

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF BLUEGRASS)	CASE NO.
WATER UTILITY OPERATING COMPANY, LLC)	2022-00432
FOR AN ADJUSTMENT OF SEWAGE RATES)	

NOTICE OF FILING

Notice is given to all parties that the following materials have been filed into the record of this proceeding:

- The digital video recording of the evidentiary hearing conducted on September 20, 2023 in this proceeding;
- Certification of the accuracy and correctness of the digital video recording;
- All exhibits introduced at the evidentiary hearing conducted on September 20, 2023 in this proceeding;
- A written log listing, inter alia, the date and time of where each witness' testimony begins and ends on the digital video recording of the evidentiary hearing conducted on September 20, 2023.

A copy of this Notice, the certification of the digital video record, and hearing log have been served upon all persons listed at the end of this Notice. Parties desiring to view the digital video recording of the hearing may do so at <https://youtu.be/PUvI7fccTyQ>.

Parties wishing an annotated digital video recording may submit a written request by electronic mail to pscfilings@ky.gov. A minimal fee will be assessed for a copy of this recording.

Done at Frankfort, Kentucky, this 8th day of November 2023.



Linda C. Bridwell

Executive Director

Public Service Commission of Kentucky

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CERTIFICATION

I, Candace H. Sacre, hereby certify that:

1. The attached flash drive contains a digital recording of the Formal Hearing conducted in the above-styled proceeding on September 20, 2023. The Formal Hearing Log, Exhibits, and Exhibit List are included with the recording on September 20, 2023;
2. I am responsible for the preparation of the digital recording;
3. The digital recording accurately and correctly depicts the Formal Hearing of September 20, 2023, and;
4. The Formal Hearing Log attached to this Certificate accurately and correctly states the events that occurred at the Formal Hearing of September 20, 2023, and the time at which each occurred.

Signed this 24 day of November, 2023.


Candace H. Sacre
Administrative Specialist III


Stephanie Schweighardt
Kentucky State at Large ID# KYNP 64180
Commission Expires: January 14, 2027



Session Report - Detail

2022-00432 20Sep2023

Bluegrass Water Utility Operating Company, LLC (Bluegrass Water)

Date:	Type:	Location:	Department:
9/20/2023	Public Hearing\Public Comments	Hearing Room 1	Hearing Room 1 (HR 1)

Witness: David Dittenmore; Timothy Lyons; Ariel Miller; Aaron Silas; Brent Thies
 Judge: Kent Chandler; Angie Hatton; Mary Pat Regan
 Clerk: Candace Sacre

Event Time	Log Event
9:07:54 AM	Session Started
9:08:05 AM	Chairman Chandler Note: Sacre, Candace
	Back on the record.
9:08:09 AM	Chairman Chandler Note: Sacre, Candace
	Mr. Bellamy?
9:08:12 AM	Asst Gen Counsel Bellamy PSC Note: Sacre, Candace
	Post-hearing, mark as Staff Hearing Exhibit 1. (Click on link for further comment.)
9:08:38 AM	PSC STAFF HEARING EXHIBIT 1 Note: Sacre, Candace Note: Sacre, Candace
	ASST GEN COUNSEL BELLAMY PSC - WITNESS THIES ACQUISITION COSTS SUMMARY
9:09:06 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Cross Examination (cont'd). Response, Staff Fourth, Item 5, referred to Excel spreadsheet, invoices Related Cost Tab, invoices provided confidentially, way to tie invoices to entries on spreadsheet?
9:11:06 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Look at confidential exhibit and connect the two?
9:11:57 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Invoice number also on spreadsheet?
9:12:18 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Confidential Exhibit PSC 4-5A?
9:13:01 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Ask as post-hearing date request?
9:13:02 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace
	ASST GEN COUNSEL BELLAMY PSC - WITNESS THIES RELATE INVOICES TO ENTRIES ON EXCEL SPREADSHEET
9:13:18 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Have available PSC 9?
9:13:44 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Page 2, says Re: subject matter of invoice, confidential?
9:14:25 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	2019 Rate Adjustment Application, agree should not be in based on standard provided?
9:15:19 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	Separating out vendor work that do multiple things and how classify that?
9:15:51 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	If had to do with acquisition, something capitalized?
9:16:12 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace
	When speaking to intervenors, cost of remote monitoring, said only cost included in rate base are new cost monitoring systems?

9:17:05 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace DR 3-9 spreadsheet, PSC 3-9 Plant In Service Breakdown, Improvements, several entries for emission monitoring systems, removed every one of those?

9:18:36 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Acquisition related costs, indicated recorded in Account 183, moved, any way track where entries went?

9:19:21 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Will do as post-hearing, if in record point to that?

9:19:22 AM POST-HEARING DATA REQUEST
Note: Sacre, Candace ASST GEN COUNSEL BELLAMY PSC - WITNESS THIES
Note: Sacre, Candace TO WHAT CATEGORY FORMER ENTRIES TO ACCOUNT 183 MOVED

9:19:44 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Remote monitoring, included capital costs new systems in rate base?

9:20:03 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace For all new systems or only ones already built?

9:20:35 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Not include four not installed?

9:20:45 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Not include cost savings associated with visits to those sites?

9:21:02 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Why not include capital costs for those systems and savings associated with them?

9:21:22 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Four not built yet?

9:21:44 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Different than what proposing other projects, different treatment?

9:22:31 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace 3-9 Plant In Service Breakdown, Improvements, were costs of removing existing plant included in cost of constructing new plant?

9:24:07 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Possible break out removal costs?

9:24:19 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace If not possible, why include negative net salvage?

9:25:14 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Some able to, some not able to?

9:25:24 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Taking lagoon out of service, restoring to green space?

9:25:43 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Completely changing how system operates?

9:26:05 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Adjusted plant in service River Bluffs and Delaplain systems?

9:26:17 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Value based on appraisal third party?

9:26:29 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Valued unencumbered by sewage facilities?

9:27:01 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Why think reasonable rely on appraisals to make adjustment?

9:27:44 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Mentioned nuance between sewer property and not, property with lagoon less valuable than property without lagoon?

9:28:40 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Lagoon out of service, is negative net salvage value not recognition cost to restore?

9:29:06 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Expect cost of restoring decrease value of property?
9:29:29 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Indicated in response accumulated deferred income taxes?
9:30:10 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Use accelerated depreciation for tax purposes?
9:30:19 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Why not?
9:31:06 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Have Dittenmore testimony?
9:31:32 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Have Exhibit DND-10?
9:31:55 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Recommended adjustment property insurance expense, now \$12,128, annualize \$145,000, reduction to waste water, agreed with adjustment?
9:32:49 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Reflect decrease in cost of property insurance?
9:33:06 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Staff Fourth, Item 14, Response, reading (click on link for further comments), is amount listed on policy total annual cost all property insurance?
9:35:37 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	As add property, price go up?
9:36:00 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Cut-off date was November what?
9:36:07 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	For 2023, Nov 2022?
9:36:32 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Confidential Exhibit PSC 4-14(d), discovery response, reading (click on link for further comments), schedule referring to used to allocate premiums for policy?
9:37:46 AM	Chairman Chandler Note: Sacre, Candace	Confidential session.
9:38:06 AM	Private Mode Activated	
9:38:06 AM	Private Recording Activated	
10:02:52 AM	Normal Mode Activated	
10:02:52 AM	Public Recording Activated	
10:02:54 AM	Private Mode Activated	
10:02:54 AM	Private Recording Activated	
10:35:38 AM	Chairman Chandler Note: Sacre, Candace	Go off confidential record.
10:35:45 AM	Normal Mode Activated	
10:35:45 AM	Public Recording Activated	
10:35:47 AM	Chairman Chandler Note: Sacre, Candace	Back on public record.
10:35:51 AM	Chairman Chandler Note: Sacre, Candace	Procedural discussion.
10:38:23 AM	Chairman Chandler Note: Sacre, Candace	Recess until 10:55.
10:38:34 AM	Session Paused	
11:01:59 AM	Session Resumed	
11:02:07 AM	Chairman Chandler Note: Sacre, Candace	Back on the record.

11:02:09 AM	Chairman Chandler Note: Sacre, Candace	Mr. Spenard? (Click on link for further comments.)
11:02:23 AM	Chairman Chandler Note: Sacre, Candace	Mr. Bellamy, continue?
11:02:25 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Cross Examination (cont'd). Looking at direct testimony on page 29, acquisition adjustment Airview \$5,588, what is basis of adjustment?
11:03:23 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Over-depreciated \$5,588, adding in acquisition adjustment to cancel out over-depreciation, set back to zero?
11:04:02 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Examination. How square with response earlier, Airview customers paid more in depreciation expense, same thing as negative net salvage?
11:04:41 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Two things seem identical, if paying negative net salvage, over-depreciated?
11:04:59 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Here purchased system was over-depreciated, customers pay for assets fully recovered?
11:05:11 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Adjustment put back to zero and not reflect your books customers had overpaid for assets purchased?
11:05:50 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	What matters customers paid something in past?
11:06:25 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	What negative \$5,000 preclosing represented on books?
11:07:29 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	If instead of recovering negative net salvage stayed in service extra year longer, additional book value, depreciation rates \$10 a year, lasted 11 years, recovered \$110, and \$10 available to remove asset?
11:08:41 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Plant account at end of term same had included negative ten percent net salvage value at outset?
11:09:01 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	If cost removal \$10, accounting for that end up zero dollars?
11:09:49 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Important distinction what trying to ask, what customers paid for in past?
11:10:00 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	If Airview had negative net book value upon purchase, customers returned entirety of investment and then some?
11:10:30 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Books not trusted, whatever reflected undid with purchase adjustment?
11:10:47 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Could have left it negative, have to make a balance entry make back to zero?
11:11:14 AM	Chairman Chandler Note: Sacre, Candace	Mr. Bellamy?
11:11:22 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Cross Examination (cont'd). Staff Third, spreadsheet exhibit, Tab 23 -900, IT expense, Exhibit 25, \$33,000, made \$10,000 adjustment, reduced to \$23,000?

11:13:30 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace What remove for that \$10,000?

11:14:00 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Mission monitoring costs, still in expenses for test period?

11:14:18 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Remove with one talked about before?

11:14:30 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Post-hearing data request get something showing how adjustments made?

11:14:31 AM POST-HEARING DATA REQUEST
Note: Sacre, Candace ASST GEN COUNSEL BELLAMY PSC - WITNESS THIES
Note: Sacre, Candace EXPENSE SPREADSHEET SHOW HOW ADJUSTMENTS MADE

11:14:48 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Tab 9, 23-600, social media and communication consulting, Elasticity?

11:15:08 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace What W&S stand for?

11:15:32 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Any discussion of paying Elasticity do work on social media side for customers of sewer system in Kentucky only 3,000 customers?

11:16:02 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace \$13,000 on social media and communication, social media posts?

11:16:44 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Any idea how many customers interact through social media?

11:17:04 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Used to be responsible for boil water advisories, no longer do that?

11:17:50 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Costs other contractor included in test year?

11:18:03 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace What name of contractor?

11:18:13 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace What their responsibility?

11:18:24 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Elasticity does work for CSWR and all other systems, base cost and specific projects to systems?

11:18:52 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace How base cost allocated to specific customers?

11:19:11 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Any portion of Elasticity flow through CSWR through sharing percentage?

11:19:37 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace When do customer count, direct expense to companies?

11:19:52 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Direct assign to company?

11:20:07 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Response, AG Second, Item 17, exhibit attached, long term liabilities, Line 17, payable to associated companies \$8.2 million working capital transfers from parent, why defined long-term liabilities to parent?

11:22:21 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace No contract or note required repayment to parent company?

11:22:37 AM Asst Gen Counsel Bellamy PSC - witness Thies
Note: Sacre, Candace Treated as equity capital by Bluegrass Water?

11:23:04 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Describe mechanism of how capital transfers occur from parent company?
11:23:42 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	U S Water transfer money to CSWR, has account with money in it from U S Water?
11:24:02 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Cash come from any other source?
11:24:07 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	CSWR not have loans use for cash?
11:24:21 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Procedure when allocate capital from CSWR to operating companies?
11:24:45 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	If CSWR has big pot of cash, transfer to account, then pay bill for operating company from that account?
11:25:09 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Exhibit SC2-1, Excel spreadsheet, working capital transfers, \$8.5 million?
11:25:59 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Five payments back to parent company, \$36,000, explain what are?
11:26:57 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	When Bluegrass has revenue, cash account in Bluegrass Water name?
11:27:12 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	What causes cash flow back to CSWR?
11:27:51 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	If Bluegrass becomes profitable, determination when pay capital back to CSWR?
11:28:46 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	When Bluegrass profitable, process set up?
11:29:01 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Something in writing?
11:29:34 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Process informal, withdraw from CSWR account and pay bill, what decision cover this from CSWR money or take out loan?
11:30:47 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Approved to raise certain amount of debt capital?
11:30:59 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Not take out full amount?
11:31:07 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Why not?
11:31:22 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Acquisition related cost, Staff Exhibit 1, 21 Design, what they do?
11:32:37 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Fair say recommendations about projects?
11:32:52 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	When mentioned Account 183, reference to construction projects, in O&M or appropriate account?
11:33:31 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	If projects 21 Design not completed, removed from plant in service?
11:34:31 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	Brocklyn, mentioned proposal replace whole system, minor projects completed, full plant never completed, still capitalize full cost that recommended plant be replaced?

11:35:57 AM	Asst Gen Counsel Bellamy PSC - witness Thies Note: Sacre, Candace	If own system and increase capacity of system, get type report 21 Design prepare or someone come in give recommendations how expand?
11:36:39 AM	Chairman Chandler Note: Sacre, Candace	Vice Chair?
11:36:47 AM	Vice Chairman Hatton - witness Thies Note: Sacre, Candace	Examination. Rebuttal, page 15, responding to AG witness insurance expenses, not finalized insurance policy at time of rate case, finalized now?
11:38:03 AM	Vice Chairman Hatton - witness Thies Note: Sacre, Candace	Included in any filings since finalized?
11:38:20 AM	Vice Chairman Hatton - witness Thies Note: Sacre, Candace	Question about insurance company use because LA and FL must higher cost, economies of scale make cheaper, tested that by taking bids from other companies?
11:39:03 AM	Vice Chairman Hatton - witness Thies Note: Sacre, Candace	Assume rates cheaper here?
11:39:32 AM	Chairman Chandler Note: Sacre, Candace	Questions?
11:39:40 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Examination. Engineering reports done anticipation purchasing systems or making improvements?
11:40:10 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Chance to look at 183 USOA?
11:40:20 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Agree specifically talks about feasibility of projects under contemplation?
11:40:45 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Costs go into account in anticipation of project?
11:40:55 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Two places come out and go to?
11:41:03 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	What two other places?
11:41:15 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	If project undertaken go to plant in service?
11:41:34 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Staff Exhibit 1, number on last page amount capitalized?
11:41:51 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Other amounts capitalized?
11:41:59 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	If categorized, what call costs?
11:42:35 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Preacquisition costs?
11:42:49 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Acquisition related expenses?
11:42:59 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Show how much spent acquiring systems?
11:43:17 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	\$1.8 million?
11:43:27 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Paid more or less for systems?
11:44:20 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	That is price paid or acquisition adjustments?

11:44:32 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Airview \$450, no other amount?
11:44:46 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Spent more money acquiring then actually paid?
11:45:36 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	For ratemaking purposes, recoup purchase price, post-purchase costs, amount in excess of purchase price double return seeking from customers?
11:46:48 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Considered expenses legal expenses capitalized property after purchase?
11:47:08 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Earn return on rate base?
11:47:15 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Rate base is function of utility plant in service?
11:47:22 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Economic incentive maximize rate bases?
11:47:40 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Two accounts law firms half-million apiece removing some of bill?
11:48:20 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Know whether ever chose not pay entirety of bill?
11:48:28 AM	Chairman Chandler Note: Sacre, Candace	Ask that as post-hearing data request.
11:48:31 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	CHAIRMAN CHANDLER - WITNESS THIES EVER CHOSE NOT PAY ENTIRETY OF BILL TO LAW FIRMS
11:48:36 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Per 183 to say upon purchase cost to acquire should be capitalized?
11:49:09 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	When book expenses utility plant in service, triggering event makes comfortable make booking?
11:49:48 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Before or after closing?
11:49:55 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Within certain amount?
11:50:00 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Done regardless extent or time construction completed or commenced?
11:50:11 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Regardless of that?
11:50:17 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Insofar incur expenses, choose not go forward capitalized entirety of preliminary expenses in 183?
11:51:12 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Accounting standard says matters?
11:51:33 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Construction always commences, word lacking eventually?
11:52:02 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Agree 183 if incur preliminary expenses and not go forward, supposed to expense and not capitalize?
11:52:20 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Ever done that?

11:52:22 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Have expensed preliminary costs when not go forward with construction?
11:52:30 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Sometime within 90-day period chose not capitalize preliminary expenses?
11:53:16 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	183 account bigger than preliminary, only talking about preliminary survey expenses, other preliminary expenses booked to 183 capitalized?
11:53:55 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Explain that?
11:54:16 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Items never gone to 183 in first place?
11:54:22 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	As post-hearing data request examples preliminary investigative expenses booked to 183 not subsequently included in utility plant in service, instead booked to 426?
11:54:23 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	CHAIRMAN CHANDLER - WITNESS THIES EXAMPLES OF PRELIMINARY EXPENSES BOOKED TO ACCOUNT 183 NOT SUBSEQUENTLY INCLUDED IN UTILITY PLANT IN SERVICE
11:54:51 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Anything on this list included on 426 or 930 in lieu included in utility plant in service?
11:56:04 AM	Chairman Chandler - witness Thies Note: Sacre, Candace	Everything on list removed from 183 and placed in utility plant in service?
11:56:21 AM	Chairman Chandler Note: Sacre, Candace	Redirect?
11:56:25 AM	Chairman Chandler Note: Sacre, Candace	Additional questions?
11:56:34 AM	Chairman Chandler Note: Sacre, Candace	Recess until 1 o'clock.
11:57:00 AM	Session Paused	
1:08:46 PM	Session Resumed	
1:08:54 PM	Chairman Chandler Note: Sacre, Candace	Back on the record.
1:08:55 PM	Chairman Chandler Note: Sacre, Candace	Mr. Spenard?
1:08:57 PM	Chairman Chandler Note: Sacre, Candace	Procedural discussion.
1:10:46 PM	Atty Herrick Bluegrass Water Note: Sacre, Candace	Timothy Lyons.
1:11:08 PM	Chairman Chandler Note: Sacre, Candace	Witness is sworn.
1:11:15 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Examination. Name and address?
1:11:35 PM	Atty Herrick Bluegrass Water - witness Lyons Note: Sacre, Candace	Direct Examination. Where employed?
1:11:41 PM	Atty Herrick Bluegrass Water - witness Lyons Note: Sacre, Candace	Position?
1:11:47 PM	Atty Herrick Bluegrass Water - witness Lyons Note: Sacre, Candace	Cause be filed testimony?

1:11:51 PM Atty Herrick Bluegrass Water - witness Lyons
Note: Sacre, Candace Sponsor data requests?

1:11:56 PM Atty Herrick Bluegrass Water - witness Lyons
Note: Sacre, Candace Additions or corrections?

1:12:01 PM Atty Herrick Bluegrass Water - witness Lyons
Note: Sacre, Candace If asked questions today, answers be same?

1:12:08 PM Atty Herrick Bluegrass Water - witness Lyons
Note: Sacre, Candace Adopt as testimony?

1:12:16 PM Chairman Chandler
Note: Sacre, Candace Mr. West?

1:12:32 PM Asst Atty General West - witness Lyons
Note: Sacre, Candace Cross Examination. Bluegrass not have ability do that at most systems?

1:12:46 PM Asst Atty General West - witness Lyons
Note: Sacre, Candace If agreements with the local water company, water company provide data for water usage, enable charge volumetric rate?

1:13:33 PM Asst Atty General West - witness Lyons
Note: Sacre, Candace Some sewer companies have arrangements with water companies?

1:13:48 PM Asst Atty General West - witness Lyons
Note: Sacre, Candace Investigated volumetric rates at all?

1:13:54 PM Chairman Chandler
Note: Sacre, Candace Mr. Spenard?

1:14:04 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Cross Examination. Here testify as expert witness on rate design?

1:14:28 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Asking opinion as expert, not legal opinion?

1:14:43 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Testimony, there is TSL-1 includes summary of number of instances testified before page 2-7 and 7-7, correct?

1:16:03 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Second entry?

1:16:09 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Supporting extension of rate plan, see that?

1:16:19 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Normalization clauses put in place designed prevent test year result being impacted by abnormal weather?

1:17:36 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Sewer facility fixed flat monthly rate, not matter what happens \$35 a month?

1:18:09 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Promote revenue stability?

1:18:59 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Decoupling mechanism, see that?

1:19:08 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Refers to disassociation of profits from energy commodity?

1:20:02 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Have to do with getting away from usage as being determining factors revenues?

1:21:03 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Flat monthly amount such as recommended for residential customers, all-in rate?

1:21:41 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace If have flat fixed monthly rate, not matter owns residential property or nine people, all pay same flat fixed monthly rate?

1:22:29 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace For sewer utility fixed flat monthly rate, vary by addition or loss of customers?

1:22:52 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Goes back to revenue stability?

1:23:01 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Testimony experts site visits, made site visits to any service areas?

1:23:22 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Review of service areas, most are developments that developer put together neighborhood, and Bluegrass has in family?

1:24:19 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Believe 22 service areas of Bluegrass on sewer side?

1:24:40 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace For those, aware any area next 12-24 months projecting growth in number of customers serving?

1:25:04 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Are no residential customers receiving metered service?

1:25:34 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Customers receiving metered service within commercial class?

1:25:47 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Proposed monthly fixed charge for commercial customers of Delaplain?

1:26:02 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Also recommend usage charge for Delaplain system?

1:26:19 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace If usage increases, revenue received increases?

1:26:34 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Increase in Delaplain service area, increase in revenue associated with usage?

1:27:33 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Staff Second, Item 24, Response, page 2 of 2, reads (click on link for further comments), see that?

1:28:06 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace When do rate design, revenue requirement determined first?

1:28:37 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Once get that, rate design allocating who pays what?

1:29:10 PM Atty Spenard Scott County - witness Lyons
Note: Sacre, Candace Greater revenue requirement revenue unconnected to usage, reduce ability of utility increase in revenues from an increase in usage?

1:30:18 PM Chairman Chandler
Note: Sacre, Candace Ms. Fell?

1:30:26 PM Chairman Chandler - witness Lyons
Note: Sacre, Candace Examination. Additional expense incurred to meter systems that are unmetered?

1:30:55 PM Chairman Chandler - witness Lyons
Note: Sacre, Candace Know sewer systems percentage homes provided metered water service?

1:31:12 PM Chairman Chandler - witness Lyons
Note: Sacre, Candace Ask that?

1:31:22 PM Chairman Chandler - witness Lyons
Note: Sacre, Candace Done cost of service/rate design for sewer systems?

1:31:28 PM Chairman Chandler - witness Lyons
Note: Sacre, Candace Done any for unmetered systems?

1:31:36 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	How about metered systems?
1:31:43 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Done any exclusively metered systems, COS/rate design?
1:31:48 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Never done one for sewer provider where knows monthly usage of water?
1:32:41 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Heard of American Water?
1:32:50 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Some sewer service, Lexington has sewer service not provided by Kentucky American, dealt with anybody in past where in charging for sewer water usage?
1:34:49 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Align, synonymous with correlation?
1:35:05 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Cost of service perspective, consider capital costs fixed expenses?
1:36:43 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Primary driver of expenses cost of operator per system basis, all of systems proposed charged fix expense regardless how use system?
1:38:06 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Equitable in what sense?
1:38:16 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	What demands?
1:38:29 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Simplifying assumption drives how equitable across-board charge is?
1:39:17 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Not provided information indicate how individual customers demand service?
1:39:37 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Homes, multi-family, commercial customers all information provided?
1:39:56 PM	Chairman Chandler - witness Lyons Note: Sacre, Candace	Ask company had usage data for water?
1:40:03 PM	Chairman Chandler Note: Sacre, Candace	Mr. Herrick?
1:40:06 PM	Chairman Chandler Note: Sacre, Candace	Additional questions?
1:40:11 PM	Chairman Chandler Note: Sacre, Candace	Witness excused.
1:40:18 PM	Chairman Chandler Note: Sacre, Candace	Next witness?
1:40:21 PM	Atty Herrick Bluegrass Water Note: Sacre, Candace	Aaron Silas.
1:40:50 PM	Chairman Chandler Note: Sacre, Candace	Witness is sworn.
1:40:56 PM	Chairman Chandler - witness Silas Note: Sacre, Candace	Examination. Name and address?
1:41:10 PM	Atty Herrick Bluegrass Water - witness Silas Note: Sacre, Candace	Direct Examination. Employer and position?
1:41:18 PM	Atty Herrick Bluegrass Water - witness Silas Note: Sacre, Candace	Sponsor responses?
1:41:22 PM	Atty Herrick Bluegrass Water - witness Silas Note: Sacre, Candace	Corrections?

1:41:26 PM Atty Herrick Bluegrass Water - witness Silas
Note: Sacre, Candace Adopt answers today?

1:41:32 PM Chairman Chandler
Note: Sacre, Candace Mr. West?

1:41:36 PM Asst Atty General West - witness Silas
Note: Sacre, Candace Cross Examination. Any time labeled as business development?

1:41:47 PM Chairman Chandler
Note: Sacre, Candace Mr. Spenard?

1:41:50 PM Chairman Chandler
Note: Sacre, Candace Mr. Bellamy?

1:41:55 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Cross Examination. Response, Staff Fourth, Item 10, let me know when there?

1:42:56 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace What role communicating with Elasticity?

1:43:26 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Ansira?

1:43:39 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace No longer work with Elasticity?

1:44:32 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace What tasks still performing?

1:44:42 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Tasks for Bluegrass or other systems?

1:44:50 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Ansira, what do for Bluegrass Water?

1:45:06 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Going to take on Elasticity's role?

1:45:32 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace What Elasticity do and what Ansira do with community updates?

1:46:37 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace How often CSWR sending updates to customers prepared by Elasticity or replacement?

1:47:11 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Why have advertising company do that?

1:47:56 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Same with Elasticity?

1:47:59 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Or would write messages?

1:48:37 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Welcome letters, new system, or Elasticity or Ansira put together and they send, or put together and they send to customers?

1:49:05 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace How Elasticity ensure reach customers?

1:49:27 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Prepare letters, give to them, use vendor to mail them?

1:49:41 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Social media platforms, Elasticity preparing messages?

1:49:51 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Ansira be doing that or something do internally?

1:50:01 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace When start being joint effort versus Elasticity doing it?

1:50:37 PM Asst Gen Counsel Bellamy PSC - witness Silas
Note: Sacre, Candace Some things Elasticity doing, now done internally?

1:50:44 PM	Asst Gen Counsel Bellamy PSC - witness Silas Note: Sacre, Candace	Why switched to Ansira?
1:51:26 PM	Asst Gen Counsel Bellamy PSC - witness Silas Note: Sacre, Candace	Explain what educational videos are?
1:52:03 PM	Asst Gen Counsel Bellamy PSC - witness Silas Note: Sacre, Candace	Cost of Elasticity versus Ansira?
1:52:12 PM	Asst Gen Counsel Bellamy PSC - witness Silas Note: Sacre, Candace	Ask as post-hearing data request?
1:52:13 PM	POST-HEARING DATA REQUEST Note: Sacre, Candace	ASST GEN COUNSEL BELLAMY PSC - WITNESS SILAS
	Note: Sacre, Candace	COST OF ELASTICITY VERSUS ANSIRA
1:52:17 PM	Asst Gen Counsel Bellamy PSC - witness Silas Note: Sacre, Candace	Discussions whether makes sense internally/externally operating social media accounts?
1:53:14 PM	Chairman Chandler Note: Sacre, Candace	Questions?
1:53:18 PM	Chairman Chandler Note: Sacre, Candace	Redirect?
1:53:25 PM	Chairman Chandler Note: Sacre, Candace	Anything else from company?
1:53:55 PM	Chairman Chandler Note: Sacre, Candace	Recess until 2:05.
1:54:13 PM	Session Paused	
2:11:51 PM	Session Resumed	
2:12:02 PM	Chairman Chandler Note: Sacre, Candace	Back on record.
2:12:04 PM	Chairman Chandler Note: Sacre, Candace	Mr. West?
2:12:06 PM	Asst Atty General West Note: Sacre, Candace	David Dittenmore.
2:12:12 PM	Chairman Chandler Note: Sacre, Candace	Witness is sworn.
2:12:20 PM	Chairman Chandler - witness Dittenmore Note: Sacre, Candace	Examination. Name and address?
2:12:34 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Direct Examination. Occupation?
2:12:42 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Cause testimony be filed?
2:12:47 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Responses?
2:12:49 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Cause supplemental be filed?
2:12:54 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Corrections?
2:13:03 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Describe necessity of errata?
2:13:42 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Pages 10-13 direct?
2:13:47 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Additional change on line 14, page 13?
2:14:11 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Sponsor responses?
2:14:19 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	If asked same questions, answers be same?

2:14:27 PM	Asst Atty General West - witness Dittenmore Note: Sacre, Candace	Intention adopt testimony?
2:14:35 PM	Chairman Chandler Note: Sacre, Candace	Questions?
2:14:53 PM	Asst Gen Counsel Bellamy PSC - witness Dittenmore Note: Sacre, Candace	Cross Examination. Explain more detail change to business development expense?
2:16:05 PM	Chairman Chandler Note: Sacre, Candace	Questions?
2:16:08 PM	Chairman Chandler - witness Dittenmore Note: Sacre, Candace	Examination. Hear questions earlier from Vice Chair insurance expense?
2:16:18 PM	Chairman Chandler - witness Dittenmore Note: Sacre, Candace	Take that you and Thies in agreement on insurance expense?
2:16:33 PM	Chairman Chandler - witness Dittenmore Note: Sacre, Candace	Had dealings with Account 183, ever booked expenses to Account 183?
2:16:58 PM	Chairman Chandler Note: Sacre, Candace	Witness excused.
2:17:04 PM	Chairman Chandler Note: Sacre, Candace	Mr. Spenard?
2:17:06 PM	Atty Spenard Scott County Note: Sacre, Candace	Ariel E. Miller.
2:17:35 PM	Chairman Chandler Note: Sacre, Candace	Witness is sworn.
2:17:41 PM	Chairman Chandler - witness Miller Note: Sacre, Candace	Examination. Name and address?
2:17:54 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Direct Examination. Employer?
2:18:03 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	On whose behalf appearing?
2:18:13 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Prepare testimony?
2:18:27 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Prepare Responses?
2:18:37 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Filed into record?
2:18:41 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Response, Bluegrass First, Item 21, state error on page 7 of testimony?
2:18:56 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Errata sheet prepared which corrects error?
2:19:09 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Events subsequent Bluegrass filing information after Jun 30 2023, prepared revised Exhibit AEM-2 to testimony?
2:19:36 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Revised AEM-2 incorporates reduction in revenue requirement?
2:19:47 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Result in changes to phase-in approach?
2:20:01 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Correct error column 3 line 26 exhibit?
2:20:10 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Correction result in change in phase-in approach?

2:20:27 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Prepared AEM-3?
2:20:31 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Describe difference AEM-2 and AEM-3?
2:21:19 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Any other modifications, changes, or corrections?
2:21:28 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Responses, have other changes?
2:21:44 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Supplemental responses, Staff First, and supplemental responses, Bluegrass First, any other changes?
2:22:08 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	If ask same questions, answers be same?
2:22:19 PM	Atty Spenard Scott County - witness Miller Note: Sacre, Candace	Adopt all as testimony?
2:22:33 PM	Chairman Chandler Note: Sacre, Candace	Questions?
2:22:45 PM	Chairman Chandler Note: Sacre, Candace	Anything else?
2:22:51 PM	Chairman Chandler Note: Sacre, Candace	Witness excused.
2:23:11 PM	Chairman Chandler Note: Sacre, Candace	Anything else need to take up today?
2:23:20 PM	Chairman Chandler Note: Sacre, Candace	Post-hearing data requests.
2:25:01 PM	Chairman Chandler Note: Sacre, Candace	Briefing schedule.
2:27:19 PM	Chairman Chandler Note: Sacre, Candace	Anything else?
2:30:14 PM	Chairman Chandler Note: Sacre, Candace	Hearing adjourned.
2:30:28 PM	Session Ended	



Exhibit List Report

2022-00432 20Sep2023

**Bluegrass Water Utility Operating
Company, LLC (Bluegrass Water)**

Name:	Description:
PSC STAFF HEARING EXHIBIT 1	ACQUISITION COSTS SUMMARY

(blank)	32,657.92	32,657.92	TRUE
KY-Airview		3,832.24	
KY-Brocklyn		3,832.24	
KY-Fox Run		3,832.24	
KY-Golden Acres		1,916.12	
KY-Great Oaks		1,916.12	
KY-Kingswood		3,832.24	
KY-Lake Columbia		3,832.24	
KY-LH Treatment		3,832.24	
KY-Persimmon Ridge		5,832.24	
21 Design Group Inc.	429,564.10	429,564.10	TRUE
KY-Airview		29,998.42	
KY-Arcadia Pines		13,600.00	
KY-Delaplain Disposal		7,180.10	
KY-Herrington Haven		17,759.60	
KY-Brocklyn		24,198.82	
KY-Carriage Park		12,776.25	
KY-Fox Run		17,183.33	
KY-Golden Acres		18,342.50	
KY-Great Oaks		17,417.50	
KY-Kingswood		28,736.49	
KY-Lake Columbia		20,900.51	
KY-LH Treatment		38,955.17	
KY-Marshall Ridge		12,826.25	
KY-Persimmon Ridge		84,435.97	
KY-Randview		19,057.50	
KY-River Bluffs		30,670.00	
KY-Springcrest		9,933.84	
KY-Timberland		11,897.50	
KY-Woodland Acres		13,694.35	
Brydon, Swearngen & England P.	971.81	971.81	TRUE
KY-Airview		161.97	
KY-Brocklyn		161.97	
KY-Fox Run		161.97	
KY-Golden Acres		80.98	
KY-Great Oaks		80.98	
KY-Lake Columbia		161.97	
KY-Persimmon Ridge		161.97	
Flinn Engineering LLC	8,000.00	8,000.00	TRUE
KY-Arcadia Pines		2,000.00	
KY-Carriage Park		2,000.00	
KY-Marshall Ridge		2,000.00	
KY-Randview		2,000.00	
J. R. Hoe & Sons, Inc.	2,440.12	2,440.12	TRUE
KY-Persimmon Ridge		2,440.12	
McBrayer McGinnis Leslie & Kirkla	597,531.77	597,531.77	TRUE
KY-Airview		55,582.51	
KY-Arcadia Pines		25,597.72	
KY-Brocklyn		26,706.73	
KY-Carriage Park		24,641.77	
KY-Delaplain Disposal		33,393.13	
KY-Fox Run		27,655.86	
KY-Golden Acres		34,544.54	
KY-Great Oaks		30,716.84	
KY-Herrington Haven		24,177.91	
KY-Kingswood		35,332.84	
KY-Lake Columbia		27,753.72	

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