

**Goss
Samford**

ATTORNEYS AT LAW | PLLC

L. Allyson Honaker
allyson@gossamfordlaw.com
(859) 368-7740

August 8, 2017

Via Hand-Delivery

Mr. John S. Lyons
Acting Executive Director
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, KY 40602

RECEIVED

AUG 08 2017

PUBLIC SERVICE
COMMISSION

Re: In the Matter of: The Application of Apache Gas Transmission Company, Inc., for a Certificate of Public Convenience and Necessity Authorizing the Implementation of a Pipeline Replacement Program, Approval of Financing Pursuant to KRS 278.300 and the Application of Apache Gas Transmission Company, Inc., and Burkesville Gas Company, Inc., for Approval of a Gas Pipeline Replacement Surcharge and Tariff - Case No. 2017-00168

Dear Mr. Lyons:

Enclosed please find for filing with the Commission in the above-referenced case an original and ten (10) copies of Apache Gas Transmission Company, Inc. and Burkesville Gas Company, Inc.'s, Status Update regarding the financing portion of the Application.

Please do not hesitate to contact me if you have any questions.

Sincerely,



L. Allyson Honaker

Enclosures

RECEIVED

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

AUG 08 2017

**PUBLIC SERVICE
COMMISSION**

In the Matter of:

**APPLICATION OF APACHE GAS TRANSMISSION)
COMPANY, INC., FOR A CERTIFICATE OF PUBLIC)
CONVENIENCE AND NECESSITY AUTHORIZING THE)
IMPLEMENTATION OF A PIPELINE REPLACEMENT)
PROGRAM, APPROVAL OF FINANCING PURSUANT)
TO KRS 278.300 AND APPLICATION OF APACHE GAS)
TRANSMISSION COMPANY, INC. AND BURKESVILLE)
GAS COMPANY, INC. FOR APPROVAL OF A GAS)
PIPELINE REPLACEMENT SURCHARGE AND TARIFF)**

**CASE NO.
2017-00168**

STATUS UPDATE

Comes now Apache Gas Transmission County, Inc. ("Apache") and Burkesville Gas Company, Inc. ("Burkesville"), by counsel, and provides the following as a status update for the above-styled case:

David Thomas Shirey, Jr., spent a week in Kentucky recently, continuing to work on financing for the project. In the Supplemental Responses to Requests for Information filed on July 24, 2017, Mr. Shirey listed the numerous banks and other financial institutions that he had been in contact with regarding financing for this project. Mr. Shirey is diligently trying to obtain financing for all or part of the project. As mentioned in the Supplement Responses, Burkesville owns twelve acres of unencumbered land in Burkesville, Kentucky. While working with First and Farmers Bank, Mr. Shirey provided First and Farmers with the survey to the property. First and Farmers had indicated that an appraisal on the property would be obtained. However, on Thursday, August 3, 2017, Mr. Shirey received word from First and Farmers that after a review of the survey, Mr. Shirey should not spend money for an appraisal since the property would not appraise for enough

to have an 80/20 loan to value ratio. Mr. Shirey is still working on any other avenue to obtain financing but wanted to update the Commission as to the status of the twelve acres possibly being used as collateral for a portion of the financing. Mr. Shirey had hoped to have financing in place for the project before now since the next gas cost adjustment filing is due to be filed with the Commission the end of this month.

Apache and Burkesville will update the Commission with any additional information received regarding financing for the project.

This 8th day of August, 2017.

Respectfully submitted,



David S. Samford
L. Allyson Honaker
GOSS SAMFORD, PLLC
2365 Harrodsburg Road, Suite B235
Lexington, KY 40504
(859) 368-7740
david@gosssamfordlaw.com
allyson@gosssamfordlaw.com

*Counsel for Apache Gas Transmission Company,
Inc., and Burkesville Gas Company, Inc.*