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JAN 27 2017 COMMONWEALTH OF KENTUCKY 1 2 BEFORE THE PUBLIC SERVICE COMMISSION PUBLIC SERVICE COMMISSION 3 4 IN THE MATTER OF: 5 6 APPLICATION OF BIG RIVERS 7 **ELECTRIC CORPORATION FOR** CASE NO. 2016-00278 8 A DECLARATORY ORDER 9 10 11 RESPONSE OF CITY OF HENDERSON, KENTUCKY, AND 12 13 HENDERSON UTILITY COMMISSION, d/b/a HENDERSON MUNICIPAL POWER & LIGHT, 14 15 TO BIG RIVERS ELECTRIC CORPORATION'S 16 MOTION FOR AN ORDER PERMITTING 17 USE OF DEPOSITION AT HEARING 18 19 The City of Henderson, Kentucky, and the Henderson Utility Commission, d/b/a 20 Henderson Municipal Power & Light (jointly referenced hereinafter as "Henderson"), file this 21 response to the motion of Big Rivers Electric Corporation (hereinafter "Big Rivers") to use the 22 23 deposition of Gary Quick dated June 13, 2011, for cross-examination purposes during the hearing of this matter scheduled for February 7, 2017. 24 Both Henderson and Big Rivers had multiple opportunities to exchange information 25 requests during the discovery phase of this proceeding. If Mr. Quick's deposition testimony in 26 the wholly distinct arbitration proceeding raised an issue relevant to Big Rivers' application for a 27 28 declaratory order, the issue should have been addressed in the form of an information request. Now that discovery is closed, Henderson is less than agreeable to the use of supplemental 29 30 materials in the absence of an order requiring the same. 31 In response to Big Rivers' request to introduce Mr. Quick's arbitration deposition at the

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hearing before the Kentucky Public Service Commission (hereinafter "Commission"),

Henderson required only that Big Rivers explain the relevance of that testimony to the pending

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application, and identify specifically the portion or portions of the deposition it intends to introduce. Big Rivers has declined to do either.

Big Rivers in its motion does not disclose either to Henderson or to the Commission the substance and relevance to the instant action of deposition testimony taken from Mr. Quick nearly six (6) years ago in a hearing before an arbitration panel. Rather, Big Rivers makes only a vague reference to "a discussion by Mr. Quick of issues directly relevant to this proceeding." In response to Henderson's request that Big Rivers identify the specific portion or portions of the deposition it intended to use, Big Rivers merely referred Henderson to a lengthy passage spanning more than eighty (80) pages.

The Agreed Protective Order referenced in Big Rivers' motion and entered in the arbitration proceeding presumably contemplated a true negotiation between the parties concerning the potential disclosure of protected materials. Such a negotiation would have involved an exchange of proposals with the aim of reaching an agreement on mutually acceptable terms. But Big Rivers' request to introduce Mr. Quick's arbitration deposition at the Commission hearing instead came in the form of a demand, accompanied by an unwillingness to reach a compromise that would have assured the protection of sensitive information from public scrutiny. It is this absence of a spirit of negotiation that violates the Agreed Protective Order, and forms the basis of Henderson's objection to Big Rivers' motion.

Henderson is, at a minimum, entitled to know prior to the hearing precisely which "issues" addressed in the arbitration proceeding are relevant to Big Rivers' application for a declaratory order, so that Henderson can adequately prepare to address those issues, and avoid the danger of undue surprise. For similar reasons, Henderson is entitled to know with specificity the testimony to be used in the cross-examination of Mr. Quick.

1	For the foregoing reasons, the Commission should deny Big Rivers' motion. In the
2	alternative and without waiving the foregoing, Henderson requests that the Commission order
3	Big Rivers to explain the relevance of the prior deposition to the instant proceeding, and to
4	identify with specificity the portion of portions of that testimony it intends to use in cross-
5	examining Mr. Quick. In the event the Commission grants Big Rivers' motion, Henderson
6	reserves the right to introduce the arbitration testimony of Big Rivers' personnel on the same
7	terms and for the same purposes governing the use of Mr. Quick's deposition.
8 9	Respectfully submitted,
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1 2 DAWN KELSEY 3 CITY ATTORNEY 4 CITY OF HENDERSON 5 222 First Street 6 Henderson, Kentucky 42420 7 Attorney for City of Henderson 8 9 10 11 12 13 14 15 **CERTIFICATE OF SERVICE** 16 17 I hereby certify that a true and exact copy of the foregoing was forwarded this 27 of January, 2017, via U.S. Mail, postage prepaid, or via facsimile, electronic mail, and/or hand 18 delivery, to the following: 19 20 21 James M. Miller R. Michael Sullivan 22 23 Tyler Kamuf SULLIVAN, MOUNTJOY, STAINBACK & MILLER, P.S.C. 24 25 100 St. Ann Street 26 P.O. Box 727 27 Owensboro, Kentucky 42302-0727 28 Attorneys for Big Rivers Electric Corp. 29 30 Original and ten (10) copies to: 31 32 Dr. Talina R. Mathews **Executive Director** 33 Kentucky Public Service Commission 34 211 Sower Boulevard 35 P.O. Box 615 36 John h Kugher 37 Frankfort, Kentucky 40602-0615 38 39