



Allen Anderson, President & CEO

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RECEIVED

AUG 14 2015

PUBLIC SERVICE
COMMISSION

August 12, 2015

Mr. Jeff R. Derouen, Executive Director
Kentucky Public Service Commission
PO Box 615
211 Sower Boulevard
Frankfort, KY 40602

RE: PSC Case No. 2014-00355
Application of South Kentucky RECC to Construct a New Headquarters Facility
Progress Update of Project (To be placed in South Kentucky RECC's General Correspondence File)

Dear Mr. Derouen:

Pursuant to ordering paragraph 5 of the Final Order entered by the Commission in the above-referenced matter on March 27, 2015, South Kentucky Rural Electric Cooperative Corporation ("SKRECC") submits the following information regarding the progress of its new Headquarters Building project as of June 30, 2015.

Additionally, please also find attached two revised letters from the Kentucky Public Protection Cabinet, Department of Housing, Buildings and Construction, dated July 17, 2015 granting its authorization to proceed with construction pertaining to the new office building known as "Building A" and the warehouse structure located on the project site known as "Building B".

Please do not hesitate to contact us if additional information is needed.

Respectfully,

A handwritten signature in black ink that reads 'Allen Anderson'.

Allen Anderson
President and CEO

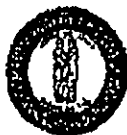
Enclosures

<i>Project Summary</i>	Original Completion Schedule as of 8-28-2014		Revised Schedule as of 6-30-2015		Status
	TASK	Start Date	Finish Date	Start Date	
<i>Preliminary Building Schematics</i>	8/25/2014	8/26/2014	8/25/2014	8/26/2014	Complete
<i>Site Development Plan</i>	8/25/2014	9/15/2014	8/25/2014	10/31/2014	Complete
<i>Design Development Documents</i>	8/25/2014	10/31/2014	8/25/2014	10/31/2014	Complete
<i>Submit PSC Application</i>	8/25/2014	9/15/2014	10/8/2014	3/16/2015	Complete
<i>Construction Documents</i>	10/31/2014	12/31/2014	10/31/2014	5/14/2015	Complete
<i>Somerset Planning Commission Submission</i>	12/31/2014	1/5/2015	12/31/2014	1/5/2015	Complete
<i>Somerset Planning Commission Approval</i>				6/24/2015	Complete
<i>Ky Dept. Of Housing and Buildings Submission</i>	12/31/2014	1/5/2015	5/10/2015	5/11/2015	Complete
<i>Ky Dept. Of Housing and Buildings Approval</i>				6/10/2015, 6/11/2015 and 7/17/2015	Complete
<i>PSC Application Approval</i>	1/5/2015	2/16/2015	5/11/2015	7/17/2015	Complete
<i>SKRECC Board/Staff Review</i>	3/15/2015	3/16/2015	3/26/2015	3/27/2015	Complete
<i>Bid Packages to Prospective Contractors</i>			12/31/2014	7/03/2015	On Schedule
<i>Bidding/Negotiations Complete</i>			07/06/2015	7/30/2015	On Schedule
<i>Construction Contract Award</i>	3/15/2015	3/16/2015	7/30/2015	8/15/2015	
<i>Begin Demo/Foundation Construction</i>	3/16/2015	4/1/2015	8/15/2015	8/15/2015	
<i>Building Construction</i>	4/19/2015	4/20/2015	8/16/2015	8/20/2015	
<i>Commissioning/Close-out</i>	4/20/2015	6/17/2016	8/20/2015	10/7/2016	
<i>Warranty Begins</i>	6/17/2016	7/18/2016	10/7/2016	10/22/2016	
	7/18/2016	7/19/2016	10/22/2016	10/23/2016	

Since receiving the Commission's approval on March 27th, we have been very busy finalizing the building drawings and schematics. Several meetings have been held with staff, our Board of Directors, Architects and other consultants.

Our building plans for the administrative building structure were submitted to the Kentucky Public Protection Cabinet, Department of Housing, Buildings and Construction (the "Department") and to the City of Somerset Department of Planning and Zoning (the "City"). As noted in our filing to you dated June 22, 2015 conditional approval was received from the Department and we timely submitted responses to those conditions. Subsequent to our responses, we received two revised approval letters from the Department on July 17, 2015, regarding "Buildings A & B". Enclosed with this letter are the two approval letters from the Department. Additionally, on June 25, 2015, we submitted to you the approval received from the City regarding "Buildings C, D & E". As such, the necessary building permits allowing us to proceed with the project have now been received.

As of June 30, 2015, the plans and specifications are ready to go out to bid to 51 pre-screened general contractors. The invitation for bids is scheduled to be released on July 6, 2015. As part of the bid process, the plans, contract documents and bid package are available for review on the following website: mselex.com. They are also available at the SKRECC offices and at Lynn Imaging in Lexington. Please see the attached letter which was sent to these prospective bidders. As part of the bid process, the bids are scheduled to be opened on July 30, 2015.



PUBLIC PROTECTION CABINET

Department of Housing, Buildings and Construction

Division of Building Code Enforcement

101 Sea Hero Road, Suite 100

Frankfort, KY 40601-5412

Phone: (502) 573-0373

www.dhbc.ky.gov

Steven L. Beshear
Governor

Gary A. Feck
Commissioner

Ambrose Wilson IV
Secretary

Jack L. Coleman
Deputy Commissioner

July 17, 2015

Allen Anderson
South Ky RECC
925-929 N Main St
Somerset, KY 42501

RE: Case No: 085947-002-0
South Ky RECC Bldg A
New Office Bldg. 2015
200 Somerset Blvd
Somerset, KY/Pulaski
Code Year: 2013 Kentucky Building Code
Conditional Approval

Dear Allen Anderson:

The Division of Building Code Enforcement has reviewed the drawings for the above referenced project under the provisions of the KBC. This letter is authorization to proceed with construction subject to any conditions that may be noted on the attached page.

This authorization does not release the owner from complying with local planning/zoning requirements or the requirement to obtain a local building permit. Before installation of the plumbing can begin, approval of the system shall be issued by the Division of Plumbing. Please note the electrical plans were not reviewed for compliance with the current National Electrical Code (NEC). All electrical wiring and equipment will be subject to the approval of the certified electrical inspector required by Section 2701.3 of the KBC and a copy of that inspectors' certificate of compliance will be required at the completion of the project.

A final inspection shall be made and a "Certificate of Occupancy" issued by this office before this facility may be occupied in whole or part. The issuance of a final or partial "Certificate of Occupancy" by this office does not relieve the owner from complying with any local planning/zoning requirements prior to occupancy. If suppression or fire alarm systems are required, plans shall be submitted for approval prior to installation. Also, other inspection or test certificates, such as flame spread ratings of interior finishes, plumbing certificate, fire alarm and suppression systems tests shall be available at the time of final inspection.

Allen Anderson
Page 2
July 17, 2015

Re: Case No: 085947-002-0
South Ky RECC Bldg A
New Office Bldg. 2015
200 Somerset Blvd
Somerset, KY/Pulaski
Code Year: 2013 Kentucky Building Code
Conditional Approval

The specialized systems that may be included with the original plan submission such as alarm sprinkler, range hood, boiler, pressure vessel and associated piping and underground tanks have not been reviewed. A complete review of these specialized systems is completed when the shop drawings are submitted unless prior arrangements have been made with the Department.

Any changes made during construction must be agreed to, in writing, by this office. This authorization to construct will become null and void if construction does not begin within six (6) months of the date of this letter.

Sincerely,



Jeff Hogan
Plan Reviewer
jeff.hogan@ky.gov

JH/lr

CC: James L Martin/ AFA Engineering LLC, Applicant/Engineer
Martin S Friedman/ MSE of Kentucky Inc., Applicant
Dennis Crist/Building Official

Conditional Approval is contingent upon the following:

1. The submitted fee was distributed between the submittals for 085947-000-A, and 085947-002-0 leaving a balance of \$4,371.00. Both projects are separate structures, both part of an unlimited area building. If balance is not paid prior to the final inspection, a determination will have to be made which structure is fully paid. (Table 121.3.1, 2013 Kentucky Building Code)
2. The wood roof truss shop drawings were not included with the construction drawings. Submit design drawings for pre-engineered wood roof trusses. Drawings shall include the name and location of the project and bear seal and signature of a licensed Kentucky design professional.(Section 2303.4.1, 2013 KBC)
3. Provide shop drawings on the sprinkler system bearing the seal and signature of a Ky. Licensed fire protection sprinkler contractor and NICET III or IV sprinkler layout technician. Be advised that a separate review fee will be required based from Section 121.3.9 & Table 121.3.9 of the 2013 KBC. (Section 18.3.5, 2000 NFPA 101)
4. Be advised, a final report of special inspections documenting completion of all required special inspections and correction of any discrepancies noted in the inspections shall be submitted to the building official by the design professional in responsible charge prior to issuance of a certificate of occupancy. (Sect 1704.2.4, 2013 KBC)

NOTE: Compliance with Kentucky Accessibility Standards may not reflect total compliance with Federal Accessibility Laws.

NOTE: Licensed HVAC Contractor Required: The installation of all Heating, Ventilating and Air-Conditioning Systems (HVAC), whether in existing or new building construction shall be performed by a Licensed Kentucky Master HVAC Contractor.

NOTE: Please contact the Division of HVAC of this office for any additional permits that might be applicable to this project.

NOTE: You can check your project status on our website: www.dhbc.ky.gov then go to plan status.



PUBLIC PROTECTION CABINET

Steven L. Beshear
Governor

Gary A. Fock
Commissioner

Department of Housing, Buildings and Construction
Division of Building Code Enforcement
101 Sea Hero Road, Suite 100
Frankfort, KY 40601-5412
Phone: (502) 573-0373
www.dhbc.ky.gov

Ambrose Wilson IV
Secretary

Jack L. Coleman
Deputy Commissioner

July 17, 2015

Martin S Friedman
MSE of Kentucky Inc.
624 Wellington Way
Lexington, KY 40503-2768

RE: Case No: 085947-000-A
South Ky RECC Whse Bldg. B
Reduce Size and Renovation 2015
200 Somerset Blvd
Somerset, KY/Pulaski
Code Year: 2013 Kentucky Building Code
Approval with General Notes

Dear Martin S Friedman:

The Division of Building Code Enforcement has reviewed the drawings for the above referenced project under the provisions of the KBC. This letter is authorization to proceed with construction subject to any conditions that may be noted on the attached page.

This authorization does not release the owner from complying with local planning/zoning requirements or the requirement to obtain a local building permit. Before installation of the plumbing can begin, approval of the system shall be issued by the Division of Plumbing. Please note the electrical plans were not reviewed for compliance with the current National Electrical Code (NEC). All electrical wiring and equipment will be subject to the approval of the certified electrical inspector required by Section 2701.3 of the KBC and a copy of that inspectors' certificate of compliance will be required at the completion of the project.

A final inspection shall be made and a "Certificate of Occupancy" issued by this office before this facility may be occupied in whole or part. The issuance of a final or partial "Certificate of Occupancy" by this office does not relieve the owner from complying with any local planning/zoning requirements prior to occupancy. If suppression or fire alarm systems are required, plans shall be submitted for approval prior to installation. Also, other inspection or test certificates, such as flame spread ratings of interior finishes, plumbing certificate, fire alarm and suppression systems tests shall be available at the time of final inspection.

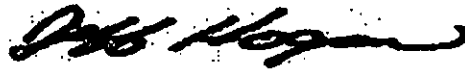
Martin S Friedman
Page 2
July 17, 2015

Re: Case No: 085947-000-A
South Ky RECC Whse Bldg. B
Reduce Size and Renovation 2015
200 Somerset Blvd
Somerset, KY/Pulaski
Code Year: 2013 Kentucky Building Code
Conditional Approval

The specialized systems that may be included with the original plan submission such as alarm sprinkler, range hood, boiler, pressure vessel and associated piping and underground tanks have not been reviewed. A complete review of these specialized systems is completed when the shop drawings are submitted unless prior arrangements have been made with the Department.

Any changes made during construction must be agreed to, in writing, by this office. This authorization to construct will become null and void if construction does not begin within six (6) months of the date of this letter.

Sincerely,



Jeff Hogan
Plan Reviewer
jeff.hogan@ky.gov

JH/lr

CC: Allen Anderson/ South KY RECC, Owner
James L Martin/ AFA Engineering LLC, Applicant/Engineer
Dennis Crist/Building Official

General Notes:

1. Provide shop drawings on the sprinkler system bearing the seal and signature of a Ky. Licensed fire protection sprinkler contractor and NICET III or IV sprinkler layout technician. Be advised that a separate review fee will be required based from Section 121.3.9 & Table 121.3.9 of the 2013 KBC. (Section 18.3.5, 2000 NFPA 101)
2. Be advised, a final report of special inspections documenting completion of all required special inspections and correction of any discrepancies noted in the inspections shall be submitted to the building official by the design professional in responsible charge prior to issuance of a certificate of occupancy. (Sect 1704.2.4, 2013 KBC)

NOTE: *Compliance with Kentucky Accessibility Standards may not reflect total compliance with Federal Accessibility Laws.*

NOTE: *Licensed HVAC Contractor Required: The installation of all Heating, Ventilating and Air-Conditioning Systems (HVAC), whether in existing or new building construction shall be performed by a Licensed Kentucky Master HVAC Contractor.*

NOTE: *Please contact the Division of HVAC of this office for any additional permits that might be applicable to this project.*

NOTE: *You can check your project status on our website: www.dhbc.ky.gov then go to plan status.*

July 6, 2015

To All Prospective Invited Bidders:

This invitation is being provided to all General Contractors who have an interest in the South Kentucky Rural Electric Cooperative (SKRECC) Headquarters Office and Warehouse Project in Somerset, KY. The project will be performed at the site of the former Somerset Houseboats Manufacturing facility (30.2 acres) located at the intersection of Parkers Mill Road and Somerset Boulevard (200 Somerset Boulevard) just east of US 27 in the south section of Somerset, KY. The project is being implemented using the General Contractor (design – bid – build) delivery method.

There are 5 buildings involved in the project. Building A is a new, approximately 37,000 s.f. office building which will be constructed where the showroom for the houseboat facility is now located. Building B is located directly behind building A and involves the remodelling of approximately 123,000 s.f. of the existing warehouse that will remain after demolition. Buildings C, D and E (8,000 s.f., 8,700 s.f., and 1,800 s.f.) are also being remodelled. Project Bids will be solicited by invitation for buildings A & B or, alternatively, C, D and E or all five will be offered. Bidders are required to provide a bid bond and successful bidder(s) will be required to provide performance and payment bonds. The project is not subject to a prevailing wage decision.

Building A includes insulated concrete form walls, interior structural steel frame, elevator, wood trusses, masonry, standing seam metal roof and M/E work. Building B includes construction of a new end wall, fit-up for approximately 11,000 s.f. of interior offices and other renovation work in the existing warehouse building. There is minimal site work in the project. The package for A & B includes demolition work. Buildings C, D, E involve work with plumbing, doors, interior build-out and minor M/E work.

A pre-bid conference will be held at the SKRECC office, 925 North Main Street, Somerset, KY on July 15, 2015 at 10:00 a.m. in the community room.

SKRECC reserves the right to reject any and all bids and to negotiate with bidders after receiving bids.

The plans, contract documents and bid package are available for review at the offices of:

MSE of Kentucky, Inc. (Architect/Engineer)
624 Wellington Way
Lexington, KY 40503
Marty Friedman, V. P.

South KY RECC (Owner)
925 N. Main Street
Somerset, KY 42503
Ruby Patterson, V. P.

Plans are available for viewing with password under private jobs at:

Lynn Imaging
328 Old Vine Street
Lexington, KY 40507.

Printed documents can also be ordered from Lynn Imaging.

Plans can also be viewed and downloaded at the MSE of Kentucky web site with a password. Contact Beverly Buford 859-223-5694 at MSE to register your contact information and to receive the password with instructions.

Sincerely,

Sincerely,

A handwritten signature in cursive script, appearing to read "Glen A. Ross".

Glen A. Ross, P.E.
President/Principal
MSE of Kentucky, Inc.

On behalf of:
South Kentucky RECC