Exhibit No. _____ Issues: Merits of Application Witness: Jon Schulte Type of Exhibit: Direct Testimony Sponsoring Party: Co-Mo Electric Cooperative Case No.: EO-2022-0190 Date Testimony Prepared: March 3, 2022

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

CASE NO. EO-2022-0190

DIRECT TESTIMONY OF

JON SCHULTE

ON BEHALF OF

CO-MO ELECTRIC COOPERATIVE

Tipton, MO March 2022

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1. **INTRODUCTION**

2. **Q. Please state your name and job title.**

- 3. A. My name is Jon Schulte. I am employed by Co-Mo Electric Cooperative
- 4. as the Director of Engineering and Operations.

5. **Q. What are your job duties?**

- 6. A. My oversight includes all aspects of the Cooperative's day to day business associated
- 7. with operations, engineering, construction and maintenance.

8. Q. What is your business address?

9. A. Co-Mo is located at 29868 Hwy 5, Tipton, MO 65081.

10. Q. Briefly describe the business of Co-Mo.

- 11. A. Co-Mo is a rural electric cooperative first formed on May 10, 1939 when
- 12. electric service was not being otherwise provided in the area by either investor-
- 13. owned or municipally owned utilities and is engaged in the distribution of retail
- 14. electric energy and related services to our customers, which we refer to as
- 15. members or member-owners, in Cooper, Moniteau, Morgan, Camden, Benton,
- 16. Cole, Pettis, Saline and Miller Counties. We have just over 32,000 connected
- 17. meters, serve approximately 7.9 meters per mile, and have over 4,000 miles of
- 18. energized lines. Our rates are set and our operations are governed by a board of
- 19. directors selected through annual elections by our member-owners. The directors are
- 20. themselves member-owners. We operate on a cooperative business plan which basically
- 21. means that our customers or members are our owners and our purpose is not to
- 22. make a profit. We have no outside investors. Co-Mo is one of forty Missouri
- 23. distribution cooperatives in Missouri's three-tiered electric cooperative system

46.	Q. Have you ever testified in a proceeding before the Missouri Public Service
45.	for Co-Mo from May 2007 to December 2015.
44.	Engineering and Operations in December 2015. I served as the Manager of Engineering
43.	A. I have been employed by Co-Mo for fifteen years. I became the Director of
42.	Q. Briefly describe your professional background and experience.
41.	through the University of Wisconsin-Madison.
40.	recently, I completed the NRECA Robert I. Kabat Management Internship Program
39.	Technology. I am a registered Professional Engineer in the State of Missouri. Most
38.	Management with an emphasis in Finance, both from Missouri University of Science &
37.	Electrical Engineering with an emphasis in Electric Power and an M.S. in Engineering
36.	Engineering from Missouri University of Science & Technology. I also have an M.S. in
35.	A. I a B.A. in Physics from the University of Central Missouri and a B.S. in Electrical
34.	Q. Please describe your professional qualifications.
33.	owners.
32.	history of providing safe, reliable and affordable electric service for its member-
31.	service interruptions for our members. Since its formation, Co-Mo has had a long
30.	of 5,549 MW, and despite the challenges of that event, there were no forced
29.	Winter Storm Uri last year Associated Electric Cooperative hit a new system peak
28.	Associated Electric Cooperative, headquartered in Springfield, Missouri. During
27.	Electric Power Cooperative is a part owner of and receives its generation services from
26.	Central Electric Power Cooperative, headquartered in Jefferson City, Missouri. Central
25.	the state. Co-Mo is a part owner of and receives its transmission services from
24.	that collectively owns its own transmission and generation facilities throughout

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47. Commission?

48. A. No.

49. **PURPOSE AND SCOPE**

50. **Q. What is the purpose of your testimony in this proceeding?**

- 51. A. The purpose of my testimony is to support the Application of Co-Mo which is
- 52. seeking an Order from the Commission to allow Co-Mo to serve Fox Hollow
- 53. Development. Fox Hollow is a planned residential subdivision recently annexed
- 54. into the city of Boonville, Missouri.
- 55. Q. Are you sponsoring any schedules in support of your direct testimony?
- 56. A. Yes. I am sponsoring Highly Confidential Schedule JS-01 (Feasibility Study) and
- 57. Schedule JS-02 (Map of existing facilities).

58. **II. MERITS OF THE APPLICATION**

59. Q. Does Co-Mo currently serve any member-owners inside the city limits of

60. Boonville?

- 61. A. Yes, approximately 13 homes which are mostly located around the edge of
- 62. Boonville's city limits.

63. Q. How is it that Co-Mo can serve those member-owners but not new ones in

64. newly annexed areas?

- 65. A. Co-Mo was serving those member-owners prior to their property being
- 66. annexed so we have the right to continue providing service to them, just not new
- 67. structures. This goes even so far as Co-Mo not being able to provide new
- 68. service if, for example, the member-owner owned a vacant lot next to their house
- 69. and wanted to build a new structure on it. We could not serve that new structure

- 70. unless we reached an agreement with Ameren to do so and brought that Territorial
- 71. Agreement before the Commission for approval.

72. Q. Has Co-Mo conducted a feasibility study respecting its ability to serve

- 73. and to assume the new load on its system?
- 74. A. Yes. Co-Mo has conducted a full feasibility study, included as Highly
- 75. **Confidential Schedule JS-01** that shows that Co-Mo financially and
- 76. operationally is fully capable and able to serve in such a way that will benefit all
- 77. Co-Mo members.

78. Q. Is Co-Mo capable of meeting Mr. Thurman's construction schedule?

79. A. Yes. The construction schedule has utilities, water and sewer being installed

80. from April through June of 2022 with construction of homes set to begin in July.

- 81. Co-Mo has obtained all of the necessary permits, franchises, and easements to
- 82. serve Fox Hollow, as well as completed all necessary engineering studies and
- 83. deployment plans. Provided the current Procedural Schedule is adhered to, and
- 84. the Commission rules favorably on this Application, Co-Mo should be able to
- 85. meet Mr. Thurman's construction schedule.

86. Q. What is Co-Mo's operational ability to serve all or portions of Fox

87. Hollow by January 18, 2025, three years from the effective date of the annexation?

- 88. A. Co-Mo is currently able to serve all of Fox Hollow from a capacity
- 89. standpoint and we expect our construction to connect the subdivision to be
- 90. completed in July 2022 assuming the Commission grants our Application.
- 91. Attached as **Schedule JS-02** is a map and accompanying detail showing
- 92. Cooperative's existing electric service facilities with adequate and necessary

93. service capability located within one mile of the boundaries of Fox Hollow.

94. Q. Please describe the physical locations Co-Mo's existing and planned facilities to95. serve Fox Hollow.

96. Co-Mo plans to serve the first two phases of the Fox Hollow subdivision from the

97. existing facilities that are currently serving load on adjacent parcels. Co-Mo is

98. also working on upgrades in the area to increase capacity of its facilities along

99. State Highway 98 which borders Fox Hollow on the north. As the subdivision

100. grows into phase three and beyond, Co-Mo has engineered plans to bring

101. additional facilities to the Fox Hollow subdivision. Co-Mo's power provider,

102. Central Electric Power Cooperative, is working on a distribution substation along

103. State Highway U which would become the main feed for Fox Hollow. Highly

104. Confidential Schedule JS-01 contains a map which shows the electrical layout

105. Co-Mo intends to use to serve within Fox Hollow as well as a map showing the

106. route where Co-Mo currently has easements to bring in additional facilities to

107. serve the Fox Hollow subdivision.

108. Q. Based on existing lines and facility locations, will Co-Mo serving Fox

109. Hollow result in Co-Mo crossing over any existing Ameren lines or facilities?

110. A. Co-Mo will not need to cross any existing Ameren lines or facilities to serve

111. the first two phases of Fox Hollow. We currently have electric facilities located

112. on the south side of Highway 98 which lies along the north boundary of Fox

113. Hollow so very minimal construction is even needed to connect to the Fox

114. Hollow development. To serve the last phases of Fox Hollow, we will need to

115. construct a line which would cross under Ameren Missouri's existing lines.

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- 116. However, that crossing and line construction is inevitable regardless of Fox
- 117. Hollow and is already in our current workplan. Allowing Co-Mo to serve the entire Fox
- 118. Hollow subdivision prevents duplication of electrical infrastructure in that area.
- 119. Q. Would Co-Mo serving Fox Hollow minimize unnecessary encumbrances

120. on the property and landscape?

- 121. A. Absolutely. Co-Mo's planned construction of the Fox Hollow subdivision
- 122. includes all underground lines so there will be minimal above-ground
- 123. encumbrances on the area and landscape. This benefits public safety and
- 124. aesthetics. There is an airport just to the east of Fox Hollow and Co-Mo took that
- 125. into account when laying out the services within Fox Hollow to abide by FAA
- 126. rules and regulations.
- 127. Q. Does this conclude your Direct Testimony?
- 128. A. Yes, it does.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

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In the Matter of the Application of Co-Mo Electric Cooperative for Approval of Designated Service Boundaries Within Portions of Cooper County, Missouri.

Case No. EO-2022-0190

AFFIDAVIT OF JON SCHULTE

STATE OF MISSOURI) SS COUNTY OF MONITURE)

Jon Schulte, being first duly sworn on his oath, states:

- 1. My name is Jon Schulte. I am the Director of Engineering and Operations of Co-Mo Electric Cooperative.
- 2. Attached hereto and made a part hereof for all purposes is my Direct Testimony on behalf of Co-Mo Electric Cooperative consisting of 8 pages, having been prepared in written form for introduction into evidence in the above-captioned docket.
- 3. I have knowledge of the matters set forth therein. I hereby swear and affirm that my answers contained in the attached testimony to the questions therein propounded, including any attachments thereto, are true and accurate to the best of my knowledge, information and belief.

Subscribed and sworn to before me this $\frac{3}{2}$ day of MANCh 2022.

(notary seal)

DEDBIE J. WILLIAMS Notary Public - Notary Seal State of Missouri Commissioned for Cooper County My Commission Expires: January 20, 2025 Commission Number: 12536344