BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the Complaint Against Westar) Energy, Inc. by Douglas Yoder) Docket No. 18-WSEE-286-COM

NOTICE OF FILING OF STAFF REPORT AND RECOMMENDATION

COMES NOW, the Staff of the State Corporation Commission of the State of Kansas (Staff and Commission, respectively), and for its Notice of Filing of Staff Report and Recommendation states as follows:

Staff hereby files the attached Report and Recommendation dated July 12,
2018, recommending that the Commission dismiss Mr. Yoder's complaint and find Westar complied with the terms and conditions of its tariff.

WHEREFORE, Staff requests the Commission consider its Report and Recommendation, and for such other and further relief as the Commission deems just and proper.

Respectfully submitted,

Phoenix Anshutz, S. Ct. #27617 Litigation Counsel Kansas Corporation Commission 1500 SW Arrowhead Road Topeka, Kansas 66604 (785) 271-3312 (Telephone) E-mail: <u>p.anshutz@kcc.ks.gov</u> For Commission Staff

STATE OF KANSAS

Corporation Commission Utilities Division 1500 SW Arrowhead Road Topeka, KS 66604-4027



Рноме: 785-271-3220 Fax: 785-271-3357 http://kcc.ks.gov/

GOVERNOR JEFF COLVER, M.D. Shari Feist Albrecht, Chair | Jay Scott Emler, Commissioner | Dwight D. Keen, Commissioner

- TO: Chair Shari Feist Albrecht Commissioner Jay Scott Emler Commissioner Dwight D. Keen
- **FROM:** Tim Stringer, Energy Engineer Leo Haynos, Chief Engineer Jeff McClanahan, Director of Utilities
- **DATE:** July 12, 2018
- **SUBJECT:** Docket Number: 18-WSEE-286-COM In the Matter of the Complaint Against Westar Energy, Inc. by Douglas Yoder

EXECUTIVE SUMMARY:

On January 8, 2018, Douglas Yoder (Mr. Yoder, Complainant) filed a Complaint seeking relief from Westar Energy, Inc. (Westar) for damages that he alleges were caused by the wanton failure of Westar to properly restore his electric service in a timely manner. Westar believes the Complaint should be dismissed because the Complainant provides no basis for negligence on the part of Westar.

Based on discovery and positions filed in this Complaint, Staff recommends the Commission dismiss this Complaint and find Westar complied with the terms and conditions of its tariff.

BACKGROUND:

At 9:40 p.m. on August 21, 2017, Mr. Yoder experienced a weather-related power outage at his residence. The power was restored approximately three hours later. However, a second outage occurred 16 minutes after the power was restored. Mr. Yoder and several other customers called to report the second power outage. Mr. Yoder placed a second call to Westar at 7:35 a.m. Coincidentally, the power was restored 38 minutes after the second call by Mr. Yoder.¹ Mr. Yoder alleged the prolonged second outage resulted in collateral damage to his basement because the electric sump pump was unable to prevent water from flooding his basement. Further, Mr. Yoder believes Westar misled him by estimating the power would be restored by 2 a.m.

In its Response to the Complaint, Westar states the first outage was caused by a lightning strike on the circuit. Westar crews responded to the first outage and replaced a blown fuse. The crew then proceeded to restore other customers that had lost service from the storm. At 12:23 a.m. Westar was alerted by multiple callers that an additional outage had occurred. Westar returned

¹ Para. 8, Motion to Dismiss of Westar Energy, Inc.

to the site at 5:29 a.m. and found the recently replaced fuse had blown. Subsequently, Westar determined a section of underground distribution cable in conduit between transformers in the circuit serving Mr. Yoder had failed. Westar pulled the failed section of cable from the conduit and replaced the cable. Power was restored at 8:13 am on August 22, 2017.²

ANALYSIS:

According to Westar, there were 155 customers on the circuit for both outages and 59 customers reported the loss of power.³

The Complainant believes that the second outage was not weather related, but a system breakdown in Westar's response and a failure to perform their duties under Notice and Due Diligence.⁴ Due to Westar's decision to leave the entire circuit de-energized while making repairs rather than working to restore service to part of the circuit, the Complainant contends this decision prolonged the outage which caused his sump pump not to operate and allowed water in his basement.

Based on discovery conducted in this Docket, the primary cable that failed was installed in conduit in 1988.⁵ Westar has seen failure of their direct buried primary cable of that vintage, but not when the cable is installed in conduit. Westar states that it had no prior indication that the underground primary cable was going to fail and had no reason to expect this failure to occur.⁶ Westar believes there is a high probability that a lightning strike in Mr. Yoder's neighborhood caused the initial outage.⁷ Staff notes the energy contained in a lightning strike is tremendous and can stress the insulation of the underground cable, thus weakening the insulation and, over time, lead to cable failure. Although the storm activity on the night of the outage may not have been the first lightning strike that the underground cable has experienced, Westar considers it likely that the lightning activity that night was the cause of the failed cable⁸. When the cable failed, the replaced fuse operated correctly and de-energized the circuit. Although Mr. Yoder takes exception to the term "likely" in determining the cause of the cable failure,⁹ Staff notes the cable failed shortly after a weather event with active lightning which had caused multiple outages in the area. This fact leads Staff to conclude that it is reasonable to consider both outages experienced by Mr. Yoder as weather related. The Complainant takes issue with Westar's decision to replace the cable in conduit instead of switching methods to restore power to the customers. Staff contends response to outages are dynamic and decisions need to be made based on existing conditions. In this case, Staff agrees with Westar's assertion that it would take the same amount of time to restore power by switching as to replace the cable, as the linemen chose to do.¹⁰

Based on the information contained in the Formal Complaint, Mr. Yoder either spoke or received correspondence from Westar which seemed conflicting about the outages, outage times and

² Response to Data Request 5.

³ Response to Data Request 4.

⁴ Formal Complaint, Page 3.

⁵ Response to Data Request 2.

⁶ Motion To Dismiss of Westar Energy, Inc., Page 4.

⁷ Formal Response, Page A-1.

⁸ Motion To Dismiss of Westar Energy, Inc., Page 3.

⁹ Response to Motion Filed by Westar Energy, Inc., Page A-1.

¹⁰ Response to Data Request 8.

cause of the outage. Since there were two separate, but related outages on the same circuit within a short time frame, Staff believes that the information exchange between all parties became muddled as to the specific outage, the equipment that failed or worked as designed, and the timeframe of events.

In response to his first call, Mr. Yoder received a recorded message from Westar that estimated the outage restoration time. The restoration times that Westar provided in this script are based on historical averages for the type of outage¹¹ being experienced, and the recording clearly states that the outage is based on historical averages when the outage is reported.¹² However, Mr. Yoder believes Westar should have known the cause of the second outage and stated a more accurate restoration time.¹³ Because of the ongoing storm restoration activity, Westar's crew did not arrive on site for the second outage until 5:29 am on August 22, 2018.¹⁴ Until the second outage could be fully investigated by a crew on site, Staff contends the estimate based on historical averages is reasonable.

CONCLUSION:

Staff believes that Westar could not have reasonably known that an underground cable would fail within a short amount of time after the original outage. Therefore, Staff concludes the estimated restoration time provided by Westar that was based on historical information and not actual field conditions is a reasonable estimate. Staff also notes that failed underground cable takes longer to locate and repair than overhead conductors, but that specific information was not available to the Call Service Representative that spoke with Mr. Yoder on the morning of August 22, 2018. Also, Mr. Yoder would not have known that Westar crews had been on site since 5:29 that morning repairing the circuit, and it was a coincidence that within 38 minutes after Mr. Yoder's call to Westar, power would be restored.

After reviewing the provided information, Staff can find no willful or wanton conduct on Westar's part to restore service to the Complainant.

RECOMMENDATION:

Staff recommends the Commission dismiss this Complaint and find Westar complied with the terms and conditions of its tariff with respect to the storm response related to the Complaint.

¹¹ Response to Data Request 1.

¹² Motion To Dismiss of Westar Energy, Inc., Page 4.

¹³ Formal Complaint, Page B-2.

¹⁴ Response to Data Request 5.

CERTIFICATE OF SERVICE

18-WSEE-286-COM

I, the undersigned, certify that a true and correct copy of the above and foregoing Notice of Filing of Staff Report and Recommendation was placed in the United States mail, postage prepaid, or hand-delivered this 16th day of July, 2018, to the following:

Douglas Yoder 2900 Harrison Ave. Lawrence, KS 66047 PHOENIX ANSHUTZ, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604 Fax: 785-271-3354 p.anshutz@kcc.ks.gov

CATHRYN J. DINGES, SENIOR CORPORATE COUNSEL WESTAR ENERGY, INC. 818 S KANSAS AVE PO BOX 889 TOPEKA, KS 66601-0889 Fax: 785-575-8136 cathy.dinges@westarenergy.com

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Vicki Jacobsen