1 for new substation

③ Estimates for material is \$5,100,000 for new Kenawee substation while material for new transmission line is \$2,530,000. Need to compare. Need a bill of material of prices from companies KPCO purchased materials from to keep KPCO honest.

④ \$5,800,000 is too much for outside services for a substation. KPCO customers

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are being taken advantage of again by Kpco by about \$5,500,000 dollars.

⑤ Kpco need to be fair & honest and help keep rates low as possible.

now: Item No. 3C attachment 1 page 1 of 1 Retirement of Ford Br. 46 KV Substation

① I drove by Ford Br. 46 KV Substation 10-11-2018. I looked the substation over. I think one weeks work would allow enough time to take down the substation and do what work is needed there.

② Retirement of the Ford's branch substation \$567,000 showing for outside services which is excessive for the amount of work to be done.

③ the contingency is \$100,000. which is excessive.

④ Ferc account/ plant statement is confusing since there are station equipment to in stalled.

⑤ Need to send someone to investigate the amount of labor to disassemble this power plant

⑥ Kpco need to keep prices for jobs fair and honest.

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NOW: Item no. 3d. attach 1 of 1
Cedar Creek 138/69/46 KV substation Upgrade

① Outside services of \$300,000 is excessive.

Kpco need to investigate these 4 Cost Estimate statements because they are bloated and excessive. Kpco Customers are being took advantage of.

Pertaining to Transco purchasing 6 138KV circuit breakers arranged in a ring bus configuration. Request staff 1-7

① I do not think that allowing Ky. Transco to purchase the six circuit breakers will help Kpco Customers in anyway.

② If transco is allowed to purchase these 6 circuit breaker, Ky. transco will want payment By some type. I assume it will be a lease paid thru tariffs or surcharges. Therefore Kpco Customers will never get this lease paid off.

③ I am against allowing Ky transco from purchasing these 6 circuit breakers. because it will result in more tariffs and add-ons.

④ For as moody's credit rating, I donot think that the 3.3 million dollar investment by Transco will make any difference in

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credit rating, since Kypco is investing 33.6 in Enterprize Ind. park project and funding two more projects

⑤ what is hurting Kypco credit rating is the 500 + million dollars purchase of $\frac{1}{2}$ of Mitchell power plant, 400 + million dollar a Big Sand power plant at Louisa, Ky, 50 million dollar debt for lease at Rockport power plant, Indiana., plus a lot more debt which AEP is reaping the profit from.

another thing that puzzles me is that Kypco is willing to fianance this project for Enterprize Industrial Park yet Kypco want to claim 100% ownership of this project. Will this result in another lease such as Rockport lease and more tariffs which the Kypco customers will never pay off. If this 100% ownership is granted to Kypco, would this give them rights to sell it to an affiliate or to a outside company or corporation. would this be good for Kypco Customers. I do not think so. I am against this 100% ownership for Kypco deal. I ask the KPSC to protect Kypco Customer from AEP and their slick dealings.

I am sure that Kypco is wanting to replace most of their Transmission lines.

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Kypco should only be allowed to do projects that are desperately needed. Kypco should not be given a blank check. These projects should be done as cheap as possible by bidding of projects to contractors, getting a list of material - actual cost - suppliers names and so on. Kypco, AEP, and their affiliates reap huge profits from these projects.

The Kpsc need to keep an eye on Kypco debt situation and keep Kypco responsible. Greed to make more and more profits will usually destroy most companies. Kypco customer cannot afford to pay even higher electric bills. It looks like Kypco don't really care.

As for PJM, their services are not really needed in our rural areas. PJM only benefits Kypco, AEP, AEP affiliates co's with extra profits and by allowing AEP, Kypco to sell excess electricity generated to places like New York City and places like that.

Respectfully

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