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Linda Breathitt
Commissioner

April 3, 2014

PARTIES OF RECORD

Re: Case No. 2013-00237
Application of Water Service Corporation of Kentucky for an Adjustment of Rates

Attached is a copy of the memorandum that has been filed in the record of the above-referenced case. Any comments regarding this memorandum's contents should be submitted to the Commission within five days of receipt of this letter. Any questions regarding this memorandum should be directed to Ann Ramser, Commission Staff Attorney, at (502) 782-2585.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeff Derouen".

Jeff Derouen
Executive Director

AR/kar
Attachment

cc: Parties of Record

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case No. 2013-00237
Water Service Corporation of Kentucky

FROM: Ann Ramser *ahr*
Staff Attorney

DATE: April 3, 2014

RE: Informal Conference of April 1, 2014

An informal conference was held on April 1, 2014. Participants included:

Mark Frost	-	Commission Staff
Jason Green	-	Commission Staff
Ann Ramser	-	Commission Staff
George Wakim	-	Commission Staff
Gregory Dutton	-	Office of Attorney General
Angela M. Goad	-	Office of Attorney General
Sue Ellen Morris	-	Hickman County Attorney (via phone)
Steve Lubertozzi	-	Water Service Corporation of Kentucky (via phone)
Dimitry	-	Water Service Corporation of Kentucky
Neyzelman	-	(via phone)
Lowell Yap	-	Water Service Corporation of Kentucky (via phone)
Todd Osterloh	-	Attorney for Water Service Corporation of Kentucky

All participants were identified and the sign in sheet completed.

Mr. Dutton advised that Leanna Wilkerson told him that she would no longer be representing the City of Clinton. No one participated in the informal conference on behalf of the City of Clinton.¹

Ms. Morris advised that Hickman County Judge Executive Greg Pruitt and Allen Poole, City of Clinton Administrator, intend to make public comments at the hearing.

Mr. Dutton identified Andrea Crane as the witness for the Office of the Attorney General.

¹ Leanna Wilkerson contacted Ms. Ramser on April 2, 2014 and advised that she would be representing the City of Clinton at the hearing.

Mr. Osterloh identified the following witnesses for Water Service Corporation of Kentucky:

Patrick Baryenbruck
Bruce Haas
Steven M. Lubertozzi
Helen Lupton
Dimitry Neyzelman
Gary Shambaugh

Mr. Osterloh indicated that Mr. Neyzelman would replace Lowell Yap as a witness. Mr. Dutton, Ms. Goad, Ms. Morris, and Ms. Ramser all expressed opposition to Mr. Neyzelman replacing Mr. Yap as a witness. Mr. Yap is the person who submitted prepared testimony and responded to data requests. Mr. Osterloh indicated that Mr. Neyzelman would adopt Mr. Yap's testimony and responses.

Mr. Dutton advised that all of Water Service Corporation of Kentucky's witnesses should be prepared for cross-examination.

Ms. Ramser advised that Ms. Lupton will be able to testify telephonically should technical issues prevent her from testifying via video conference.

Mr. Frost advised that Water Service Corporation of Kentucky should be prepared to provide additional information regarding: the breakdown of the \$153,000 Clinton Sewer expenses; depreciation regarding computers and transportation; and clarification of contradictions between the rebuttal testimony and rebuttal spreadsheets.

Ms. Ramser stated that the amount of revenue increase sought by Water Service Corporation of Kentucky was not consistent. Mr. Osterloh inquired about the inclusion of rates from the purchase water agreement as a result in Fern Lake Company's increase in rates.

Water Service Corporation of Kentucky needs to provide rate case expense as of the date of the hearing.

The informal conference then adjourned.

cc: Parties of Record