`BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application of	
PacifiCorp for a Certificate of	
Convenience and Necessity Authorizing	
Construction of the Lake Side	D. L. M.
Power Project	Docket No.
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DIRECT TESTIMONY OF KURT STEINEBRONN

- 1 Q. Please state your name and business address.
- 2 A. My name is Kurt Steinenbronn. My business address is 4400 Alafaya Trail, MC Q1-301
- 3 Orlando, Florida 32826-2399.

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- 5 Q. What is your occupation?
- 6 A. I am Vice President, Western Region of Siemens Westinghouse Power Corporation.

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- 8 Q. Please describe your educational background and experience.
- 9 A. This information is included in Appendix A to my testimony.

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- 11 Q. On whose behalf are you appearing in this proceeding?
- 12 A. I am appearing on behalf of Siemens Westinghouse Power Corporation in support of
- 13 PacifiCorp's application for a Certificate of Convenience and Necessity authorizing the
- construction of the power plant to be built at the Geneva site in Utah County.

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- 16 Q. Could you please give us some background on Siemens Westinghouse Power
- 17 Corporation?
- 18 A. Siemens Westinghouse Power Corporation (SWPC) is a Siemens Company. It is a
- subsidiary of Siemens Corporation, which is a subsidiary of Siemens AG.

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- 21 **Q.** Could you give us some background on the relationships of the corporate entities?
- 22 A. Siemens AG is a global company, headquartered in Munich, Germany, with \$84 billion
- 23 in sales, \$2.5 billion in net income, and \$5.7 billion in research and development. Siemens AG

- has 426,000 employees, a presence in 190 countries, and is twenty-second on the Fortune 500 of
- 2 global companies. It is also publicly traded on the New York Stock Exchange and the European
- 3 stock exchange. The business segments of Siemens AG include: Energy and Power, Industry and
- 4 Automation, Information and Communications, Transportation, Health Care, Lighting,
- 5 Components, Finance and Real Estate.
- 6 Globally, Siemens Power Generation is headquartered in Erlangen, Germany. It has \$9.5 billion
- 7 in sales and \$1.6 billion in net income. It invests \$200 million annually in research and
- 8 development and has nearly 30,000 employees. Siemens Power Generation has over 655,000
- 9 megawatts of installed capacity and has manufacturing locations in the U.S., Canada, Germany,
- 10 Brazil, China, Great Britain, Hungary, India, Malaysia, and Indonesia. It offers total lifecycle
- support for engineering, manufacturing and servicing a full-spectrum of environmentally
- 12 friendly, cost-effective products including gas and steam turbine-generator technology and
- world-class process control and power management systems.

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- 15 Siemens Corporation, the US holding company for Siemens AG operations in the United States,
- 16 is headquartered in New York, New York, with 700 locations in the U.S., including 100
- production facilities. Siemens Corporation has \$17 billion in sales and 65,000 employees. Its
- 18 business segments include: Energy and Power, Industry and Automation, Information and
- 19 Communications, Health Care, Transportation, Microelectronics and Components, Lighting and
- 20 Precision Materials.

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- 22 SWPC is the North American and South American business entity of Siemens Power
- 23 Generation's global fossil power generation business. SWPC is headquartered in Orlando,
- 24 Florida, and has 6,500 employees. SWPC has over 300,000 MW of installed capacity in the
- 25 Americas and equipment from Siemens Westinghouse generates one-third of the electricity in the
- 26 U.S. Revenues for Siemens Power Generation systems and services exceeded \$4 billion last year
- 27 just in the United States.

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- 29 In the six-state region served by PacifiCorp, Siemens companies have more than 6,000
- 30 employees, operates in over 100 locations and pays more than \$500 million to vendors.

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- 1 As part of one of the largest companies of the world, Siemens Power Generation offers its
- 2 customers stability through financial strength and more than 150 years of power generation
- 3 expertise.

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5 Q. What is SWPC's relationship with Summit?

- 6 A. Summit and SWPC have enjoyed a long-term relationship, participating on a contract
- 7 basis in twelve projects over the past six years.

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9 Q. What is SWPC's role in the PacifiCorp project at the Geneva site in Utah county?

- 10 A. SWPC will be responsible for plant engineering, project management, start-up, and
- 11 commissioning the 534-MW plant pursuant to an engineering, procurement, and construction
- 12 (EPC) Contract with Summit. In addition, once the plant is completed, SWPC will provide
- service for the plant through a twelve-year long-term maintenance program service agreement
- with PacifiCorp. As a result, SWPC's contract obligations to provide the products and services of
- this project will be supported by the financial stability and resources of the Siemens companies.

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- We are prepared to mobilize the vast capabilities that exist within our global workforce to serve
- the unique needs of PacifiCorp. Globally, Siemens Power Generation has thirty service offices,
- 19 nine factory service locations, ten repair facilities, and more than 3,000 service personnel in the
- 20 field. We believe that global scale drives local responsiveness.

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22 **Q.** Will SWPC operate the plant?

- 23 A. No. SWPC will construct the plant through an EPC contract with Summit and then
- 24 SWPC will provide component maintenance through a long-term service agreement with
- 25 PacifiCorp. However, PacifiCorp will own and operate the plant once construction is completed.

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27 Q. Could you please describe SWPC's relationship with PacifiCorp?

- 28 A.. SWPC has a long-term relationship with PacifiCorp. For more than 50 years, SWPC has
- 29 provided power generation equipment and service to the company. Attached as Exhibit KS-1 is a
- 30 list of some of the PacifiCorp projects on which we have worked.

1 Q. Can you please give us a high-level description of the facility that SWPC will build

2 for PacifiCorp?

- 3 A. The plant at the Geneva site will be a 534-MW gas-fired, combined-cycle plant. It will be
- 4 comprised of two (2) W501F gas turbine generators, two (2) duct-fired heat recovery steam
- 5 generators and one (1) two-case reheat steam turbine generator in a 2 on 1 combined cycle
- 6 configuration.

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- 8 There are currently 186 W501F gas turbines in service. The fleet of W501Fs has amassed over
- 9 2,000,000 operating hours. The W501F consists of a 16 stage axial compressor, a Dry Low NOx
- 10 combustion system and a 4-stage reaction type turbine section. The W501F gas turbine is
- provided in an ECONOPACTM scope of supply, which includes items such as an open air-cooled
- 12 generator, starting package, electrical package, mechanical package and lubricating system,
- instrument air system, hydraulic oil system, gas fuel system, inlet air system and filter and a fire
- protection system. The W501F is directly coupled to an air-cooled generator that is equipped
- with a cooling air filter, silencers, inlet and exhaust ducting and an acoustical enclosure. The
- 16 Heat Recovery Steam Generator (HRSG) is a three-pressure reheat HRSG that produces steam
- 17 for the steam turbine. The gas turbine exhaust gas flows horizontally through the HRSG
- 18 releasing heat through the finned tubes to the water/steam cycle. The Steam Turbine is
- 19 designated as a KN steam turbine that consists of a combined High Pressure (HP)/Intermediate
- 20 Pressure (IP) turbine element and a double flow Low Pressure (LP) turbine element. The KN
- 21 Steam Turbine is a standard Siemens Product used throughout the world for combined cycle
- 22 applications. The components described are combined in a standard, reference design combined
- 23 cycle plant that has been applied in nearly 50 power plants around the world. This equipment
- 24 will provide a reliable, cost-efficient power generation solution. The plant is expected to be
- commissioned in the summer of 2007.

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27 Q. Does that conclude your testimony?

28 A. Yes, it does.