

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

JOINT APPLICATION OF SENTRA	)	
CORPORATION, A WHOLLY OWNED	)	
SUBSIDIARY OF BLUE RIDGE MOUNTAIN	)	CASE NO.
RESOURCES, INC., AND SENTRA	)	2018-00107
RESOURCES LLC FOR THE TRANSFER AND	)	
ACQUISITION OF STOCK AND FINANCING	)	

COMMISSION STAFF'S POST HEARING REQUEST FOR INFORMATION TO  
SENTRA CORPORATION AND BLUE RIDGE MOUNTAIN RESOURCES INC.  
AND SENTRA RESOURCES LLC

Sentra Corporation ("Sentra"), Blue Ridge Mountain Resources, Inc. ("BRMR"), and Sentra Resources LLC ("Sentra Resources") (collectively "Joint Applicants") pursuant to 807 KAR 5:001, are to file with the Commission the original and six copies of the following information, with a copy to all parties of record. The information requested herein is due on or before July 3, 2018. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Electronic documents shall be in portable document format ("PDF"), shall be searchable, and shall be appropriately bookmarked. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate

to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Joint Applicants shall make timely amendments to any prior response if they obtain information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Joint Applicants fail or refuse to furnish all or part of the requested information, they shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When filing a document containing personal information, Joint Applicants shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the Joint Application, Exhibit 1, Stock Purchase Agreement, paragraph 2.2, Purchase Price. Provide a detailed explanation of the basis for the \$250,000 stock purchase price.

2. Provide a detailed three-year Business Plan for Sentra that includes profit and loss statements with projected revenues, costs, and net income and associated balance sheets. The first year of the business plan is to include 12 monthly forecasted activity periods and a totaled annual amount. Years two and three include only annual forecasted activity. The associated balance sheets provide for all three years as of the

December 31 year-end totals only. Include all basis and assumptions used to develop the business plan projections.

3. Provide details for the 38 miles of Sentra's main gas distribution pipelines. Per the testimony of Dan Bryant, it was indicated that there were three separate segments of pipeline that have been replaced in the increments of approximately ten miles, ten miles, and 18 miles.

- a. Provide the age/ages of the separate segments of pipelines.
- b. Provide the estimated book value of the separate segments of pipelines.
- c. Provide the estimated replacement value of the separate segments of the pipelines.
- d. Provide the type of pipe, i.e. steel, PVC, of each segment.
- e. Provide the estimated condition and the expected useful life of the pipe in each segment.

4. Refer to Joint Application, Exhibit 1, Schedule 3.8.
- a. Provide the specific items that comprise the \$50,120 Accrued Liability balance reflected on Sentra Corporation's Balance Sheet dated December 31, 2017.
  - b. Provide a detailed explanation of the \$4,590 Miscellaneous Expense listed on Sentra Corporation's Statement of Operations for the month ended December 31, 2017.
  - c. Provide the general categories and their associated amounts that are included in the \$40,136 Cost of Sales and \$8,993 General and Administrative Operating

Expenses listed on the Sentra Corporation Statement of Operations for the month ended December 31, 2017.

5. Confirm that Blue Ridge Mountain Resources, Inc. will provide all requested information to Sentra Resources, LLC that is necessary for Sentra Resources, LLC to comply with Commission requests for information related to this transaction.

6. Refer to the Joint Application which states, on unnumbered pages two and three, that upon closing of the contemplated transaction, "all stock of Sentra Corporation will be owned by Sentra Resources," and that "Sentra Corporation will continue to own and operate the gas distribution system." Also, refer to the response to the Commission Staff's Second Request for Information, Item 6, which states that, "The members of Sentra Resources, which is regulated by the Public Service Commission . . . ."

a. Explain in detail why Sentra Resources LLC believes it will be regulated by the Commission as a result of owning the stock of Sentra, which is and will continue to be a regulated utility.

b. Provide examples of the Commission regulating the owner of the stock of a regulated utility.

  
Gwen R. Pinson  
Executive Director  
Public Service Commission  
P.O. Box 615  
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DATED     JUN 22 2018    

cc: Parties of Record

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