Matthew G. Bevin Governor

Charles G. Snavely Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

March 29, 2016

PARTIES OF RECORD

Re: Case No. 2016-00106

Attached is a copy of a memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum please do so within five days of receipt of this letter. If you have any questions, please contact Jonathan Beyer, Commission Counsel, at 502/782-2581.

Sincerely,

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James W. Gardner Acting Executive Director

Enclosures

James W. Gardner Chairman

Daniel E. Logsdon Jr. Vice Chairman

> J. Roger Thomas Commissioner

INTRA-AGENCY MEMORANDUM ADDENDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File – Case No. 2016-00106

FROM: Jonathan Beyer, Staff Attorney

DATE: March 29, 2016

RE: Informal Conference of March 29, 2016

Pursuant to the Commission's March 11, 2016 Order, an informal conference was held in this matter on March 29, 2016. A list of attendees is attached.

Beginning the conference, noting that several non-parties were attending the conference, Mr. Beyer with Commission Staff explained that Commission practice is that non-parties to a case may only participate in an informal conference if the parties do not object. Mr. Baughman, counsel for Ridgelea Investments, Inc. ("Ridgelea") confirmed that he did not object and was in favor of representatives of Farmdale Sanitation District ("Farmdale"), Franklin County Fiscal Court and HMB Professional Engineers, Inc. ("HMB") participating in the conference.

In discussing the issues, Mr. Stewart with HMB stated that KIA funding is available to repair the plants, however an application would need to be submitted by the end of KIA's fiscal year, June 30, 2016. The parties further discussed the condition of the plants at issue and Farmdale District's plans as far as operating the plants. Mr. Alsip with the sanitation district and Mr. Northcutt with the county indicated that the sanitation district would be willing to act as a receiver over the treatment plants. They further explained that in the short-term the plants will be restored to maintain operation and in the long-term a new treatment plant will be constructed, allowing the three aged existed plants to be retired.

Mr. Alsip and Mr. Northcutt also stated that Farmdale Sanitation anticipates entering into a contract with the Franklin County Sewer Department for the county to operate the treatment plants upon the district's potential appointment as receiver. Mr. Beyer inquired as to whether the district or county intended on intervening in this matter, to which the respective representatives indicated that they would consider doing so, if it would aid the Commission and/or expedite the process. Mr. Beyer noted that should either the district or county intervene, they would have the opportunity to more actively participate and be involved in the Commission's proceedings.

Finally, Mr. Beyer stated that the Commission may schedule a formal hearing in this matter. Finding that no party had any further questions the conference was adjourned.

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

RIDGELEA INVESTMENTS, INC. NOTICE OF SURRENDER AND ABANDONMENT OF UTILITY PROPERTY NAMELY THREE (3) FRANKLIN COUNTY WASTEWATER TREATMENT PLANTS

CASE NO. 2016-00106

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March 29, 2016

Please sign in:

NAME

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REPRESENTING

PSC Ferndole Sonitetion Dist. DUINCERS MR ranklin ount INNE USC. Legia SLff P.S.C.

*John B Baughman Hazelrigg & Cox, LLP 415 West Main Street P.O. Box 676 Frankfort, KENTUCKY 40602

*Ridgelea Investments, Inc. 2106 W North Bend Road Cincinnati, OH 45224