

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF LICKING)	
VALLEY RURAL ELECTRIC COOPERATIVE)	CASE NO.
CORPORATION FOR A GENERAL)	2024-00211
ADJUSTMENT OF RATES AND OTHER)	
GENERAL RELIEF)	

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 February 4, 2025 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's testimony begins and ends on the digital video recording of the evidentiary hearing conducted on February 4, 2025.

A copy of this Notice, the certification of the digital video record, and the hearing log has been served upon all persons listed at the end of this Notice. Parties may view the digital video recording of the hearing at <https://youtu.be/PpNuKleZK0Y>.

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

Done in Frankfort, Kentucky, on February 17, 2025.

Linda C. Bridwell, PE
Executive Director

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF LICKING)	
VALLEY RURAL ELECTRIC COOPERATIVE)	CASE NO.
CORPORATION FOR A GENERAL)	2024-00211
ADJUSTMENT OF RATES AND OTHER)	
GENERAL RELIEF)	

CERTIFICATION

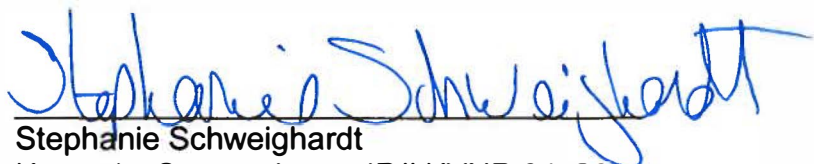
I, Candace H. Sacre, hereby certify that:

1. The attached flash drive contains a digital recording of the Formal Hearing conducted in the above-styled proceeding on February 4, 2025. The Formal Hearing Log is included with the recording on February 4, 2025;
2. I am responsible for the preparation of the digital recording.
3. The digital recording accurately and correctly depicts the Formal Hearing of February 4, 2025; and
4. The Formal Hearing Log attached to this Certificate accurately and correctly states the events that occurred at the Formal Hearing of February 4, 2025, and the time at which each occurred.

Signed this 13th day of February, 2025.



Candace H. Sacre
Administrative Specialist Senior



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



Session Report - Detail

2024-00211 04Feb2025

Licking Valley Rural Electric Cooperative Corporation (Licking Valley R.E.C.C.).

Date:	Type:	Location:	Department:
2/4/2025	Public Hearing\Public Comments	Hearing Room 2	Hearing Room 2 (HR 2)

Witness: Randy Futral; Kerry Howard; John May; Travis Stacy; John Wolfram
 Judge: Angie Hatton; Mary Pat Regan
 Clerk: Candace H Sacre

Event Time	Log Event
9:04:15 AM	Session Started
9:04:16 AM	Chair Hatton Note: Sacre, Candace On the record.
9:04:30 AM	Chair Hatton Note: Sacre, Candace Introductions.
9:04:46 AM	Chair Hatton Note: Sacre, Candace Hearing recommendations.
9:04:52 AM	Chair Hatton Note: Sacre, Candace Purpose of hearing.
9:04:59 AM	Chair Hatton Note: Sacre, Candace Entry of appearance.
9:05:05 AM	Atty Honaker Licking Valley RECC Note: Sacre, Candace Allyson Honaker.
9:05:10 AM	Atty Temple Licking Valley RECC Note: Sacre, Candace Heather Temple.
9:05:12 AM	Atty Honaker Licking Valley RECC Note: Sacre, Candace With us today, Kerry Howard, John Wolfram, John May, and Travis Stacy.
9:05:20 AM	Asst Atty General West Note: Sacre, Candace Mike West and Toland Lacy, watching today, and witness Randy Futral.
9:05:32 AM	Staff Atty Lawson PSC Note: Sacre, Candace Amanda Lawson and Michael Crum.
9:05:40 AM	Chair Hatton Note: Sacre, Candace Public notice.
9:06:00 AM	Review of 2/4/2025 9:05:41 AM
9:06:07 AM	Chair Hatton Note: Sacre, Candace Public comments.
9:06:48 AM	Chair Hatton Note: Sacre, Candace Anyone in room who wishes to give public comment?
9:07:02 AM	Chair Hatton Note: Sacre, Candace Call first witness.
9:07:07 AM	Atty Honaker Licking Valley RECC Note: Sacre, Candace Kerry Howard.
9:07:15 AM	Chair Hatton Note: Sacre, Candace Witness is sworn.
9:07:24 AM	Chair Hatton - witness Howard Note: Sacre, Candace Examination. Name and address?
9:07:38 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace Direct Examination. File testimony and responses to data requests?

9:07:43 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace	Also adopting responses sponsored by Bradley?
9:07:49 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace	Additions or corrections?
9:07:55 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace	If ask same questions today, responses be same?
9:08:00 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace	Desire and intent incorporate those into record?
9:08:07 AM	Chair Hatton Note: Sacre, Candace	Mr. West?
9:08:08 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Cross Examination. Arrearage policies, policy on arrearages customer can accrue before disconnected?
9:09:00 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Any exceptions to policy?
9:09:14 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Know how many customers in arrears any given time?
9:09:29 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Out of how many total customers?
9:09:39 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Know how many in arrears in excess of \$2,000?
9:09:47 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Assume not know how many in arrears in excess of \$10,000?
9:09:59 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Know of one in excess of \$10,000?
9:10:02 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Explain situation?
9:10:14 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Residential customer or commercial customer?
9:10:20 AM	Asst Atty General West Note: Sacre, Candace	Post-hearing data request how many customers in arrears and ask for details.
9:10:21 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	ASST ATTY GENERAL WEST - WITNESS HOWARD NUMBER OF CUSTOMERS IN ARREARS AT VARIOUS LEVELS MENTIONED AND MORE DETAILS ON THAT
9:10:42 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Company vehicles, which employees have company cars or trucks allowed use for personal use?
9:10:56 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Is that you?
9:11:08 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Formal policy on personal use of company vehicles, written policy?
9:11:16 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	How company decide what vehicle appropriate to be purchased?
9:11:35 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	And they just approve it?
9:11:38 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Compensate company for personal use of vehicle?
9:11:50 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	What about gas or insurance?
9:12:01 AM	Asst Atty General West - witness Howard Note: Sacre, Candace	Have available response to First Set, No. 34-B, attachment listing vehicles, familiar with that?

9:12:24 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Which of vehicles is vehicle you use?

9:13:00 AM Asst Atty General West - witness Howard
Note: Sacre, Candace 2023 Chevrolet Sierra?

9:13:14 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Asked questions in discovery about compensation of employees, familiar with responses to questions?

9:13:33 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Response to AG 1-3, what Licking Valley consider executive level employee?

9:14:17 AM Asst Atty General West - witness Howard
Note: Sacre, Candace For AG DR 1-3, asked provide salary information for executive staff back to 2014, only back to 2021, if have attachment only one position listed?

9:14:51 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Yours?

9:14:53 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Everyone else's position fall under responses other questions, I guess, salaried employee questions Request 4?

9:15:11 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Attachment details salary information executive level employees just gives information about your salary?

9:15:31 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Asked for average raise given to executive staff employees year to year, but nominal salary change 2022-2023 goes from \$146,000 to \$213,000, 45 percent, talk about discrepancy?

9:16:30 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Nominal amounts in salary include more than base salary?

9:16:45 AM Asst Atty General West - witness Howard
Note: Sacre, Candace 2021-2022, \$140,000 to \$146,000, more than just base salary in nominal amount in that year as well?

9:17:22 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Percentage changes are accurate, more going in salary?

9:17:31 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Reviewed testimony put in record by AG's witness?

9:17:41 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Recommended adjustments to three aspects of company's request reduce reducing revenue requirement by over \$233,000?

9:18:00 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Agree with adjustments?

9:18:06 AM Asst Atty General West - witness Howard
Note: Sacre, Candace Company filed no rebuttal?

9:18:12 AM Chair Hatton
Note: Sacre, Candace Staff?

9:18:14 AM Staff Atty Crum PSC - witness Howard
Note: Sacre, Candace Cross Examination. Relation Response 10, AG Second, Response 10 -A describes Stacy on board from Aug 15 1996 through Apr 20 2017?

9:19:34 AM Staff Atty Crum PSC - witness Howard
Note: Sacre, Candace Elected back to board on Aug 19 2021, then Response 10-B says Stacy hired Mar 22 2021?

9:19:57 AM Staff Atty Crum PSC - witness Howard
Note: Sacre, Candace Clarity, when look at resume attached to Answer C, Stacy employed with Licking Valley 2017 to 2021, ask because under affiliation section he was director at that time?

9:20:12 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Employed, receiving salary or benefits?
9:20:28 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Hired on March 22?
9:20:39 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Refer to Staff Third, Item 4, why company allocate general liability insurance to different accounts?
9:21:37 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Examination. Another witness today who may know answer?
9:21:46 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Follow up with post-hearing data request to understand different accounts there?
9:21:47 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	STAFF ATTY CRUM PSC - WITNESS HOWARD EXPLANATION OF WHY GENERAL LIABILITY INSURANCE ALLOCATED TO DIFFERENT ACCOUNTS AND IDENTIFICATION OF THOSE ACCOUNTS
9:21:55 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	As post-hearing data request, calculate revenue requirement and propose rates without general liability insurance allocation and that should be included in general operating expense?
9:21:56 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	STAFF ATTY CRUM PSC - WITNESS HOWARD CALCULATE REVENUE REQUIREMENT AND PROPOSE RATES WITHOUT GENERAL LIABILITY INSURANCE ALLOCATION AND THAT SHOULD BE INCLUDED IN GENERAL OPERATING EXPENSE
9:22:16 AM	Chair Hatton Note: Sacre, Candace	Commissioner Regan?
9:22:22 AM	Commissioner Regan - witness Howard Note: Sacre, Candace	Examination. Stacy was member of board?
9:22:29 AM	Commissioner Regan - witness Howard Note: Sacre, Candace	Are you part of board as well?
9:22:41 AM	Commissioner Regan - witness Howard Note: Sacre, Candace	If there was loan that was being done, would you have approval to do something like that without board?
9:22:57 AM	Commissioner Regan - witness Howard Note: Sacre, Candace	Have board minutes, or anyone can provide minutes for last year?
9:23:06 AM	Atty Temple Licking Valley RECC Note: Sacre, Candace	In record already.
9:23:30 AM	Commissioner Regan Note: Sacre, Candace	Looks like missing some, not a full record, put in DR.
9:23:31 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	COMMISSIONER REGAN - WITNESS HOWARD ALL BOARD MEETING MINUTES FOR 2024
9:23:43 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Examination. Regarding one customer AG asking about in arrears in excess of ten thousand, residential customer?
9:23:54 AM	Chair Hatton - witness Howard Note: Sacre, Candace	How does something like that happen?
9:23:59 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Someone associated with the board in some way?
9:24:21 AM	Chair Hatton - witness Howard Note: Sacre, Candace	So was that five or six years?
9:24:26 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Only know of the one time happened?

9:24:30 AM	Chair Hatton - witness Howard Note: Sacre, Candace	In collections in court?
9:24:39 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Testimony sponsored by Bradley, assumed testify, know why has not?
9:24:55 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Left company?
9:24:57 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Just couldn't make it today?
9:25:10 AM	Chair Hatton Note: Sacre, Candace	Redirect?
9:25:28 AM	Chair Hatton Note: Sacre, Candace	Call next witness.
9:25:46 AM	Atty Temple Licking Valley RECC Note: Sacre, Candace	Call John May.
9:25:48 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
9:25:52 AM	Chair Hatton - witness May Note: Sacre, Candace	Examination. Name and address?
9:26:03 AM	Atty Temple Licking Valley RECC - witness May Note: Sacre, Candace	Direct Examination. By whom employed?
9:26:07 AM	Atty Temple Licking Valley RECC - witness May Note: Sacre, Candace	Title?
9:26:20 AM	Atty Temple Licking Valley RECC - witness May Note: Sacre, Candace	Did not initially provide testimony or responses, Bradley not able be here. now sponsoring several her responses?
9:26:35 AM	Atty Temple Licking Valley RECC - witness May Note: Sacre, Candace	Reviewed those, no additions or edits?
9:26:44 AM	Chair Hatton Note: Sacre, Candace	Mr. West?
9:26:47 AM	Asst Atty General West - witness May Note: Sacre, Candace	Cross Examination. Title was?
9:26:56 AM	Asst Atty General West - witness May Note: Sacre, Candace	Able provide more color about arrearages, how unfolded?
9:27:27 AM	Asst Atty General West - witness May Note: Sacre, Candace	Technical oversight by customer service person and person stopped paying?
9:27:44 AM	Asst Atty General West - witness May Note: Sacre, Candace	Mistake they recognized utility was making and not call to utility's attention?
9:27:52 AM	Chair Hatton - witness May Note: Sacre, Candace	Examination. Almost sounds like criminal prosecution theft of services, or just civil court?
9:28:03 AM	Chair Hatton Note: Sacre, Candace	Questions?
9:28:18 AM	Chair Hatton Note: Sacre, Candace	May call next witness.
9:28:20 AM	Atty Temple Licking Valley RECC Note: Sacre, Candace	Travis Stacy.
9:28:33 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
9:28:39 AM	Chair Hatton - witness Stacy Note: Sacre, Candace	Examination. Name and address?

9:28:47 AM Atty Temple Licking Valley RECC - witness Stacy
Note: Sacre, Candace Direct Examination. By whom employed?

9:28:51 AM Atty Temple Licking Valley RECC - witness Stacy
Note: Sacre, Candace Title?

9:28:55 AM Atty Temple Licking Valley RECC - witness Stacy
Note: Sacre, Candace As with May, not originally provide testimony or responses, because of Bradley issue adopting multiple her responses?

9:29:10 AM Atty Temple Licking Valley RECC - witness Stacy
Note: Sacre, Candace Reviewed those and not have corrections?

9:29:22 AM Chair Hatton
Note: Sacre, Candace Questions?

9:29:32 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Cross Examination. Noted reviewing records was \$563,488 paycheck protection loan, explain process of applying for loan and what used for around 2020?

9:30:19 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace On board at that time?

9:30:24 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Been involved in approval of seeking loan?

9:30:35 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Examination. Minutes to reflect that, that you recused from that vote?

9:30:43 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Be familiar how board decided needed loan and which bank to process loan through?

9:31:28 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Loan been forgiven?

9:31:34 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Refrained from voting, discussion recorded in minutes?

9:31:52 AM Staff Atty Lawson PSC - witness Stacy
Note: Sacre, Candace Consider Licking Valley be small business?

9:32:16 AM Chair Hatton - witness Stacy
Note: Sacre, Candace Examination. What does manager of corporate services do?

9:32:43 AM Commissioner Regan - witness Stacy
Note: Sacre, Candace Examination. What is title again?

9:32:47 AM Commissioner Regan - witness Stacy
Note: Sacre, Candace Corporate services means filing tariffs?

9:32:53 AM Commissioner Regan - witness Stacy
Note: Sacre, Candace Not work with other corporations?

9:32:58 AM Chair Hatton
Note: Sacre, Candace Redirect?

9:33:25 AM Chair Hatton
Note: Sacre, Candace Next witness?

9:33:25 AM Atty Temple Licking Valley RECC
Note: Sacre, Candace John Wolfram.

9:33:32 AM Chair Hatton
Note: Sacre, Candace Witness is sworn.

9:33:44 AM Chair Hatton - witness Wolfram
Note: Sacre, Candace Examination. Name and address?

9:33:57 AM Atty Temple Licking Valley RECC - witness Wolfram
Note: Sacre, Candace Cross Examination. By who employed?

9:34:05 AM Atty Temple Licking Valley RECC - witness Wolfram
Note: Sacre, Candace Hired as rate consultant?

9:34:10 AM	Atty Temple Licking Valley RECC - witness Wolfram Note: Sacre, Candace	File testimony in response to data requests?
9:34:18 AM	Atty Temple Licking Valley RECC - witness Wolfram Note: Sacre, Candace	Adopting Bradley testimony and responses?
9:34:29 AM	Atty Temple Licking Valley RECC - witness Wolfram Note: Sacre, Candace	Have revisions, amendments, or edits?
9:34:44 AM	Chair Hatton Note: Sacre, Candace	Mr. West?
9:34:50 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Cross Examination. Heard what Howard said about having reviewed Futral testimony?
9:34:59 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Also reviewed testimony of Futral?
9:35:03 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Aware recommended making three adjustments to requested revenue increase totaling slightly more than \$233,000?
9:35:17 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Excessive payroll taxes \$26,238, reduced depreciation expense general plant \$62,000, and remaining amount depreciation expenses transportation equipment?
9:35:45 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Also agree revenue requirement be reduced by \$233,450?
9:36:13 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	No rebuttal filed by company?
9:36:19 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Customer charge, company did file chart that listed proposed customer charge and showed other customer charges billed by other co-ops in state?
9:36:53 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	Bar graph?
9:37:04 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	\$30 customer charge put Licking Valley far right of chart, \$30 customer charge be larger than for all cooperatives in state?
9:37:54 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	But those not been heard?
9:37:58 AM	Asst Atty General West - witness Wolfram Note: Sacre, Candace	If Commission approve \$30 charge in this case, highest in state?
9:38:16 AM	Chair Hatton Note: Sacre, Candace	Staff?
9:38:24 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Cross Examination. Staff Second, Item 7-A, how Licking Valley decision prioritize cost causation over gradualism in adjusting residential customer charge maintain principle of fair, just, and reasonable?
9:40:37 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	What impacts Licking Valley decision move closer to cost-based rates have customer behavior and rate stability?
9:41:39 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Trend among cooperatives to move toward cost-based rates, why that is and how impact gradualism?
9:45:47 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Gradualism viewed as whole bill approach, believe increase in fixed charge shift higher ratio of increase to lower consuming customers or limit ability to conserve?

9:46:58 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Examination. Repeat that or explain better, what is effect on LIHEAP customers at higher customer charge?
9:47:58 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	See why in theory be true, been proven, been tested?
9:48:31 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Done the math?
9:48:34 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Not remember in record or not?
9:48:37 AM	Chair Hatton Note: Sacre, Candace	If not, would like a DR.
9:48:38 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	CHAIR HATTON - WITNESS WOLFRAM EFFECT ON LIHEAP CUSTOMERS AT HIGHER CUSTOMER CHARGE AND PROVIDE NUMBERS AS TO USAGE
9:49:14 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	That's when science turns into art in designing?
9:49:25 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Licking Valley customer base higher percentage of folks below poverty line?
9:49:38 AM	Chair Hatton Note: Sacre, Candace	Staff?
9:49:42 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Cross Examination. Always thought related to fixed expense recovery and reason for minimum charge, not appear what hearing understanding correctly?
9:50:59 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Say agree fully depreciated items not be included for purposes of depreciation expenses?
9:51:23 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Per updated witness list adopted testimony of Sandy Bradley?
9:51:31 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Refer to direct testimony of Bradley, page 9, lines 10-16, explain how moving towards cost-based rates ensures no sudden financial burden to low-income customers?
9:54:05 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Refer to Staff Third, Item 13, Attachment PSC 3-13, explain methodology behind increasing uncollectible accounts?
9:55:11 AM	Staff Atty Lawson PSC Note: Sacre, Candace	Ask for clarification.
9:55:12 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	STAFF ATTY LAWSON PSC - WITNESS WOLFRAM METHODOLOGY BEHIND INCREASING UNCOLLECTIBLE ACCOUNTS
9:55:22 AM	Staff Atty Lawson PSC - witness Wolfram Note: Sacre, Candace	Ask why actuals for uncollectible accounts not used, be better suited for post-hearing data request?
9:55:23 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace Note: Sacre, Candace	STAFF ATTY LAWSON PSC - WITNESS WOLFRAM EXPLAIN WHY ACTUALS FOR UNCOLLECTIBLE ACCOUNTS NOT USED
9:55:40 AM	Chair Hatton Note: Sacre, Candace	Commissioner?
9:55:42 AM	Commissioner Regan - witness Wolfram Note: Sacre, Candace	Examination. Health insurance, page 7, line 6, it says, reading, is that 55 plus 25, the rule of 80?

9:56:24 AM	Atty Temple Licking Valley RECC Note: Sacre, Candace	Commissioner, believe be better for Howard.
9:56:40 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Examination. Look at public comments, one filed in this one?
9:57:02 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	From residential customer who concerned about large increase, 11.4 percent, change after AG's recommendations?
9:57:28 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Do you know what percentage is now?
9:57:40 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	This public comment provider indicating bit coin operation in neighborhood, what do you think about that?
9:58:31 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	No cost caused?
9:58:35 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	And may be special rate?
9:59:05 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Like to get answers on record for folks when take time to ask?
9:59:25 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Last rate case was 2020, three percent increase, one requested 7.5 percent, know what percentage would be after this adjustment from AG recommendations?
10:00:04 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Referenced how some classes of customers have demand charges, know which ones?
10:00:36 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Looked at chart provided on page 20 and fact residential class getting subsidy, if adopt changes as modified by AG, zero across the board, 1.9 percent change for small commercial, just under 11 for residential, now zero percent subsidy across all classes?
10:02:37 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Positive instead of the negative?
10:02:46 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	The gradualism?
10:03:08 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Was going to ask about that next?
10:03:17 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Optics of much higher rate for residential than small commercial, see why customers think is problem?
10:03:31 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Why not raise customer charge?
10:03:40 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Both 30 now as proposed?
10:04:32 AM	Chair Hatton - witness Wolfram Note: Sacre, Candace	Understand moving rate structures more toward cost-based rates, in member-owned co-op members have a lot to say, feel rate structure responsive to what members telling co-op?
10:05:54 AM	Chair Hatton Note: Sacre, Candace	Redirect?
10:06:24 AM	Atty Honaker Licking Valley RECC Note: Sacre, Candace	Recall Howard.
10:06:41 AM	Chair Hatton Note: Sacre, Candace	Still under oath.
10:06:48 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Cross Examination. Circle back to 2020 PPP loan, what used for?

10:07:30 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Confirm paid back in full?
10:07:38 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Forgiven?
10:07:41 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Loan reflected in minutes?
10:07:48 AM	Staff Atty Crum PSC Note: Sacre, Candace	Ask for in DR if not already in record.
10:07:49 AM	POST-HEARING DATA REQUEST Note: Sacre, Candace	STAFF ATTY CRUM PSC - WITNESS HOWARD
	Note: Sacre, Candace	BOARD MINUTES WHICH REFERENCE 2020 PPP LOAN
10:07:54 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Describe current policy for applying for loan, what processes in place when want to apply?
10:08:19 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Is discussion in advance, board gets together?
10:08:32 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Same process now in place in 2020?
10:08:47 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Civil suit going on one for debt collection case?
10:08:56 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Timeline when file amended complaint?
10:09:28 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Examination. From the estate then?
10:09:50 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Danger getting arrearage that large someone pass away?
10:09:56 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Unless got estate big enough file complaint against?
10:10:03 AM	Staff Atty Crum PSC - witness Howard Note: Sacre, Candace	Cross Examination (cont'd). Process for all loans the same, different for RUS and federal loans?
10:10:57 AM	Chair Hatton Note: Sacre, Candace	Commissioner?
10:11:01 AM	Commissioner Regan - witness Howard Note: Sacre, Candace	Examination. Retirees at 55 and 25 years of service, both or either/or?
10:11:56 AM	Commissioner Regan - witness Howard Note: Sacre, Candace	Combined?
10:12:01 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Examination. Know details about bit coin contract?
10:12:19 AM	Chair Hatton - witness Howard Note: Sacre, Candace	Would pay a special rate according to contract?
10:12:26 AM	Chair Hatton Note: Sacre, Candace	Redirect?
10:12:28 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace	Redirect Examination. Construction work plan and that approved by board, also filed and approved by Commission?
10:12:35 AM	Atty Honaker Licking Valley RECC - witness Howard Note: Sacre, Candace	File all that with RUS whenever getting funding?
10:12:42 AM	Staff Atty Lawson PSC - witness Howard Note: Sacre, Candace	Recross Examination. Revolving line of credit through a local bank or federal?
10:13:13 AM	Chair Hatton Note: Sacre, Candace	15-minute break.

10:13:28 AM	Session Paused	
10:37:16 AM	Session Resumed	
10:37:17 AM	Chair Hatton	
	Note: Sacre, Candace	Back on record.
10:37:32 AM	Chair Hatton	
	Note: Sacre, Candace	Call witness.
10:37:38 AM	Asst Atty General West	
	Note: Sacre, Candace	Randy Futral
10:37:41 AM	Chair Hatton	
	Note: Sacre, Candace	Witness is sworn.
10:37:48 AM	Chair Hatton - witness Futral	
	Note: Sacre, Candace	Examination. Name and address?
10:38:06 AM	Asst Atty General West - witness Futral	
	Note: Sacre, Candace	Direct Examination. Occupation?
10:38:15 AM	Asst Atty General West - witness Futral	
	Note: Sacre, Candace	Involvement in this case?
10:38:28 AM	Asst Atty General West - witness Futral	
	Note: Sacre, Candace	File direct testimony?
10:38:32 AM	Asst Atty General West - witness Futral	
	Note: Sacre, Candace	Additions or corrections?
10:38:36 AM	Asst Atty General West - witness Futral	
	Note: Sacre, Candace	Sponsor responses to data requests?
10:38:51 AM	Asst Atty General West - witness Futral	
	Note: Sacre, Candace	Intention to adopt written testimony as testimony?
10:38:59 AM	Chair Hatton	
	Note: Sacre, Candace	Questions?
10:39:03 AM	Staff Atty Crum PSC - witness Futral	
	Note: Sacre, Candace	Cross Examination. AG agree with methodology lowering employer contributions to health insurance premiums?
10:40:01 AM	Asst Atty General West	
	Note: Sacre, Candace	Provide DR request, if like.
10:40:56 AM	Staff Atty Crum PSC - witness Futral	
	Note: Sacre, Candace	Staff Third, Item 2, AG have issue lowering Licking Valley donations advertising and dues adjustment by \$6,545, due to corrected numbers?
10:41:56 AM	Chair Hatton	
	Note: Sacre, Candace	Commissioner Regan?
10:42:03 AM	Commissioner Regan - witness Futral	
	Note: Sacre, Candace	Examination. Depreciation, recommending \$145,118 reduction reflect transportation equipment?
10:42:55 AM	Chair Hatton - witness Futral	
	Note: Sacre, Candace	Examination. Know major recommendations adopted now and corrections to math, aware of anything you recommended that has not been adopted?
10:43:21 AM	Chair Hatton - witness Futral	
	Note: Sacre, Candace	Opinion about customer charge proposed, have an opinion on that?
10:44:09 AM	Chair Hatton - witness Futral	
	Note: Sacre, Candace	Almost double?
10:45:01 AM	Chair Hatton	
	Note: Sacre, Candace	Redirect?
10:45:03 AM	Atty Honaker Licking Valley RECC - witness Futral	
	Note: Sacre, Candace	Recross Examination. Do COSS in this case?
10:45:09 AM	Chair Hatton	
	Note: Sacre, Candace	Anyone else?

10:45:23 AM	Chair Hatton Note: Sacre, Candace	Exhibits.
10:45:35 AM	Chair Hatton Note: Sacre, Candace	Motions.
10:45:41 AM	Chair Hatton Note: Sacre, Candace	Data responses.
10:46:18 AM	Chair Hatton Note: Sacre, Candace	Final order.
10:46:25 AM	Chair Hatton Note: Sacre, Candace	Briefs.
10:47:04 AM	Chair Hatton Note: Sacre, Candace	If nothing further, hearing adjourned.
10:47:21 AM	Session Ended	

*L. Allyson Honaker
Honaker Law Office, PLLC
1795 Alysheba Way
Suite 1203
Lexington, KENTUCKY 40509

*Licking Valley R.E.C.C.
P. O. Box 605
271 Main Street
West Liberty, KY 41472

*Angela M Goad
Assistant Attorney General
Office of the Attorney General Office of Rate
700 Capitol Avenue
Suite 20
Frankfort, KENTUCKY 40601-8204

*Sandra N. Bradley
Licking Valley R.E.C.C.
P. O. Box 605
271 Main Street
West Liberty, KY 41472

*Heather Temple
Honaker Law Office, PLLC
1795 Alysheba Way
Suite 1203
Lexington, KENTUCKY 40509

*Travis Stacy
Licking Valley R.E.C.C.
P. O. Box 605
271 Main Street
West Liberty, KY 41472

*John G Horne, II
Office of the Attorney General Office of Rate
700 Capitol Avenue
Suite 20
Frankfort, KENTUCKY 40601-8204

*Kerry K Howard
President & CEO
Licking Valley R.E.C.C.
P. O. Box 605
271 Main Street
West Liberty, KY 41472

*Lawrence W Cook
Assistant Attorney General
Office of the Attorney General Office of Rate
700 Capitol Avenue
Suite 20
Frankfort, KENTUCKY 40601-8204

*J. Michael West
Office of the Attorney General Office of Rate
700 Capitol Avenue
Suite 20
Frankfort, KENTUCKY 40601-8204