

JONGELING Consulting

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October 9, 2009

Ms. Karen E. Cremer
PUC Staff Attorney
SD Public Utilities Commission
500 East Capitol Avenue
Pierre, SD 57501-5070

RECEIVED

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SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

Re: Consultant Proposal to assist Local Review Committee
Docket EL08-034 Deer Creek Energy Conversion Facility

Dear Ms. Cremer:

Enclosed please find three originals of my proposal for Consulting Services to assist the Local Review Committee established to assess the extent of the potential social and economic effects to be generated by the proposed Deer Creek Combined Cycle Energy Conversion Facility near White, SD. This proposal is to assist the LCA in assessing not only the potential social and economic effects, but also the area's capacity to absorb the effects at various stages of construction and to formulate mitigation measures.

I was contacted by the LCA and have met with them to discuss this proposal. The LCA has provided you with a letter requesting that I be retained to provide assistance as outlined in the enclosed proposal. A short biography of my qualifications was contained in that letter.

If you require further information please feel free to contact me at any time. Thank you for your consideration in this matter.

Sincerely,


Gregg E. Jongeling

cc. Dennis Falken – LCA Chair (Brookings County Commission) email
Tony Simons – LCA Vice Chair (Elkton School Superintendent) email



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Consulting Services Proposal For

Proposed Deer Creek Combined Cycle Energy Conversion Facility PUC Docket EL08-034

At the request of the Local Review Committee (LRC) established to assess the extent of the potential social and economic effects to be generated by the proposed Deer Creek Combined Cycle Energy Conversion Facility near White, SD, I offer the following proposal to assist the LRC in assessing not only the potential social and economic effects, but also the area's capacity to absorb the effects at various stages of construction and to formulate mitigation measures.

1. Pursuant to SDCL 49-41B-7 I will assist the Local Review Committee in determining the temporary and permanent alternatives in the following areas:
 - a. Housing Supplies
 - b. Educational Facilities and manpower
 - c. Waste supply and distribution
 - d. Waste water treatment and collection
 - e. Solid waste disposal and collection
 - f. Law enforcement
 - g. Transportation
 - h. Fire protection
 - i. Health
 - j. Recreation
 - k. Government
 - l. Energy
2. In order to provide the necessary input, I will review the documents submitted by Basin Electric Power Cooperative in Docket #EL08-034 dated July 2009. I will formulate questions and concerns to be reviewed by the LRC.
3. I will, within the PUC defined "affected area" (twelve mile radius in South Dakota), contact local governmental agencies including County Commissions, Mayors, Chief Law Enforcement Officers, Fire Chiefs, and School Superintendents requesting their input on the positive and negative effects of the proposed project. It is expected that this will require meeting with or having phone conversations with approximately 30 separate agencies.

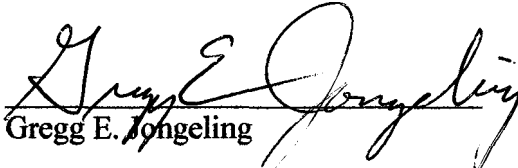
4. I will contact local Economic Development Agencies, Real Estate Professionals, home builders and apartment/rental property owners to assess the availability of short term and long term housing in the area. It is expected that this will require meeting with or having phone conversations with approximately 20 separate entities.
5. I will meet with the LRC as necessary to review information gathered, take feedback on the draft report and get approval of the Final Report. It is anticipated that this will require three (3) meetings with the first scheduled for November 5 to review progress.
6. Contact with members of the Local Review Committee will be primarily by email except for those scheduled meetings detailed above.
7. A Final Report will be provided for the LRC to forward to the PUC by January 15, 2010. This report will be provided in hard copy and in PDF (digital) form.

The cost of providing the above referenced services shall be **\$10,500** excluding any applicable sales tax. It is anticipated that reimbursement will come from the Public Utility Commission and that this remuneration would not be subject to sales tax. The calculations for this fee are as follows:

1. Project review	5 hrs
2. Meetings with LRC	6 hrs
3. Personal and telephone contacts	48 hrs
4. Report writing	<u>38 hrs</u>
Total labor hours	97 hrs

Indirect costs of printing, travel, supplies and miscellaneous are estimated at \$800. A total of 97 hours at \$100 per hour results in a labor cost of \$9,700 thereby generating a total cost of consultant services in the amount of **\$10,500**.

Prepared this 8th day of October, 2009.


 Gregg E. Jongeling