

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of

Electronic Proposed Acquisition by Bluegrass)
Water Utility Operating Company, LLC and)
the Transfer of Ownership and Control of)
Assets by: P.R. Wastewater Management, Inc.;) No. 2019-00104
Marshall County Environmental Services LLC;)
LH Treatment Company, LLC; Kingswood)
Development, Inc.; Airview Utilities, LLC;)
Brocklyn Utilities, LLC; Fox Run Utilities,)
LLC; and, Lake Columbia Utilities, Inc.)

**Bluegrass Water’s Notice of Filing
Joint Applicant Exhibit N Revised Page 2**

Applicant Bluegrass Water Utility Operating Company, LLC (“Bluegrass Water”) respectfully submits this Notice of Filing for Joint Application Exhibit N Revised Page 2, which has been attached hereto.

Applicants previously submitted Exhibit N page 2 with their Joint Application, which is Bluegrass Water Utility Operating Company LLC’s Applicants *pro forma* income statement based on the most recent annual reports publicly filed at that time for each utility. The Applicants’ concurrently filed Motion for Confidential Treatment from April 16, 2019, sought confidential treatment for certain information contained on JA Exhibit N page 1. Exhibit N page 2 contained information about the operating revenues and expenses for each utility for which the Applicants did not seek confidential treatment. Since the filing of the Joint Application, more recent annual reports (with the exception of MCES and Lake Columbia) have become available publicly, and Exhibit N Revised Page 2 now reflects the updated numbers.

Respectfully submitted,

/s/ Kathryn A. Eckert _____

Katherine K. Yunker

kyunker@mcbayerfirm.com

Kathryn A. Eckert

keckert@mcbayerfirm.com

MCBRAYER PLLC

201 East Main Street; Suite 900

Lexington, KY 40507-1310

859-231-8780

fax: 859-231-1175

Attorneys for Applicants

Pro-Forma Income Statement - Bluegrass Water Utility Operating Company, LLC												
	Bluegrass Water UOC	Persimmon Ridge Sewer Acquisition	LH Treatment Company, LLC Sewer Acquisition	Marshall County Env. Services Sewer Acquisition	Airview Utilities, LLC Sewer Acquisition	Brocklyn Utilities, LLC Sewer Acquisition	Fox Run Utilities, LLC Sewer Acquisition	Lake Columbia Utilities, Inc. Sewer Acquisition	Kingswood Sewer Acquisition	Pro Forma Bluegrass Water UOC Sewer Acquisition		
Operating Revenues	\$0.00	\$115,214.00	\$116,857.00	\$200,423.34	\$98,338.31	\$67,085.78	\$24,328.44	\$20,499.08	\$60,528.20	\$703,274.15		
Operating Expenses:												
Operating and Maintenance Expenses	\$0.00	\$124,426.00	\$110,116.00	\$160,000.00	\$106,278.57	\$68,208.47	\$27,256.37	\$37,565.20	\$55,485.67	\$689,336.28		
Depreciation and Amortization Expenses	\$0.00	\$3,943.00	\$16,365.00	\$0.00	\$1,037.00	\$323.00	\$0.00	\$0.00	\$2,028.00	\$23,696.00		
Taxes, Other than Income Taxes	\$0.00	\$10,194.00	\$7,942.00	\$5,000.00	\$808.74	\$658.41	\$239.78	\$273.63	\$3,469.95	\$28,586.51		
Operating Expenses	\$0.00	\$138,563.00	\$134,423.00	\$165,000.00	\$108,124.31	\$69,189.88	\$27,496.15	\$37,838.83	\$60,983.62	\$741,618.79		
Net Operating Income	\$0.00	(\$23,349.00)	(\$17,566.00)	\$35,423.34	(\$9,786.00)	(\$2,104.10)	(\$3,167.71)	(\$17,339.75)	(\$455.42)	(\$38,344.64)		
Other Income and Deductions:												
Total Other Income and Deductions	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		
Income (Loss) Before Income Taxes	\$0.00	(\$23,349.00)	(\$17,566.00)	\$35,423.34	(\$9,786.00)	(\$2,104.10)	(\$3,167.71)	(\$17,339.75)	(\$455.42)	(\$38,344.64)		
State Income Taxes	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		
Federal Income Taxes	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		
Net Income	\$0.00	(\$23,349.00)	(\$17,566.00)	\$35,423.34	(\$9,786.00)	(\$2,104.10)	(\$3,167.71)	(\$17,339.75)	(\$455.42)	(\$38,344.64)		
*Reflects Purchase Price or Depreciated Original Cost Engineering Value												
**Estimated Total of Engineering & Permitting Costs at Time of Acquisition												