

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF BLUEGRASS	)	
WATER UTILITY OPERATING COMPANY, LLC	)	CASE NO.
FOR AN ADJUSTMENT OF RATES AND	)	2020-00290
APPROVAL OF CONSTRUCTION	)	

NOTICE OF FILING

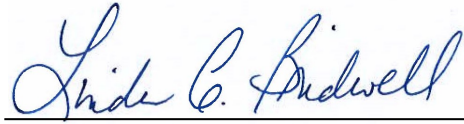
Notice is given to all parties that the following materials have been filed into the record of this proceeding:

- The digital video recording of the evidentiary hearing conducted on May 18, 2021 in this proceeding;
- Certification of the accuracy and correctness of the digital video recording;
- 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 May 18, 2021.

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/mgEw6dx-h74>.

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

Done at Frankfort, Kentucky, this 24<sup>th</sup> day of June 2021.



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Linda C. Bridwell  
Executive Director  
Public Service Commission of Kentucky

COMMONWEALTH OF KENTUCKY  
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ELECTRONIC APPLICATION OF BLUEGRASS	)	
WATER UTILITY OPERATING COMPANY, LLC FOR	)	CASE NO.
AN ADJUSTMENT OF RATES AND APPROVAL OF	)	2020-00290
CONSTRUCTION	)	

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 May 18, 2021. The Formal Hearing Log is included with the recording on May 18, 2021;
2. I am responsible for the preparation of the digital recording;
3. The digital recording accurately and correctly depicts the Formal Hearing of May 18, 2021; and
4. The Formal Hearing Log attached to this Certificate accurately and correctly states the events that occurred at the Formal Hearing of May 18, 2021, and the time at which each occurred.

Signed this 18<sup>th</sup> day of June, 2021.



Candace H. Sacre  
Administrative Specialist III



Stephanie Schweighardt  
Notary Public State at Large  
Commission Expires: January 14, 2023  
ID#: 614400



Date:	Type:	Location:	Department:
5/18/2021	Public Hearing\Public Comments	Hearing Room 1	Hearing Room 1 (HR 1)

Witness: Josiah Cox  
 Judge: Kent Chandler; Talina Mathews; Michael Schmitt  
 Clerk: Candace Sacre

Event Time	Log Event	
1:05:34 PM	Session Started	
1:07:20 PM	Chairman Schmitt Note: Schweighardt, Stephanie	Now on the record in Case No. 2020-00290, the Electronic Application of Bluegrass Water Utility Operating Company, LLC for an Adjustment of Rates and Approval of Construction.
1:07:35 PM	Chairman Schmitt Note: Sacre, Candace	My name is Michael Schmitt. I am Chairman of the Public Service Commission, and I will be presiding today. Joining me via videoconferencing are Vice Chairman Kent Chandler and Dr. Talina Mathews.
1:07:49 PM	Chairman Schmitt Note: Sacre, Candace	COVID and videoconferencing recommendations. (Click on link for further comments.)
1:09:49 PM	Chairman Schmitt Note: Sacre, Candace	The hearing today is for the pupose of taking evidence on Bluegrass Water's Application filed on November 19, 2020.
1:09:58 PM	Chairman Schmitt Note: Sacre, Candace	At this time, ask counsel for Bluegrass Water introduce themselves and client they represent.
1:10:35 PM	Atty Yunker Bluegrass Water Note: Sacre, Candace	Katherine K. Yunker, with me is Kathryn A. Eckert, counsel for Bluegrass Water Utility Operating Company, LLC, with us representatives for company available to be witnesses, Josiah Cox, Todd Thomas, Jacob Freeman, Brent Thies, Mike Duncan, and Dylan D'Ascendis.
1:11:14 PM	Chairman Schmitt Note: Sacre, Candace	Videoconferencing discussions. (Click on link for further comments.)
1:12:15 PM	Chairman Schmitt Note: Schweighardt, Stephanie	For Kentucky Attorney General?
1:12:21 PM	Asst Atty General West Note: Sacre, Candace	Mike West and John Horne.
1:12:26 PM	Chairman Schmitt Note: Sacre, Candace	Homestead Homeowners Association, Inc., Deer Run Estates Homeowners Association, Inc., Longview Homeowners Association, Inc., Arcadia Pines Sewer Association, Inc., Carriage Park Neighborhood Association, Inc., Marshall Ridge Sewer Association, Inc., and Randview Septic Corporation, please identify yourself?
1:12:55 PM	Atty Samford Homeowners Associations Note: Sacre, Candace	David Samford.
1:13:10 PM	Chairman Schmitt Note: Sacre, Candace	For Staff?

1:13:14 PM	Staff Atty Bellamy PSC Note: Sacre, Candace	Ben Bellamy, joined by MaryBeth Purvis.
1:13:22 PM	Chairman Schmitt Note: Sacre, Candace	Public notice given and filed. (Click on link for further comments.)
1:13:44 PM	Chairman Schmitt Note: Schweighardt, Stephanie	Outstanding motions? (Click on link for further comments.)
1:14:05 PM	Atty Eckert Bluegrass Water Note: Sacre, Candace	Outstanding motions for confidential treatment but bring to attention motion for extension to respond to Staff Third Set of Data Requests filed March 22.
1:14:26 PM	Chairman Schmitt Note: Sacre, Candace	Responses filed to date?
1:14:30 PM	Atty Eckert Bluegrass Water Note: Sacre, Candace	Yes, very brief extension four days.
1:14:35 PM	Chairman Schmitt Note: Schweighardt, Stephanie	Motion sustained.
1:14:40 PM	Chairman Schmitt Note: Sacre, Candace	Confidentiality motions. (Click on link for further comments.)
1:15:10 PM	Chairman Schmitt Note: Sacre, Candace	All motions outstanding at this time?
1:15:16 PM	Atty Eckert Bluegrass Water Note: Sacre, Candace	Request for waiver at time of application file. (Click on link for further comments.)
1:15:48 PM	Chairman Schmitt Note: Sacre, Candace	Anything else?
1:15:53 PM	Atty Eckert Bluegrass Water Note: Sacre, Candace	Not seen memo filed for informal conference on March 19.
1:16:03 PM	Chairman Schmitt Note: Sacre, Candace	What is issue? (Click on link for further comments.)
1:16:34 PM	Chairman Schmitt Note: Sacre, Candace	Anything else?
1:17:11 PM	Chairman Schmitt Note: Schweighardt, Stephanie	Public comments. (Click on link for further comments.)
1:57:26 PM	Chairman Schmitt Note: Sacre, Candace	Ms. Yonker?
1:57:34 PM	Atty Yunker Bluegrass Water Note: Sacre, Candace	Preliminary statement. (Click on link for further comments.)
1:58:20 PM	Chairman Schmitt Note: Sacre, Candace	Want to put on evidence, call first witness.
1:58:25 PM	Atty Yunker Bluegrass Water Note: Sacre, Candace	Josiah Cox.
1:58:33 PM	Chairman Schmitt Note: Sacre, Candace	Witness is sworn.
1:58:48 PM	Atty Yunker Bluegrass Water - witness Cox Note: Sacre, Candace	Direct Examination. Name?
1:58:54 PM	Atty Yunker Bluegrass Water - witness Cox Note: Sacre, Candace	Business address?
1:59:05 PM	Atty Yunker Bluegrass Water - witness Cox Note: Sacre, Candace	Would you spell the road?
1:59:15 PM	Atty Yunker Bluegrass Water - witness Cox Note: Sacre, Candace	Position/function with Bluegrass Water?

1:59:26 PM Atty Yunker Bluegrass Water - witness Cox  
Note: Sacre, Candace File/cause to be filed direct testimony?

1:59:42 PM Atty Yunker Bluegrass Water - witness Cox  
Note: Schweighardt, Designated for responses to data requests?  
Stephanie

1:59:52 PM Atty Yunker Bluegrass Water - witness Cox  
Note: Sacre, Candace Available to testify as to direct testimony and responses?

2:00:02 PM Atty Yunker Bluegrass Water - witness Cox  
Note: Sacre, Candace Briefly summarize scope of testimony?

2:00:44 PM Atty Yunker Bluegrass Water - witness Cox  
Note: Schweighardt, Information to provide responds to concerns expressed by  
Stephanie customers?

2:01:40 PM Atty Yunker Bluegrass Water - witness Cox  
Note: Schweighardt, Bluegrass Water Utility Operating Company A CSWR Managed Utility,  
Stephanie Q2 2021 Construction Update, screen share, video before and after.  
(Click on link for further comments.)

2:16:03 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Cross Examination. Familiar with term rate shock?

2:16:28 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace What mean to you?

2:16:39 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Believe homeowners here if rates approved subject to rate shock?

2:16:59 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Concessions alleviate rate shock, mentioned unified rate schedule,  
anything else in application that mitigates rate shock?

2:17:46 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Again, unified rate schedule?

2:17:53 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Anything beyond unified rate schedule view as concession aimed at  
mitigation?

2:18:23 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Approximate amount expenses just mentioned?  
Stephanie

2:18:36 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Familiar with term gradualism?  
Stephanie

2:18:48 PM Asst Atty General West - witness Cox  
Note: Schweighardt, What mean to you?  
Stephanie

2:19:04 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Anything in proposal evidence of concept?

2:19:43 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Bluegrass Water pays Midwest Water Operations contract amount to  
Stephanie operate systems?

2:19:56 PM Asst Atty General West - witness Cox  
Note: Schweighardt, What is amount, per system?  
Stephanie

2:20:43 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Per system per month?  
Stephanie

2:20:50 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace What get for contract, what inside scope, what outside?

2:21:40 PM Asst Atty General West - witness Cox  
Note: Schweighardt, With each system and costs proposed by Freeman testimony,  
Stephanie remote monitoring system, why necessary?

2:23:22 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Between Central States and Bluegrass Water, not written contract?

2:23:38 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Airview, meet with residents of community when system acquired?

2:24:16 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Did you ever?

2:24:30 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Ever make representations to residents increase rates or promises  
Stephanie regarding timing of increases?

2:24:45 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Enter into agreed order with Division of Water regarding system?

2:24:51 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Completed requirements of agreed order?

2:25:01 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Done anything beyond scope of agreement?

2:25:52 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Airview in compliance with all DOW requirements?

2:26:16 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Talk about what infiltration and inflow mean?

2:27:29 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Investigated feasibility tying this system into existing public system  
Stephanie or other system?

2:27:51 PM Asst Atty General West - witness Cox  
Note: Schweighardt, What town?  
Stephanie

2:27:59 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Infrastructure in place allow track volumetric usage individual  
Stephanie customers per household?

2:28:23 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How much install equipment or equipment capable monitoring that?

2:29:03 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Aware public comments last week, one individual presenting  
Stephanie questions asked, of work done for some systems, how much  
completed, how much planned, specifically Airview, how much work  
is done, how much yet to be completed in future?

2:30:42 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Point to decisions Airview made regarding construction geared at  
Stephanie minimizing costs?

2:31:48 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Transaction with previous owner, promises or guarantees made by  
Stephanie previous owner to constituents that you agreed to take on?

2:32:11 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Brocklyn not presented on presentation?

2:32:36 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Meet with residents of Brocklyn time system acquired?  
Stephanie

2:32:48 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Make representations to residents regarding increase rates or timing  
of increases time of acquisition?

2:33:01 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Enter into agreed order with DOW relating Brocklyn?

2:33:07 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Completed requirements of agreed order?

2:33:17 PM Asst Atty General West - witness Cox  
Note: Schweighardt, When last NOV for system?  
Stephanie

2:33:40 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Most recent notice of violation, before agreed order entered or  
Stephanie subsequently?

2:34:26 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Done construction and improvement beyond scope of agreed order,  
Stephanie doing more than required?

2:35:18 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Investigate feasibility tying system into existing public system or  
Stephanie other system?

2:36:06 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Tracing volumetric usage, answer same as Airview, near impossible?  
Stephanie

2:36:19 PM Asst Atty General West - witness Cox  
Note: Schweighardt, How much work completed, how much yet to be done?  
Stephanie

2:36:53 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Specific decisions made to minimize costs construction?  
Stephanie

2:37:25 PM Asst Atty General West - witness Cox  
Note: Schweighardt, When acquired from previous owner, guarantee/agree assume  
Stephanie promises previous owner made to constituents?

2:37:45 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Fox Run, covered in presentation?  
Stephanie

2:37:54 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Meet with residents time system acquired?  
Stephanie

2:38:01 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Representations to residents increase rates or timing rate increases?

2:38:12 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Agreed order in community?

2:38:17 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Completed requirements of agreed order?

2:38:29 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace System in compliance effluent limit guidelines?

2:39:21 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Investigate feasibility tying into public system or other system?  
Stephanie

2:39:44 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Volumetric usage, not able to track?  
Stephanie

2:40:17 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Installed equipment for any systems for commercial users?  
Stephanie

2:40:48 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Tremendously expensive track volumetric usage wastewater  
Stephanie customers all systems?

2:41:10 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Upgrades completed and how much to be completed?  
Stephanie

2:42:30 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Cost for that detailed Freeman testimony?



2:42:39 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Specific decisions Fox Run geared at minimizing costs?

2:43:16 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Guarantee/agree keep promises by previous owner to constituents?

2:43:43 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Golden Acres, not presented in video?

2:44:06 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Meet with residents time system acquired?

2:44:15 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Representations to residents regarding rates or timing of increases?

2:44:24 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Agreed order with DOW?

2:44:32 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Completed requirements?

2:44:43 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie How much left to do?

2:45:35 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie In compliance with effluent limitations?

2:45:47 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Investigate feasibility tying into public system or other system?

2:46:15 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Specific decisions made geared to minimizing costs construction?

2:46:49 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Great Oaks, in presentation, meet with residents time system acquired?

2:47:03 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Representations increase rates or timing of increases?

2:47:13 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Agreed order with DOW?

2:47:20 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Completed requirements of agreement?

2:47:29 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Done anything beyond scope of agreed order?

2:47:40 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Compliance status?

2:47:58 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Investigate feasibility tying into public system?

2:48:35 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie How much work completed, how much complete in future?

2:48:52 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Ongoing process with all systems?

2:49:24 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Decisions made to minimize costs?

2:49:59 PM Asst Atty General West - witness Cox  
Note: Schweighardt, No photos/video Kingswood in presentation?  
Stephanie

2:50:10 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Meet with residents time of acquisition?  
Stephanie

2:50:17 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Representations made regarding increase rates, timing of increases?

2:50:27 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Agreed order with DOW?  
Stephanie

2:50:34 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How far along completing requirements of agreement?

2:50:55 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Almost done?  
Stephanie

2:51:04 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Done anything beyond scope of agreed order?

2:51:11 PM Asst Atty General West - witness Cox  
Note: Schweighardt, System meeting effluent limits?  
Stephanie

2:51:22 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Investigate feasibility tying into public system?

2:51:38 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Decisions geared to minimizing costs?  
Stephanie

2:51:59 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Existing components able salvage/reuse?

2:52:18 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Timberland/Joann Estates not see before/after photos in video?

2:52:48 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Meet with residents Timberland/Joann Estates time system  
acquired?

2:52:58 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Make representations regarding increase rates, timing of increases?

2:53:12 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How far along completing requirements of agreement?

2:54:19 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Compliance, understanding what take place fully completed  
Stephanie requirements, notice to DOW and get notice satisfy those  
requirements?

2:54:51 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Not received notice for any agreed orders?  
Stephanie

2:55:12 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Meeting effluent limits?

2:55:28 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Investigate tying in to public system?  
Stephanie

2:55:41 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Specific decisions made to minimize costs?

2:56:10 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Lake Columbia, before/after featured in video, meet with residents  
Stephanie time system acquired?

2:56:28 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Make representations regarding increase rates, timing of increases?  
Stephanie

2:56:39 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Agreed order for system?  
Stephanie

2:56:44 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Where are completing requirements?  
Stephanie

2:57:37 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Cost detailed Freeman's testimony?  
Stephanie

2:57:42 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Investigate feasibility tying into public system?

2:58:03 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace What decisions make minimize costs?

2:58:45 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Longview/Homestead, meet with residents time system acquired?  
Stephanie

2:59:01 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Make representations regarding increase rates, timing of increases?

2:59:09 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Agreed order for system?

2:59:15 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How close completing requirements?

2:59:33 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Condition when acquired?

3:00:24 PM Asst Atty General West - witness Cox  
Note: Schweighardt, In compliance for effluents?  
Stephanie

3:00:35 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Investigate feasibility typing in to public system?

3:00:42 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Results?

3:00:48 PM Asst Atty General West - witness Cox  
Note: Schweighardt, How close closest system?  
Stephanie

3:01:02 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Mile away, how much cost involved tying in?  
Stephanie

3:02:39 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Evaluate costs this situation?

3:02:52 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Specific decisions geared minimizing costs construction?  
Stephanie

3:03:29 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Savings reusing tanking, how much savings that generate?  
Stephanie

3:04:25 PM Chairman Schmitt  
Note: Sacre, Candace Recess until 3:20.

3:04:37 PM Session Paused

3:23:08 PM Session Resumed

3:23:17 PM Chairman Schmitt  
Note: Sacre, Candace Now back on the record. Mr. West, continue.

3:23:41 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Cross Examination (cont'd). Persimmon Ridge, meet with residents at time system acquired?

3:23:50 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Make representations regarding whether increase rates, timing of increases?

3:24:08 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace In acquisition application?

3:24:15 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Have agreed order?

3:24:21 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Completed requirements?

3:25:06 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Investigate feasibility tying in to public system?

3:25:18 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How close nearest system?

3:25:27 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Specific actions minimize costs construction?

3:26:17 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie River Bluff, confirm Persimmon Ridge and River Bluff not in presentation?

3:26:36 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie River Bluff, meet with residents at time system acquired?

3:26:44 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Make representations regarding whether increase rates, time of increases?

3:26:54 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Have agreed order?

3:26:59 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Where in terms of completing requirements?

3:28:08 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Meeting effluent limits?

3:28:20 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Not just storm water issue, exceeding limits more often?

3:28:36 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Investigate feasibility typing in to public system?

3:28:41 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Results?

3:28:47 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How close public system?

3:28:53 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Safe assume never reached having accurate discussions any municipality?

3:29:11 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Specific actions minimize costs construction?

3:29:56 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Arcadia Pines, not featured before/after video presentation?

3:30:11 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Meet with residents at time system acquisition?

3:30:30 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace No one else did?

3:30:54 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Make representations regarding whether increase rates, timing of increases?

3:31:17 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Have agreed order?

3:31:38 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Non-discharging lagoon?

3:32:07 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Done any work yet?

3:32:20 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie No agreed order, can talk about construction plan, how far along?

3:32:53 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Main construction plans?

3:33:02 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Any plan specific minimize costs?

3:33:24 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Carriage Park, before/after not featured in video?

3:33:37 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Meet with residents at time acquisition?

3:34:27 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie What will own/operate gray water system?

3:35:01 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Make representations whether increase rates, timing of increases?

3:35:27 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Reference in application, the only communication of plans, or have discussions outside application?

3:35:50 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace If not reviewing PSC website, reviewing applications, not have known?

3:35:59 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Have agreed order?

3:36:08 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Permitted discharges?

3:36:50 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie DOW issued NOV's for discharges?

3:37:20 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Hypothetical, fine issued by DOW nonpermitted discharge, how propose fine dealt with, collected through rates?

3:37:50 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Existing agreed orders any systems, fines levied?

3:38:23 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Agreed order can contain fine?

3:38:43 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie No fines issued pursuant agreed orders, no fines passed ratepayers?

3:39:09 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Efforts taken minimize costs, Carriage Park?

3:39:43 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Marshall Ridge, before/after photos not in video?

3:39:52 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Meet with residents at time acquisition?

3:40:02 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Make representations regarding rates, timing of increases?

3:40:23 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Have agreed order?

3:40:34 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Discharging?

3:40:38 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Unpermitted history?

3:41:02 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Investigate feasibility tying in to public system?

3:41:13 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie How define close?

3:42:15 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Construction plans, how far along?

3:42:51 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Anything specific minimize costs?

3:43:14 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Randview, not featured before/after video?

3:43:26 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Meet with residents time acquisition?

3:43:35 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Make representations whether increase rates, timing of increases?

3:43:53 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Have agreed order?

3:45:21 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Unpermitted discharges still occurring?

3:45:39 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Stephanie Lagoon functioning?

3:48:27 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Cost minimization, steps taken minimize costs, left to be done?  
Stephanie

3:49:32 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Center Ridge, meet with residents time acquired?  
Stephanie

3:49:50 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Make representations regarding rate increases, timing of increases?  
Stephanie

3:50:01 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Have agreed order?  
Stephanie

3:50:23 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Noncompliance issues?  
Stephanie

3:50:57 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Construction and maintenance, how far along?  
Stephanie

3:52:28 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Look at feasibility tying in to public system?  
Stephanie

3:52:40 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Specific actions taken/planned minimize costs?  
Stephanie

3:53:32 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Incentive attempt tie in systems in to public systems, fit into  
Stephanie business model?

3:55:19 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Some concerns from commenters how neighbors nearby city  
Stephanie cheaper rates, answer to them would be?

3:56:44 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Fair say Bluegrass Water acquiring, tying in to public systems or not,  
Stephanie make return, and can do more cheaply tying into system?

3:57:48 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Plan buy more systems in Kentucky?  
Stephanie

3:57:53 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace Firm plans about that?

3:58:18 PM Asst Atty General West - witness Cox  
Note: Schweighardt, What addition of systems mean to ratepayers?  
Stephanie

3:59:37 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Delaplain and three other, any information future plans rate  
Stephanie treatment those systems?

4:00:06 PM Asst Atty General West - witness Cox  
Note: Schweighardt, Plan file rate case those four systems?  
Stephanie

4:00:26 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace I granted full rate increase proposed, how long before needed file  
another rate increase?

4:01:12 PM Asst Atty General West - witness Cox  
Note: Sacre, Candace How long should rates sustain systems meant to support?

4:01:59 PM Chairman Schmitt  
Note: Sacre, Candace Mr. Samford, cross examination?

4:02:05 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Cross Examination. Business model is come in, purchase smaller water/sewer assets, rehabilitate them, and provide safe, reliable service to customers?

4:02:39 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Business model seems be working well, grown in the last few years?

4:02:54 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Talk about holding company, CSWR, LLC, holding company all affiliates across country?

4:03:08 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Established company what year?

4:03:15 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace How many employees when started?

4:03:20 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace That was you?

4:03:24 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace When acquire first system?

4:03:36 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Six, seven years later, how many systems owned under CSWR entity?

4:03:54 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie How many total customers?

4:04:13 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie How many employees?

4:04:22 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Still in hiring mode, through test year adding additional employees?

4:04:36 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace CSWR still acquiring other systems around country?

4:04:50 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Estimate how many customers adding through end of year?

4:05:05 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Ballpark estimate total utility plant be at that point?

4:05:15 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Appropriate person to ask?

4:05:25 PM POST-HEARING DATA REQUEST  
Note: Sacre, Candace ATTY SAMFORD HOMEOWNERS ASSOCIATIONS - WITNESS COX  
Note: Schweighardt, Stephanie ESTIMATE OF TOTAL UTILITY PLANT END OF 2021

4:05:30 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Anticipate filing new acquisition case in 2021?

4:05:59 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace A range, talking three or four systems, ten or 15, or 20 or more?

4:06:20 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace In Kentucky?

4:06:23 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace By hundreds, talking about systems; by thousands, talking about connections?



4:06:37 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Customer of Bluegrass every interface with employee of Bluegrass?  
Stephanie

4:07:37 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Customer interact with somebody from Bluegrass Water only if not  
Stephanie able get consumer complaint settled through call center?

4:08:10 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Somebody actually comes to work on system or complaint about  
service, person shows up at door not be one of your employees?

4:08:38 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Rate increase seeking, calculated revenue requirement little over  
Stephanie \$3.75 million?

4:09:25 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Total revenues at time filed case \$1.24 million?

4:09:38 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Subject to check, give or take?

4:09:44 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Asking to triple company's revenue with filing?

4:09:58 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Total rate increase \$2.5 million, inclusive of systems not acquired by  
Bluegrass until 2021?

4:10:21 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Herrington Haven and that group?

4:10:27 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Those not included in revenue request?

4:10:44 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Seems main driver for requested increase in rates is capital  
expenditures, is that fair?

4:11:21 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, What have been total rate base of systems when acquired?  
Stephanie

4:11:57 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, At end of test year, rate base is seven-and-a-half, eight million  
Stephanie dollars?

4:12:15 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Several multiples of amount paid for combined systems, excluding  
Delaplain and all that?

4:12:33 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Your opinion the capital expenditures driving large percentage of  
rate increase?

4:13:10 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Goal when acquire system to work immediately and get remediated  
and back in shape as quickly as possible?

4:13:52 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Inherit agreed orders or enter into them?  
Stephanie

4:14:14 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Preparing agreed orders normal due diligence when acquiring a  
system?

4:14:33 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, When purchased systems, understood not able to get immediate  
Stephanie rate increases?

4:14:45 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, When acquired, knew for some period of time all operating at loss?  
Stephanie

4:15:01 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	But able calculate number of customers, rates currently charged, and agreed order process knew what involved in rehabilitating prior to purchasing?
4:15:52 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Knew how many customers each system when acquired?
4:16:23 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Knew rates being charged at that point were?
4:16:31 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Operating at a loss risk assumed adopting business plan?
4:16:49 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Business development department within holding company?
4:17:00 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	One of selling points approach operator/owner, will take liability off hands?
4:18:31 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Part of diligence, have financial model for each of systems?
4:18:44 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Part of financial model, plan when seeking rate increases?
4:19:23 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Company have policy how quickly after acquiring system seek rate increase?
4:19:39 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	2020-00028 Original Acquisition Order, Arcadia Pines, Carriage Park, Marshall Ridge, and Randview, familiar with this case?
4:21:12 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Indicated none of four systems known to DOW, does not mean not regulated?
4:21:46 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Specifically ask health department for records?
4:21:54 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Have any record of problems with any of four systems?
4:22:15 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Would recall if had been citations with regard four systems from local health departments?
4:22:26 PM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Schweighardt, Stephanie	ATTY SAMFORD HOMEOWNERS ASSOCIATIONS - WITNESS COX 2020-00028 ACQUISITION CASES CITATIONS FOUR SYSTEMS FROM LOCAL HEALTH DEPARTMENTS
4:22:37 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Discussion timing future rate increases, read that?
4:23:04 PM	Atty Yunker Bluegrass Water Note: Sacre, Candace	Clarify, Order on application referring to?
4:23:13 PM	Atty Samford Homeowners Associations Note: Sacre, Candace	Yes, Order granting approval for acquisition four systems.
4:23:23 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Read highlighted language?
4:23:45 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	When last acquisition on systems, all acquired same day?
4:23:58 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Possibly been November 2020?

4:24:05 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace When rate case filed originally?

4:24:14 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Filing of rate case prior to closing transactions on four systems?

4:24:24 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Says when Bluegrass have full year of data owning/operating systems, still not have full year of data?

4:24:37 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Did Commission get wrong, not understand what you told them, their representation of your representation incorrect?

4:24:46 PM Atty Yunker Bluegrass Water  
Note: Sacre, Candace Object to form, can read representation.

4:24:56 PM Atty Samford Homeowners Associations  
Note: Sacre, Candace Rephrase.

4:25:01 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Think Commission misrepresented position in Final Order?

4:25:18 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Highlighted line, read that?

4:25:33 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Arrived in mid-2021?  
Stephanie

4:25:44 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Approaching but not quite reached?

4:26:22 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Familiar with hearing notice filed in this case?

4:26:31 PM Atty David Samford- Witness Mr. Josiah Cox  
Note: Sacre, Candace Recall representation in hearing notice Bluegrass invested \$5 million in systems owned in Kentucky?

4:26:44 PM Atty Yunker Bluegrass Water  
Note: Sacre, Candace Object to form, but may answer.

4:26:54 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Hearing notice, can see that, says Dear Bluegrass Water Customer, hearing notice sent to each customer of Bluegrass Water?

4:27:35 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Your signature at bottom of letter?

4:27:40 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace First line says, reading, (click on link for further comments), see that?

4:27:54 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Bluegrass invested more than \$5 million in systems in Kentucky?  
Stephanie

4:28:18 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace More than \$5 million?

4:28:23 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Most spent on rehabilitating systems purchases to restore to service required?

4:28:38 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Purpose of unified rate to treat entire Bluegrass system as one unit?

4:28:50 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Spent approximately \$5 million and acquired first system 17-18 months ago, significant investment, sought CPCN for investment?  
Stephanie

4:29:21 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, That investment, clearly is part of what is driving rates being requested?  
Stephanie

4:29:34 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Know purpose of obtaining certificate of public convenience and necessity is?
4:29:43 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Explain that?
4:29:54 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Know when CPCN required?
4:30:04 PM	Atty Yunker Bluegrass Water Note: Sacre, Candace	Find it a little unusual you are asking him to recite law for you.
4:30:09 PM	Chairman Schmitt Note: Sacre, Candace	Overruled, if he knows.
4:30:44 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Acknowledged proposed unified rate creating subsidies between various systems?
4:31:04 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	If electrical customer, have wire that connects to distribution line that connects to transmission line back to power plant, agree?
4:31:36 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Same with gas customer, pipe comes out of house to meter to transmission main to interstate gas main?
4:32:05 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Proving my point, entire electric grid one big connection?
4:32:16 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Not case here with these package plants, all stand-alone facilities?
4:32:41 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Some capital investments for some projects, like Arcadia Pines \$61,000 and then some over \$1 million, big range, big variation between those systems in terms of what investment necessary?
4:33:26 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Day to day, share another exhibit, Case No. 2020-00290, familiar with this document?
4:34:03 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Review before filed?
4:34:10 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	If asked about document, not know anything about it?
4:34:19 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Ask a few things about it anyway to get your take, at end of day, president of company?
4:34:44 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Highlight, read that into record?
4:35:12 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	In and around regulated utilities how long in career?
4:35:24 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Your experience preparing for formal hearings ordinary course for things utilities have to do?
4:35:40 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Continuing service something a utility has to do every day?
4:35:49 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Bluegrass not actually providing service, all done through contractor?

4:36:31 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	If preparing for hearings something utilities do fairly frequently and continuing service something do fairly frequently, how not have time to respond to Staff's data requests?
4:37:10 PM	Chairman Schmitt Note: Sacre, Candace	Interject, our position is this Commission send data requests any time it wants, it can amend its orders or send one without an amended order and has done so for years, but, in any event, I understand your position, understand how it may be in other jurisdictions.
4:37:33 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Next sentence, highlight, reading, (click on link for further comments), familiar with that?
4:37:58 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Bluegrass able to respond to questions propounded by staff that you unable to answer when requested?
4:38:19 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Personally have additional information be shared today?
4:38:34 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	One more exhibit share with you, recognize this document?
4:38:52 PM	Atty Samford Homeowners Associations - witness Cox Note: Schweighardt, Stephanie	Identify that, please?
4:38:59 PM	Atty Yunker Bluegrass Water Note: Sacre, Candace	Exhibit to application?
4:39:05 PM	Atty Samford Homeowners Associations Note: Sacre, Candace	Correct, Exhibit 4-B.
4:39:19 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Sign this agreement?
4:39:38 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Article III, Section 3.1, Distributions, (b) capital transaction and distribution, (a) all other forms non-capital contribution/distributions, seeing that correctly?
4:40:09 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	What is a distribution?
4:40:20 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Can take different forms?
4:40:37 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	In corporate sense, dividend?
4:40:49 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Look at (a) first, priority order how distributions be made?
4:41:04 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Explain what priority would be?
4:41:31 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	After liabilities paid, then what?
4:41:42 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Highlight phrase, what that say?
4:42:04 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Member for operating agreement purposes?
4:42:14 PM	Atty Samford Homeowners Associations - witness Cox Note: Sacre, Candace	Company you are president/CEO of?

4:42:20 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace If decide wanted change priority distributions, agreement allow make that decision?

4:42:38 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Not have debt covenants right now?

4:42:50 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Section 9.1, Transfer of Member's Interest, read?

4:43:26 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie CSWR has discretion transfer ownership interest in Bluegrass Water?

4:43:49 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Aware whether Kentucky law require preapproval transfer of ownership?

4:44:04 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Section 10.2, Article X, Dissolution of the Company, various dissolution acts, 10.2 Distribution of Proceeds on Dissolution, bottom line, proceeds upon dissolution applied/distributed pursuant provisions of Section 3.1(b)?

4:44:38 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Section 3.1(b) has priority member of corporation can reprioritize if choose?

4:45:18 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace CPCN question, looking for total investment \$6.4 million sewer properties and \$1.16 million water properties?

4:45:43 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Which projects Commission issued CPCN for?

4:45:58 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Any projects declared be in ordinary course of Bluegrass system?

4:46:20 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Ordinary course defined in Kentucky law?

4:46:28 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Question about gradualism?

4:46:47 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Share projected rate impacts all investments with Commission or intervenors this case/acquisition cases?

4:47:03 PM POST-HEARING DATA REQUEST  
Note: Sacre, Candace ATTY SAMFORD HOMEOWNERS ASSOCIATIONS - WITNESS COX  
Note: Schweighardt, Stephanie PROJECTED RATE IMPACTS ALL INVESTMENTS

4:47:19 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Payments to Midwest, O&M provider, doing day-to-day work on projects?

4:47:36 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie When asked, said was \$3,600 per month per system, average, what mean by average?

4:48:01 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie One block paying more than another?

4:48:45 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Stephanie Blocks for contract in Kentucky?

4:48:53 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Four blocks different rate?  
Stephanie

4:49:05 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Somebody that may know answer?

4:49:39 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Who should ask about block pricing?  
Stephanie

4:49:54 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Volumetric charges?  
Stephanie

4:50:00 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace How many wastewater systems acquired attached to water system  
not wells?

4:50:19 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Most residential customers water meter attached to house?

4:50:33 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Familiar arrangements sewer provider charge based upon water  
usage based upon some percentage?

4:50:52 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Investigate whether information be available each of systems?  
Stephanie

4:51:06 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Don't know or haven't investigated?

4:51:16 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Who know if looked at that?

4:51:28 PM POST-HEARING DATA REQUEST  
Note: Sacre, Candace ATTY SAMFORD HOMEOWNERS ASSOCIATIONS - WITNESS COX  
Note: Schweighardt, WHETHER AGREEMENTS WITH WATER PROVIDERS INVESTIGATED  
Stephanie FOR SEWER CHARGES BASED ON WATER USAGE

4:51:40 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Carriage Park, electrical work necessary?

4:51:57 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Pump/motor attached?  
Stephanie

4:52:06 PM Atty Samford Homeowners Associations - witness Cox  
Note: Schweighardt, Marshall Ridge, closest provider communicated with tying into  
Stephanie system?

4:52:27 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Surprise if client thought provider half mile away?

4:52:40 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Other witness know that or post-hearing data request?

4:52:58 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Randview, closest alternative provider?

4:53:08 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Direct communications with them (Mayfield)?

4:53:19 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Possible closest connection couple blocks away?

4:53:48 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Thought heard say previous owner Randview stole pumps?

4:54:07 PM Atty Samford Homeowners Associations - witness Cox  
Note: Sacre, Candace Suggested may/may not have stolen pumps just hyperbole?

4:54:28 PM Chairman Schmitt  
Note: Sacre, Candace Recess until 9 am tomorrow morning.





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