COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

	In	the	Matter	of:
--	----	-----	--------	-----

ELECTRONIC EXAMINATION OF THE APPLICATION OF)	
THE FUEL ADJUSTMENT CLAUSE OF KENTUCKY)	CASE NO.
POWER COMPANY FROM NOVEMBER 1, 2016)	2019-00002
THROUGH OCTOBER 31, 2018)	

NOTICE OF FILING

Notice is given to all parties that the following materials have been filed into the record of this proceeding:

- The digital video recording of the evidentiary hearing conducted on April 16, 2019 in this proceeding;
- Certification of the accuracy and correctness of the digital video recording;
- A written log listing, *inter alia*, the date and time of where each witness' testimony begins and ends on the digital video recording of the evidentiary hearing conducted on April 16, 2019.

A copy of this Notice, the certification of the digital video record, hearing log, and exhibits have been electronically served upon all persons listed at the end of this Notice. Parties desiring to view the digital video recording of the hearing may do so at:

http://psc.ky.gov/av_broadcast/2019-00002-thru-00007/2019-00002-thru-00007_16Apr19_Inter.asx.

Parties wishing an annotated digital video recording may submit a written request by electronic mail to pscfilings@ky.gov. A minimal fee will be assessed for a copy of this recording.

Done at Frankfort, Kentucky, this 6th day of May 2019.

Gwen R. Pinson

Executive Director

Public Service Commission of Kentucky

Steven R. Punson

Amy J Elliott Kentucky Power Company 855 Central Avenue, Suite 200 Ashland, KY 41101

Kentucky Power Company 855 Central Avenue, Suite 200 Ashland, KY 41101 Kenneth J Gish, Jr. Stites & Harbison 250 West Main Street, Suite 2300 Lexington, KENTUCKY 40507

Honorable Mark R Overstreet Attorney at Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KENTUCKY 40602-0634

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC EXAMINATION OF THE)	
APPLICATION OF THE FUEL ADJUSTMENT)	CASE NO.
CLAUSE OF KENTUCKY POWER COMPANY)	2019-00002
FROM NOVEMBER 1, 2016 THROUGH)	
OCTOBER 31, 2018)	

CERTIFICATION

- I, KaBrenda L. Warfield, hereby certify that:
- The attached DVD contains a digital recording of the Hearing conducted in the above-styled proceeding on April 16, 2019. Hearing Log and Witness List are included with the recording on April 16, 2019.
 - 2. I am responsible for the preparation of the digital recording;
- The digital recording accurately and correctly depicts the Hearing of April 16, 2019.
- The Hearing Log attached to this Certificate accurately and correctly states the events that occurred at the Hearing of April 16, 2019 and the time at which each occurred.

Signed this 2nd day of May, 2019.

KaBrenda L. Warfield, CKP Paralegal Consultant

Jacqueline Hartzell, Notary Public

State at Large

Commission Expires: July 25, 2022

ID#: 605476





2019-00002_thru_00007 16Apr2019

FUEL ADJUSTMENT CLAUSE HEARINGS

Date:	Туре:	Location:	Department:
4/16/2019	Fuel Adjustment Clause	Hearing Room 1	Hearing Room 1 (HR 1)

Judge: Bob Cicero; Michael Schmitt

Witness: Delbert Billiter; Chris Bradley; Jason Burden; Michelle Carpenter; Nicholas Castlen; Theodore Czupik; Michael Drake; Mark Eacret; Ronald Gregory; Roger Hickman; Mark Horn; Amy Jeffries; Craig Johnson; Mark McAdams; David Mell; Brett Phipps; Derek Rahn; Douglas Rosenberger; Charles Schram; Isacc Scott; Clinton Stutler; John Swez; Julia

Tucker; John Verderame; Stuart Wilson; Ranie Wohnhas

Clerk: KaBrenda Warfield

Event Time	Log Event	
8:36:49 AM	Session Started	
8:36:52 AM	Session Paused	
8:58:11 AM	Session Resumed	
8:58:12 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Vice Chairman Cicero stating preliminary remarks and introduction of Chairman Schmitt.
8:59:34 AM	CASE NO. 2019-00002 KENTUCKY	POWER COMPANY (KENTUCKY POWER)
	Note: Fields, Angela	There are no interveners for this case so would Counsel please identify himself and any witnesses for the record.
	Note: Fields, Angela	COUNSEL: Mark R. Overstreet
	Note: Fields, Angela	WITNESSES: Amy E. Jeffries, Clinton M. Stutler, David L. Mell, Ranie K. Wohnhas, Douglas J. Rosenberger
9:00:32 AM	Vice Chairman Cicero	
	Note: Fields, Angela	So Kentucky Power has a confidentiality petition motion pending so we'll rule on that in the next couple of days. And the record reflects that the affidavit of compliance and notice to the public have been given. Correct?
9:00:54 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I have to check and see if anybody from the public is here that would like to speak on the record regarding this?
9:01:01 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Having seen none, we will swear the witnesses in.
9:01:07 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Swearing witnesses in.
9:01:20 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Overstreet you may begin.
9:01:22 AM	Atty Overstreet Kentucky Power -	
	Note: Fields, Angela	Direct Examination.
9:01:56 AM	Atty Overstreet Kentucky Power -	witnessWohnhas
	Note: Fields, Angela	Direct Examination.
9:02:04 AM	Camera Lock PTZ Activated	
9:02:34 AM	Atty Overstreet Kentucky Power -	
	Note: Fields, Angela	Direct Examination.
9:03:09 AM	Atty Overstreet Kentucky Power -	
	Note: Fields, Angela	Direct Examination.
9:03:43 AM	Atty Overstreet Kentucky Power -	
	Note: Fields, Angela	Direct Examination.
9:04:15 AM	Atty Overstreet Kentucky Power Note: Fields, Angela	We have nothing else your honour.

9:04:17 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Staff would you identify yourself and anybody that you have with you?
9:04:17 AM	Camera Lock Deactivated	
9:04:29 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Thank you do you have any questions for the witnesses?
9:04:32 AM	GC Pinney PSC - witness Kentucky	/ Power
	Note: Fields, Angela	Cross Examination.
9:08:59 AM	GC Pinney PSC - witness Kentucky	/ Power
	Note: Fields, Angela	No further questions your honour.
9:09:00 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman Schmitt?
9:09:03 AM	Vice Chairman Cicero - witness Ke	,
	Note: Fields, Angela	I would like to stay on his line of questioning a little bit about the severance tax.
9:09:09 AM	Vice Chairman Cicero - witness Ke	,
	Note: Fields, Angela	West Virginia is going to cut theirs from 5 to 3?
9:09:13 AM	Vice Chairman Cicero - witness Ke	,
	Note: Fields, Angela	Do you expect that to impact your purchasing policies or ??
9:09:42 AM	Vice Chairman Cicero - witness Ke	•
	Note: Fields, Angela	The bids you say are transparent to you?
9:09:54 AM	Vice Chairman Cicero - witness Ke	•
	Note: Fields, Angela	If your policy was to have that severance tax broken out would it make a difference?
9:10:18 AM	Vice Chairman Cicero - witness Ke	·
	Note: Fields, Angela	Well here's were I am going with it [click on the link for Vice Chairman Cicero's remarks.]
9:10:33 AM	Vice Chairman Cicero - witness Ke	•
	Note: Fields, Angela	Would that be a fair assessment?
9:10:36 AM	Vice Chairman Cicero - witness Ke	•
	Note: Fields, Angela	So if you actually had your bids reflect a transparency were it includes [click on the link for Vice Chairman Cicero's remarks.]
9:11:39 AM	Vice Chairman Cicero - witness Ke	,
	Note: Fields, Angela	You're familiar that yesterday there was a new revised reg, I don't know if you do or not?
9:11:49 AM	Vice Chairman Cicero - witness Ke	,
	Note: Fields, Angela	So this is kind of a, you know, in your face the next day [click on the link for Vice Chairman Cicero's remarks.]
9:12:45 AM	Camera Lock PTZ Activated	
9:12:46 AM	Vice Chairman Cicero - witness Ke	·
	Note: Fields, Angela	The only other thing I had was on this socialization, but this Green
		Hat that PJM. Has PJM given any kind of direction as far as what they are saying they think that the utilities should do with this clause?
9:12:53 AM	Camera Lock Deactivated	
9:13:33 AM	Vice Chairman Cicero - witness Ke	entucky Power
3120100 / 11 1	Note: Fields, Angela	So in a sense this is premature as well? [Click on the link for Vice Chairman Cicero's remarks.]
9:13:46 AM	Vice Chairman Cicero - witness Ke	
	Note: Fields, Angela	This could be a pasture to the rate payers for a mistake that was made?
9:14:14 AM	Vice Chairman Cicero - witness Ke	entucky Power
	Note: Fields, Angela	So I am not really sure how we do this but [click on the link for Vice Chairman Cicero's remarks.]

9:14:45 AM	Vice Chairman Cicero - witness K	•
0.44.40	Note: Fields, Angela	I don't have any other questions.
9:14:48 AM	Atty Overstreet Kentucky Power	
0.14.51 AM	Note: Fields, Angela	No redirect your honour.
9:14:51 AM	Vice Chairman Cicero	Amu althau awastiana?
0.14.E6 AM	Note: Fields, Angela Vice Chairman Cicero	Any other questions?
9:14:56 AM	Note: Fields, Angela	Well then I guess then this is adjourned.
9:15:00 AM	Vice Chairman Cicero	Well then I guess then this is adjourned.
J.15.00 AIN	Note: Fields, Angela	Yes you may be.
9:15:23 AM		ITUCKY POWER COMPANY (EAST KENTUCKY)
3120120 7 11 1	Note: Fields, Angela	COUNSEL: David Samford
	Note: Fields, Angela	WITNESSES: Mark Horn, Julia J. Tucker, Michelle K. Carpenter, Craig
	110101 1 10100, 7 111gold	Johnson, Isaac S. Scott
	Note: Fields, Angela	There are no interveners for this case so would Counsel please
	, -	identify himself and any witnesses for the record.
9:16:19 AM	Vice Chairman Cicero	
	Note: Fields, Angela	So East Kentucky Power has a confidentiality petition motion
		pending so we'll rule on that in the next couple of days. And the
		record reflects that the affidavit of compliance and notice to the
0.16.27 AM	Vice Chairman Cicere	public have been given. Correct?
9:16:37 AM	Vice Chairman Cicero	Is there arrong from the public here that would like to make any
	Note: Fields, Angela	Is there anyone from the public here that would like to make any comments regarding this case?
9:16:45 AM	Vice Chairman Cicero	comments regarding this case:
3.10.13 AI1	Note: Fields, Angela	Swearing witnesses in.
9:16:53 AM	Vice Chairman Cicero	Swearing Withesses in
J. 20100 / W.	Note: Fields, Angela	Please be seated.
9:16:54 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Samford you may begin.
9:16:58 AM	Atty Samford East Kentucky - wit	, , , ,
	Note: Fields, Angela	Direct Examination.
9:18:03 AM	Atty Samford East Kentucky - wit	ness Johnson
	Note: Fields, Angela	Direct Examination.
9:19:16 AM	Atty Samford East Kentucky - wit	ness Tucker
	Note: Fields, Angela	Direct Examination.
9:19:42 AM	Atty Samford East Kentucky - wit	·
	Note: Fields, Angela	Direct Examination.
9:20:04 AM	Atty Samford East Kentucky - wit	
0 00 00 444	Note: Fields, Angela	Direct Examination.
9:20:29 AM	Atty Samford East Kentucky	
0.20.21 AM	Note: Fields, Angela	Your honour I tender the witnesses for cross examination.
9:20:31 AM	Vice Chairman Cicero	Would Ctaff identify themself and anyone with them?
9:20:42 AM	Note: Fields, Angela Vice Chairman Cicero	Would Staff identify themself and anyone with them?
9.20.42 AM	Note: Fields, Angela	Do you have any cross evamination for the witnesses?
9:20:45 AM	Vice Chairman Cicero	Do you have any cross examination for the witnesses?
J.ZU.TJ AM	Note: Fields, Angela	Please proceed.
9:20:47 AM	GC Pinney PSC - witness East Ke	·
JIZOLIA API	Note: Fields, Angela	Cross Examination.
9:31:24 AM	Vice Chairman Cicero - witness E	
3.0	Note: Fields, Angela	So can I ask a question on that?
	, ,	2.2 22 2.e., a dagener, e., e.ae.

9:31:27 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela So these indicators indicate coal and gas are both going up but
	purchase price going down?
9:32:01 AM	Vice Chairman Cicero - witness East Kentucky
0.22.04.444	Note: Fields, Angela I wouldn't either that's why I was kind of curious.
9:32:04 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela This is done from the budgeting and forecasting department at East
9:32:26 AM	Kentucky? Vice Chairman Cicero - witness East Kentucky
9.32.20 AN	Note: Fields, Angela I don't know that I am going to ask for a Post Hearing Data Request
	on it but it does seem a little strange [click on link for Vice Chairman
	Cicero's remarks.]
9:33:44 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela In the future I would hope that [click on the link for Vice Chairman]
	Cicero's remarks.]
9:34:30 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela I think the question had to do with [click on the link for Vice
	Chairman Cicero's remarks.]
9:35:06 AM	Vice Chairman Cicero
	Note: Fields, Angela I'm sorry Mr. Pinney do you have any other questions?
9:35:12 AM	Vice Chairman Cicero
0.25.44.444	Note: Fields, Angela Sure go ahead.
9:35:14 AM	GC Pinney PSC - witness East Kentucky
0.42.00 AM	Note: Fields, Angela Cross Examination Continued.
9:43:09 AM	GC Pinney PSC - witness East Kentucky
9:43:12 AM	Note: Fields, Angela No further questions your honour. Vice Chairman Cicero
9:43:12 AM	Note: Fields, Angela Chairman Schmitt?
9:43:14 AM	Vice Chairman Cicero - witness East Kentucky
9.73.17 AN	Note: Fields, Angela I just have ugh without hopefully getting into the confidentiality
	portion of it. On the evaluated cost [click on link for Vice Chairman
	Cicero's remarks.]
9:43:29 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela Are those factors a scientific based number or are those East
	Kentucky Power's assigned values for those types of variables?
9:43:57 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela So they are your variables?
9:44:13 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela Since the evaluated cost is so important the values you assign to
	your variables have a huge impact on what that final evaluated cost is. Right?
9:44:29 AM	Vice Chairman Cicero - witness East Kentucky
J. TT. 23 AN	Note: Fields, Angela What went in to determining the value of those variables?
9:44:50 AM	Vice Chairman Cicero - witness East Kentucky
31111307111	Note: Fields, Angela Do we normally normally receive information on the evaluated cost
	when we go through this fuel adjustment clause process?
9:45:05 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela Do you provide the formula and the variables and their values in
	that?
9:45:19 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela Again I am going to pass on a Post Hearing Data Request, but
	probably in the future [click on the link for Vice Chairman Cicero's
0.45.44.454	remarks.]
9:45:44 AM	Vice Chairman Cicero - witness East Kentucky
	Note: Fields, Angela I don't have any other questions.

9:45:47 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Samford do you?
9:45:50 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Any.
9:45:52 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Unless there are any other questions. I think that we are adjourned.
9:45:56 AM	Vice Chairman Cicero	
	Note: Fields, Angela	You may be excused yes.
9:46:05 AM	CASE NO. 2019-00004 KENTUCKY ELECTRIC COMPANY (LG&E)	UTILITIES (KU) AND CASE NO. 2019-00005 LOUISVILLE GAS AND
	Note: Fields, Angela	COUNSEL: Allyson Sturgeon
	Note: Fields, Angela	There are no interveners for these cases so would Counsel please identify herself and any witnesses for the record.
	Note: Fields, Angela	WITNESSES: Delbert Billiter, Michael Drake, Derek Rahn, Charles Schram, Stuart A. Wilson
9:47:06 AM	Vice Chairman Cicero	,
	Note: Fields, Angela	I understand that there is a confidentiality petition motion pending
	, •	so we'll rule on that in the next couple of days. And the record
		reflects that the affidavit of compliance and notice to the public have
		been given. Correct?
9:47:22 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Is there anyone in the audience who would like to speak regarding
0.47.21 AM	Vias Chairman Cianus	these cases?
9:47:31 AM	Vice Chairman Cicero	Curaring witnesses in
9:47:43 AM	Note: Fields, Angela Vice Chairman Cicero	Swearing witnesses in.
7.77.73 AM	Note: Fields, Angela	Please be seated.
9:47:45 AM	Vice Chairman Cicero	ricase de seated.
5. 17. 15 AP	Note: Fields, Angela	Mrs. Sturgeon you may proceed.
9:47:58 AM	Atty. Sturgeon KU and LG&E - wit	-
3. 17.130 7 ll 1	Note: Fields, Angela	Direct Examination.
9:48:24 AM	Atty. Sturgeon KU and LG&E - wit	
J. 1012 17 1	Note: Fields, Angela	Direct Examination.
9:48:49 AM	Atty. Sturgeon KU and LG&E - wit	
	Note: Fields, Angela	Direct Examination.
9:49:11 AM	Atty. Sturgeon KU and LG&E - wit	ness Wilson
	Note: Fields, Angela	Direct Examination.
9:49:39 AM	Atty. Sturgeon KU and LG&E - wit	ness Schram
	Note: Fields, Angela	Direct Examination.
9:50:01 AM	Atty. Sturgeon KU and LG&E - wit	ness Schram
	Note: Fields, Angela	The witnesses are available for cross examination.
9:50:03 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Would Staff identify themselves and anyone with them?
9:50:15 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Thank you. Do you have any questions for the witnesses?
9:50:19 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Please proceed.
9:50:20 AM	GC Pinney PSC - witness KU and I	
0.50.47.40	Note: Fields, Angela	Cross Examination.
9:53:17 AM	GC Pinney PSC - witness KU and I	
0.52.10 454	Note: Fields, Angela	No futher questions your honour.
9:53:19 AM	Vice Chairman Cicero	Chairman Cahmitt?
	Note: Fields, Angela	Chairman Schmitt?

9:53:21 AM	Chairman Schmitt - witness KU a	nd I C0.E
9:33:21 AM		
	Note: Fields, Angela	Have you had a chance to review the proposed regulation that was published yesterday?
9:53:38 AM	Chairman Schmitt - witness KU a	
9.33.30 AM	Note: Fields, Angela	The purpose of at least [click on the link for Chairman Schmitt's
	Note: Fields, Aligeia	remarks.]
9:54:41 AM	Chairman Schmitt - witness KU a	_
7.54.41 AN	Note: Fields, Angela	I have no further questions or statements.
9:54:44 AM	Vice Chairman Cicero	Thave no further questions of statements.
יוא דד.דכ.נ	Note: Fields, Angela	And that doesn't require a response on your part.
9:54:47 AM	Vice Chairman Cicero	And that doesn't require a response on your part.
J.JT.T/ AII	Note: Fields, Angela	I have no questions.
9:54:49 AM	Vice Chairman Cicero	Thave no questions.
יוא פדידנינ	Note: Fields, Angela	Any cross?
9:54:51 AM	Vice Chairman Cicero	Ally Closs:
7.54.51 AN	Note: Fields, Angela	Mr. Pinney?
9:54:53 AM	Vice Chairman Cicero	rii. Filincy:
3.3 1.33 AN	Note: Fields, Angela	And that being the case, then this case is adjourned.
9:54:56 AM	Vice Chairman Cicero	And that being the case, then this case is adjourned.
3.3 1.30 AP	Note: Fields, Angela	You may be excused.
9:55:00 AM	· · · · · · · · · · · · · · · · · · ·	ERGY KENTUCKY (DUKE KENTUCKY)
3.33.00 AN	Note: Fields, Angela	There are no interveners for this cases so would Counsel please
	Note: Ficial, Angela	identify herself and any witnesses for the record.
	Note: Fields, Angela	COUNSEL: Allyson Honaker
	Note: Fields, Angela	WITNESSES: John D. Swez, Brett Phipps, Theodore H. Czupik, John
		A. Verderame
9:55:56 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Duke Kentucky has a confidentiality petition motion pending so we'll
		rule on that in the next couple of days. And the record reflects that
		the affidavit of compliance and notice to the public have been given.
		Correct?
9:56:09 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Is there anyone from the public that would like to make a comment
		regarding this case?
9:56:20 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Swearing witnesses in.
9:56:28 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Please be seated Mrs. Honaker you can proceed.
9:56:34 AM	Atty Honaker Duke Kentucky - w	·
	Note: Fields, Angela	Direct Examination.
9:57:09 AM	Atty Honaker Duke Kentucky - w	
0 == = 4 + 4 + 4	Note: Fields, Angela	Direct Examination.
9:57:54 AM	Atty Honaker Duke Kentucky - w	
0.50.06.444	Note: Fields, Angela	Direct Examination.
9:58:26 AM	Atty Honaker Duke Kentucky - w	
0.50.50.444	Note: Fields, Angela	Direct Examination.
9:58:53 AM	Atty Honaker Duke Kentucky	T
0.50.50.444	Note: Fields, Angela	The witnesses are available for cross.
9:58:56 AM	Vice Chairman Cicero	W Here the state of the state of
0.50.06.444	Note: Fields, Angela	Would Staff please identify themselves and anyone with them?
9:59:06 AM	Vice Chairman Cicero	Mr. Dinney de vey herre come avection for the con-
0.50.10.444	Note: Fields, Angela	Mr. Pinney do you have some questions for the witnesses?
9:59:10 AM	Vice Chairman Cicero	Diagon proceed
	Note: Fields, Angela	Please proceed.

0.E0.11 AM CC Dinnov DCC witness Duko Kontusky	
9:59:11 AM GC Pinney PSC - witness Duke Kentucky	
Note: Fields, Angela Cross Examination.	
10:14:55 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela I'm going to interrupt for just one second I think that i	s why [click
on the link for Vice Chairman Cicero's remarks.]	
10:15:15 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela The question is why would you project a lower cost with the fields and the fields.	th all the
other factors that you have just gone through?	
10:16:23 AM Vice Chairman Cicero - witness Duke Kentucky	ana of the
Note: Fields, Angela So I am going to ask the same question that I asked in prior hearings. As far as the evaluation cost go [click o	
Vice Chairman Cicero's remarks.]	II UIE IIIK IOI
10:16:32 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela So you got a formula and I presume it is in a computer	r?
10:16:44 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela So in the output from the inputs are they evaluated for	r
reasonableness? Because I mean [click on the link for]	
Cicero's remarks.]	
10:17:37 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela Doesn't that seem strange?	
10:18:05 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela Unfortunately for you they are not here you are. So it is	is up to you to
basically justify whether you believe it is valid or not a	nd [click on
link for Vice Chairman Cicero's remarks.]	
10:18:38 AM POST HEARING DATA REQUEST	
Note: Fields, Angela Are you interested in finding out more about this?	
Note: Fields, Angela Vice Chairman Cicero - witness Duke Kentucky	
10:20:02 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela And I would agree. And I am definitely not insinuating	
number is actually wrong [click on the link for Vice Cha	airman
Cicero's remarks.] 10:21:26 AM Vice Chairman Cicero - witness Duke Kentucky	
,	idad un frant
Note: Fields, Angela I think thats an excellent answer and again if it is provit saves some questions.	ided up iront
10:21:32 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela I'm sorry Mr. Pinney do you have more questions?	
10:21:43 AM Vice Chairman Cicero	
Note: Fields, Angela Okay thank you. Chairman Schmitt?	
10:21:50 AM GC Pinney PSC - witness Duke Kentucky	
Note: Fields, Angela Cross Examination Continued.	
10:22:42 AM GC Pinney PSC - witness Duke Kentucky	
Note: Fields, Angela No further questions your honour.	
10:22:46 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela I want to go back to the green hat situation here real	guick. So Duke
said that they passed through in July, August, and Sep	•
associated with a green hat charge that came in through	
that correct? Two hundred and eighteen thousand.	_
10:23:12 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela So the total amount passed tho was two hundred and	eighteen?
10:23:26 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela For the review period it is a hundred and ten. I am loo	
the process [click on the link for Vice Chairman Cicero's	s remarks.]
10:24:04 AM Vice Chairman Cicero - witness Duke Kentucky	
Note: Fields, Angela What did Duke use as the basis for deciding to pass ar	nything
through to rate payers?	

10:24:38 AM	Vice Chairman Cicero - witness	Duke Kentucky
	Note: Fields, Angela	So I think you indicated that it was thought that the exposure to
	, 5	PJM was four hundred million and it might be a hundred million now
		or somewhere in that range?
10:26:01 AM	Vice Chairman Cicero - witness	•
	Note: Fields, Angela	So it's a hundred and ten thousand for the period we are discussing
		jurisdictionally just for Kentucky was Duke hit with a much larger
10 26 26 414	\'' \(\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	amount for all of its PJM territory?
10:26:26 AM	Vice Chairman Cicero - witness	•
	Note: Fields, Angela	And did you handle those all the same way as you did Kentucky? Passing through to rate payers?
10:26:33 AM	Vice Chairman Cicero - witness	
10.20.33 AM	Note: Fields, Angela	And at this point you don't know because of the uncertainty what
	Note: Fields, Aligeia	the future exposure could be because it is still unknown?
10:26:48 AM	Vice Chairman Cicero - witness	·
	Note: Fields, Angela	But the policy for Duke is going to be to process it the same way
	, -	that you did for the one hundred and ten thousand that was passed
		through?
10:26:57 AM	Vice Chairman Cicero - witness	•
	Note: Fields, Angela	So if there was to be some more certainty that is established with
		this in the future those could be subject to change depending on
		how it is interpreted by all parties? The one hundred and ten
		thousand is what I am referring to. I don't know how that is going to work getting out of the two year review.
10:27:36 AM	Vice Chairman Cicero - witness	,
1012/130/11	Note: Fields, Angela	So how does Duke intend on handling those refunds that come
		through after the close of the two year period?
10:27:49 AM	Vice Chairman Cicero - witness	• • • • • • • • • • • • • • • • • • • •
	Note: Fields, Angela	And I know. And I know when I first came to the Commission [click
		on the link for Vice Chairman Cicero's remarks.]
10:28:10 AM	Vice Chairman Cicero - witness	,
	Note: Fields, Angela	I don't have any other questions. Mrs. Honaker?
10:28:13 AM	Vice Chairman Cicero	
10 20 15 414	Note: Fields, Angela	Mr. Pinney?
10:28:15 AM	Vice Chairman Cicero	Chairman
10.20.16 AM	Note: Fields, Angela Vice Chairman Cicero	Chairman?
10:28:16 AM	Note: Fields, Angela	I guess we are adjourned. You may be excused.
10:28:30 AM		ERS ELECTRIC CORPORATION (BIG RIVERS)
10.20.30 AM	Note: Fields, Angela	COUNSEL: Tyson Kamuf
	Note: Fields, Angela	WITNESSES: Nicholas R. Castlen, Mark J. Eacret, Mark W. McAdams,
	Note: Fields, Aligeid	Chris Bradley, Jason C. Burden, Ronald D. Gregory, Roger Hickman
	Note: Fields, Angela	There is one intervener for this case and that is KIUC. So would the
	, 3	Counsel for Big Rivers please identify himself and any witnesses for
		the record.
10:29:54 AM	Vice Chairman Cicero	
	Note: Fields, Angela	And would the Counsel for KIUC please identify himself and any
	N	witnesses?
10.20-05 444	Note: Fields, Angela	COUNSEL: Kurt Boehm
10:30:05 AM	Vice Chairman Schmitt	And as long as we are at it would Counsel for Chaff?
	Note: Fields, Angela	And as long as we are at it, would Counsel for Staff?

10:30:16 AM	Vice Chairman Cicero Note: Fields, Angela	Big Rivers has a confidentiality petition motion pending so we'll rule on that in the next couple of days. And the record reflects that the affidavit of compliance and notice to the public have been given. Correct?
10:30:28 AM	Vice Chairman Cicero Note: Fields, Angela	Okay let me ask one question for the public. Is there anybody from the public that is here to speak regarding this case?
10:30:35 AM	Vice Chairman Cicero Note: Fields, Angela	Swearing witnesses in.
10:30:47 AM	Vice Chairman Cicero Note: Fields, Angela	Please be seated. Mr. Kamuf you may proceed.
10:30:51 AM	Atty Kamuf Big Rivers - witness	, , ,
10.50.51 AM	Note: Fields, Angela	Direct Examination.
10:32:46 AM	Atty Kamuf Big Rivers - witness	
10.32.70 AM	Note: Fields, Angela	Direct Examination.
10:33:08 AM	Atty Kamuf Big Rivers - witness	
10.55.00 AM	Note: Fields, Angela	Direct Examination.
10:33:37 AM	Atty Kamuf Big Rivers - witness	
10.33.37 AM	Note: Fields, Angela	Direct Examination.
10:34:05 AM	Atty Kamuf Big Rivers - witness	
10.5T.05 AM	Note: Fields, Angela	Direct Examination.
10:34:36 AM	Atty Kamuf Big Rivers - witness	
10.34.30 AM	Note: Fields, Angela	Direct Examination.
10:35:00 AM	Atty Kamuf Big Rivers - witness	
10.33.00 AM		Direct Examination.
10:35:24 AM	Note: Fields, Angela	Direct Examination.
10.33.24 AM	Atty Kamuf Big Rivers Note: Fields, Angela	Your honour the witnesses are available for cross examination.
10.25.20 AM	Vice Chairman Cicero	Tour nonour the withesses are available for cross examination.
10:35:28 AM		Mr. Poohm do you have any questions?
10:35:29 AM	Note: Fields, Angela	Mr. Boehm do you have any questions?
10.33.29 AM	Atty Boehm KIUC- witness Big I	Cross Examination.
10:43:20 AM	Note: Fields, Angela	
10:43:20 AM	Atty Boehm KIUC- witness Big I	
10.42.22 AM	Note: Fields, Angela	Thank you. Those are all of the questions I have.
10:43:23 AM	Vice Chairman Cicero	Mr. Dinnov2
10.42.20 AM	Note: Fields, Angela	Mr. Pinney?
10:43:29 AM	GC Pinney PSC	Cood marning and just to clarify I'm not asking for testimony from
	Note: Fields, Angela	Good morning and just to clarify I'm not asking for testimony from Mr. Boehm [click on link for remarks.]
10:43:45 AM	GC Pinney PSC	Pir. Boeiiii [click on link for femalks.]
10.45.45 AM	Note: Fields, Angela	Is that an accurate statement from anybody?
10:43:48 AM	Atty Boehm KIUC	13 that an accurate statement from anybody:
10.45.40 AM	Note: Fields, Angela	I can address what KIUC's position is if that is fine with the
	Note: Fields, Angeld	Commission? [Click on link for remarks.]
10:44:23 AM	GC Pinney PSC - witness Big Riv	
201111207111	Note: Fields, Angela	Cross Examination.
10:50:10 AM	GC Pinney PSC - witness Big Riv	
10.50.10 / 11 1	Note: Fields, Angela	Thank you all. No further questions your honour.
10:50:15 AM	Vice Chairman Cicero	Thank you all No farther questions your honour.
201301137117	Note: Fields, Angela	Chairman Schmitt?
10:50:17 AM	Vice Chairman Cicero	G.G. Man Gennie.
IOIOOII/ AII	Note: Fields, Angela	I don't have any other questions. Any cross?
10:50:18 AM	Atty Kamuf Big Rivers - witness	
10130110 AI1	Note: Fields, Angela	Redirect Examination.
	Hotel Fields, Aligeid	Near Sec Examination

10:51:39 AM	Atty Kamuf Big Rivers	
	Note: Fields, Angela	That's all the qestions I have.
10:51:40 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Boehm?
10:51:42 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Pinney?
10:51:44 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman?
10:51:45 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I think I missed a Post Hearing Data Request for the last one. There was none for this case right?
10:51:52 AM	Vice Chairman Cicero	
	Note: Fields, Angela	With that being the case is there any other business regarding this case?
10:51:57 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Alright this case is adjourned. Thank you.
10:52:05 AM	Session Paused	
10:52:14 AM	Session Ended	

*Amy J Elliott Kentucky Power Company 855 Central Avenue, Suite 200 Ashland, KY 41101

*Kentucky Power Company 855 Central Avenue, Suite 200 Ashland, KY 41101

*Kenneth J Gish, Jr. Stites & Harbison 250 West Main Street, Suite 2300 Lexington, KENTUCKY 40507

*Honorable Mark R Overstreet Attorney at Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KENTUCKY 40602-0634