



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

Michael J. Schmitt
Chairman

Robert Cicero
Vice Chairman

Talina R. Mathews
Commissioner

February 27, 2019

PARTIES OF RECORD

RE: Case No. 2018-00424

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 Jenny Sanders, Commission Staff Attorney at 502-782-2581.

Sincerely,

A handwritten signature in blue ink that reads "Gwen R. Pinson".

Gwen Pinson
Executive Director

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File No. 2018-00424

FROM: Jenny Sanders, Staff Attorney

DATE: February 27, 2019

RE: Informal Conference of February 21, 2019

Pursuant to Commission Staff's (Staff) Notice of Informal Conference (IC) filed into the record on February 20, 2019, an IC was held in this matter on February 21, 2019. A copy of the sign in sheet is attached. Jenny Sanders, Jim Stevens, and Eddie Beavers attended on behalf of the Commission. Mr. Greg Lee, CEO and President of Nolin RECC and Ms. Sara Roberson, Vice-President of Administration and Finance of Nolin RECC and Mr. John Scott, attorney for Nolin RECC also attended the IC telephonically.

During the IC, Ms. Sanders stated that Staff would prepare minutes of the conference to enter into the case record and that the parties would have an opportunity to submit written comments. Ms. Sanders stated that Staff is not a party to the case and that the views of Staff are not binding on the Commission.

Mr. Stevens stated that in the present case Nolin RECC has filed an application requesting \$25 million in financing for Nolin RECC's 2018-2022 construction work plan. However, in reviewing a separately filed construction plan that was not part of the case record, Staff discovered that the work plan totaled approximately \$22 million in projects rather than the requested \$25 million in financing. Mr. Stevens requested that Nolin RECC explain the difference.

Mr. Lee responded that when it began the pre-approval process with Cooperative Finance Corporation, the construction work plan was approximately \$25 million. However, through the process of approval of the Board, the final construction work plan was approximately \$21.9 million. Although the pre-approved amount to be loaned was greater than the finalized construction work plan, Nolin RECC will only be borrowing an amount that satisfies the finalized construction work plan and cannot draw funds greater than the actual construction. Mr. Lee agreed to file a written statement with the Commission substantiating his verbal statements at the IC.

There being no further business, the informal conference adjourned.

Attachments:
Sign-in Sheet

Informal Conference SIGN-IN SHEET

DATE/TIME CONFERENCE ROOM

February 21, 2019 at 9:00a.m./Room 131

NAME OF REQUESTOR/SUBJECT OF MEETING

2018-00424 Nolin RECC

NAME	AGENCY/COMPANY
John Scott	Atty Gen Nolin
Meg Lee	CEO Gen Nolin
Sara Roberson	VP of Admin & Finance
Eddie Beavers	PSC Staff
Jenny Sanders	PSC Staff Atty
Jim Stevens	PSC Staff

*John J Scott
Attorney at Law
John J. Scott, P.S.C.
200 Logan Avenue
P.O. Box 389
Elizabethtown, KENTUCKY 42702-038

*Nolin R.E.C.C.
411 Ring Road
Elizabethtown, KY 42701-6767

*Michael L Miller
President & CEO
Nolin R.E.C.C.
411 Ring Road
Elizabethtown, KY 42701-6767