

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF DELTA)	
NATURAL GAS COMPANY, INC. FOR AN)	CASE NO.
ADJUSTMENT OF GAS RATES)	2024-00346
)	

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 April 17, 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 April 17, 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/ydp5HBT0Vso>.

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 June 11, 2025.

 

Linda C. Bridwell, PE
Executive Director

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF DELTA
NATURAL GAS COMPANY, INC. FOR AN
ADJUSTMENT OF GAS RATES

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CASE NO.
2024-00346

CERTIFICATION

I, Candace H. Sacre, hereby certify that:

1. I am responsible for the preparation of the electronic files containing the recording of the Formal Hearing conducted in the above-styled proceeding on April 17, 2025. The Formal Hearing Log is included with the recording on April 17, 2025.
2. The recording accurately and correctly depicts the Formal Hearing of April 17, 2025; and
3. The Formal Hearing Log accurately and correctly states the events that occurred at the Formal Hearing on April 17, 2025, and the time at which each occurred.

Signed this 9th day of June, 2025.



Candace H. Sacre
Administrative Specialist Senior



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



Session Report - Detail

2024-00346 17Apr2025

Delta Natural Gas Company, Inc.

Date:	Type:	Location:	Department:
4/17/2025	Public Hearing\Public Comments	Hearing Room 2	Hearing Room 2 (HR 2)

Witness: Richard Baudino; John Brown; Larry Feltner; Jeffrey Wernert Jr.; Jonathan Morphew; Paul Moul; Abdul-Azeez Odusanya; William Packer
Judge: Angie Hatton; Mary Pat Regan
Clerk: Candace Sacre

Event Time	Log Event
9:03:20 AM	Session Started
9:03:30 AM	Chair Hatton Note: Sacre, Candace
9:03:49 AM	Chair Hatton Note: Sacre, Candace
9:04:44 AM	Chair Hatton Note: Sacre, Candace
9:04:48 AM	Chair Hatton Note: Sacre, Candace
9:04:52 AM	Atty Braun Delta Note: Sacre, Candace
9:04:57 AM	Camera Lock Deactivated
9:05:18 AM	Asst Atty General Cook Note: Sacre, Candace
9:05:25 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace
9:05:29 AM	Chair Hatton Note: Sacre, Candace
9:05:38 AM	Chair Hatton Note: Sacre, Candace
9:06:54 AM	Chair Hatton Note: Sacre, Candace
9:07:53 AM	Chair Hatton Note: Sacre, Candace
9:09:12 AM	Chair Hatton Note: Sacre, Candace
9:09:15 AM	Atty Braun Delta Note: Sacre, Candace
9:09:23 AM	Chair Hatton Note: Sacre, Candace
9:09:28 AM	Chair Hatton Note: Sacre, Candace
9:09:28 AM	Camera Lock Witness Activated
9:09:35 AM	Camera Lock Deactivated
9:09:46 AM	Camera Lock Intervener Activated
9:10:00 AM	Camera Lock Deactivated
9:10:07 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace

Direct Examination. State full name for record?

9:10:12 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	By whom employed and in what capacity?
9:10:19 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Business address?
9:10:28 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Prepare and file direct testimony?
9:10:34 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	File rebuttal testimony?
9:10:37 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Also file testimony in support of settlement?
9:10:42 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Witness to certain data responses filed?
9:10:47 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Any corrections to testimony or responses?
9:11:05 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Any other corrections?
9:11:16 AM	Chair Hatton Note: Sacre, Candace	Mr. Cook, intend to cross examine today?
9:11:34 AM	Chair Hatton Note: Sacre, Candace	Ms. Tussey?
9:11:45 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Cross Examination. Motion for deviation on notice, have two in this case, with application was one and then with notice for hearing, familiar with those?
9:12:26 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Was failure to publish at all in couple of newspapers, Delta seek refund or reimbursement from Kentucky press?
9:12:52 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Intent do that or followed up about that?
9:13:11 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Next question tariff revisions proposed Tariff Sheet No. 37 related to Gas Technology Institute Research tariff, accepted in settlement?
9:13:36 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Added farm tap to lessen amount other classes been paying for rider?
9:14:22 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Tariff charge appear as separate line item on new bills if Commission approve?
9:14:50 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Be consistent between the farm tap and -
9:15:01 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Move on to nonrecurring charges proposed to increase, reconnection and collection, familiar with case 2024 declaratory order involving meter replacement?
9:15:42 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	General idea of what were trying to do and get from the Commission?
9:15:48 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Testimony in application, mentioned those newer modules had ability for some remote capabilities?
9:16:14 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Tell me whether new modules have ability for remote reconnection and disconnection?

9:17:30 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Reconnection different from disconnection, tell Commission about that particular procedure?
9:18:03 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Direct testimony, said employees not necessarily tasked daily basis with reconnections or disconnections?
9:18:19 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	In one of data responses to AG, provided table of overtime labor charges, steadily increased from 2022 to 2023 to 2024, familiar with that?
9:18:50 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Some driver to overtime hours or expense increasing?
9:20:51 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Response was not track overtime related to nonrecurring charges like reconnection charge?
9:21:21 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Mentioned truck rolls, describe service territory?
9:23:25 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Mentioned PNG may been in response to Staff Third, Item 30, Delta considered seasonal tariff to address reduction, consider in future?
9:24:18 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	In application testimony, page 14, read to you lines 4 and 5, reading, context increasing nonrecurring charge cause disconnections and reconnections to decline, Delta have information support presumption?
9:25:29 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Examination. Just discourage reconnecting, or discourage disconnects?
9:27:12 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Post-hearing data request to follow up on that?
9:27:21 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Only using gas in winter for heat, if not fee may disconnect for summer?
9:27:53 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Not necessarily disconnects for late fees?
9:27:58 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Examination. Truck roll required for reconnection?
9:28:42 AM	Chair Hatton Note: Sacre, Candace	Ms. Tussey?
9:28:45 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Cross Examination (cont'd). As to when disconnects and not for nonpayment, ask people why or have script read asks why disconnecting?
9:29:08 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Talked about service territory effort reconnect, service territory and customer charge, discussion last rate case incorporate farm tap customers with other Delta classes, not proposed, something considering or keep separate?
9:30:53 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	When requested \$33.60, stipulation less, consideration to economic issues in territory right now?
9:32:20 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Nonresidential customer charge and distribution charge addressed, mentioned benefits lower MCF rate, Delta consider allowing flexibility trying to control bills or outweighed?

9:34:08 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Not know if quantified in any way, stipulated to lower charge still, approximately \$29, think increase result in customers leaving Delta service?
9:35:10 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Tied to that did increased customer charge have impact on forecasted demand?
9:35:33 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Sponsored testimony in support of stipulation, distribution charge and nonresidential customer charge not a lot of testimony supporting those accepted in settlement, Delta believe record supports that regardless?
9:36:12 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Appears revenue and adjustments provided as exhibits used information from AG as basis, correct?
9:36:36 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Not Delta initial adjustments and information?
9:37:09 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	May have post hearing data request to follow up on that?
9:37:17 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Long-term incentive compensation, several requests, specifically AG First, Response 35, and Second Request, Item 13, along with direct of David Dittemore, familiar with final order, reading, from page nine, Delta included \$49,989 worth long-term incentive in forecasted test year, sound correct?
9:38:52 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Reached a settlement?
9:38:57 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	In that case, in that final order, Commission modified settlement?
9:39:04 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	And reduced long-term incentive compensation down to 20 percent of ask?
9:39:18 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	In response to AG's First Request, Item 29, Delta provided chart yearly long-term incentive compensation expense, sound familiar?
9:39:40 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Appears to go from 49 or 50,000 up to now 254,000 to be included in base rate for recovery, explain large increase?
9:40:50 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Relate also to overall compensation shows you going down?
9:41:00 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	It corresponds?
9:41:08 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Math not work out one for one?
9:41:18 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Would agree filed in stipulation amount be included in base rates more than long-term incentive compensation based on financial incentives?
9:41:41 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Is 65 percent of Delta requested amount and 50 percent of allocated amount, now come up with percentages?
9:43:40 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Mentioned restricted shares time based and not financial metric?
9:44:00 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Would disagree with Dittemore testimony that it is financial metric?

9:45:11 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Employee retention, use that to incentivize people be committed to Delta and stay?
9:45:20 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	As far as who qualify, mainly just you here at Delta and then other executives other affiliates or PNG, who eligible?
9:45:54 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Same with parent company?
9:46:06 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	I interrupted you, other percentage explanation?
9:46:35 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Anything directors do to receive more shares of stock, or just set amount every year?
9:47:24 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	As far as PSU, performance?
9:47:35 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Several criteria for what and how got performance shares, total shareholder return, rate base growth acquisitions, and maintaining O&M, agree all financial metrics?
9:48:31 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	But feel Delta successful in maintaining operating maintenance to degree benefit ratepayers since last rate case?
9:49:21 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Is in record just in different places?
9:49:25 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	But feel been successful?
9:50:16 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	All have for Brown.
9:50:20 AM	Chair Hatton Note: Sacre, Candace	Commissioner Regan?
9:50:23 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Long-term incentive be used in deferred comp?
9:50:47 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Reconnection fee/charge, know percentage disconnects nonpayment versus seasonal disconnect/reconnect?
9:51:09 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Thought about seasonal tariff where disconnect/reconnect not be the 60, something looked at?
9:51:40 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Looking at direct testimony, page 11, walk through bring-your-own-device policy, how came up with that, and from cybersecurity perspective more or less risk?
9:53:54 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Not receive pushback from company able monitor personal phone?
9:54:29 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Provide cost savings?
9:54:34 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Union employees issued company phones?
9:54:42 AM	Commissioner Regan - witness Brown Note: Sacre, Candace	Interesting strategy, first time come across this?
9:56:29 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Examination. Bring-own-device program, what if employee not want allow use of own device or not have device?
9:57:13 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Employees compensated for extra minutes?

9:57:31 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Answer to question was not sure had cost savings?
9:58:24 AM	Chair Hatton - witness Brown Note: Sacre, Candace	About half cell phone bill?
9:58:29 AM	Chair Hatton - witness Brown Note: Sacre, Candace	In direct, closing five offices as part of costs savings, had complaints, customers like that?
10:00:41 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Not bring cash and get change?
10:00:45 AM	Chair Hatton - witness Brown Note: Sacre, Candace	But could drop a check at all same five locations?
10:00:54 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Lag time, for 2024 was 25.74 days, 18 percent reduction from 2023 longer payback periods, sounds high, think not have late fee contributes to people not worrying pay late?
10:02:35 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Regarding HEA, \$45,000 shareholders contributed, rural and high poverty area, was enough, all used?
10:03:46 AM	Chair Hatton - witness Brown Note: Sacre, Candace	How customers know available?
10:04:46 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Community action agency administers it and chooses who eligible?
10:04:55 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Track how many customers eligible for LIHEAP, does apply to natural gas?
10:05:28 AM	Chair Hatton - witness Brown Note: Sacre, Candace	So much uncertain, economy, speculate when filed in November, not know what happening in April, know if affect customers, expectation?
10:06:52 AM	Chair Hatton - witness Brown Note: Sacre, Candace	We don't know?
10:06:54 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Water companies advocating renewal of LIHWAP program water assistance, company take role in anything like that?
10:07:19 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Forecasted test period ends June '26, what experience using forecasted time period?
10:07:57 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Last time was last rate case?
10:08:02 AM	Chair Hatton - witness Brown Note: Sacre, Candace	Assume worked for you, reduce regulatory lag, reduce time between rate cases and lag, something that comes into play?
10:09:06 AM	Chair Hatton Note: Sacre, Candace	Any follow up?
10:09:09 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Ask one to Brown?
10:09:14 AM	Asst Gen Counsel Tussey PSC - witness Brown Note: Sacre, Candace	Recross Examination. Not stated in stipulation but error in calculation employees' compensation related to benefits, adjustment included in stipulation or at least recognized?
10:10:04 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	All I have. Thank you.
10:10:06 AM	Chair Hatton Note: Sacre, Candace	Anything further for this witness?

10:10:08 AM	Atty Braun Delta Note: Sacre, Candace	Brief redirect.
10:10:14 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Redirect Examination. Were mentioning there being in data response identified reconnections and disconnections?
10:10:25 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Ask display Response to PSC Third, No. 16, data response you recall?
10:10:41 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Green chart, number of disconnections increase 2023 to 2024?
10:10:58 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	By how many?
10:11:12 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	How about disconnections, increase 2023 to 2024?
10:11:23 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Second part asked for accounts where multiple disconnection services, and did that number increase 2023 to 2024?
10:11:39 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	Both disconnections and reconnections increased?
10:11:48 AM	Atty Braun Delta - witness Brown Note: Sacre, Candace	One question long-term incentive compensation, opinion Delta requesting long-term incentive compensation related to financial metrics?
10:12:08 AM	Atty Braun Delta Note: Sacre, Candace	All I have.
10:12:24 AM	Chair Hatton Note: Sacre, Candace	Next witness?
10:12:26 AM	Atty Braun Delta Note: Sacre, Candace	Before next witness, Delta not charged by Kentucky Press newspapers failed to publish, will provide in record.
10:12:48 AM	Chair Hatton Note: Sacre, Candace	Next witness?
10:12:50 AM	Atty Braun Delta Note: Sacre, Candace	Jonathan Morphew.
10:13:05 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
10:13:07 AM	Camera Lock Witness Activated	
10:13:12 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	Direct Examination. State your name?
10:13:12 AM	Camera Lock Deactivated	
10:13:17 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	By whom employed, and what is title?
10:13:22 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	Business address?
10:13:30 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	File direct testimony?
10:13:34 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	Also sponsor data requests?
10:13:40 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	Corrections?
10:14:21 AM	Atty Braun Delta - witness Morphew Note: Sacre, Candace	Any other changes to testimony or responses?
10:14:31 AM	Asst Atty General Cook Note: Sacre, Candace	No questions.

10:14:33 AM	Chair Hatton	
	Note: Sacre, Candace	Ms. Tussey?
10:14:36 AM	Asst Gen Counsel Tussey PSC - witness Morphew	
	Note: Sacre, Candace	Cross Examination. One question passed to you, reconnection charge, Brown said truck has to go out?
10:14:46 AM	Asst Gen Counsel Tussey PSC - witness Morphew	
	Note: Sacre, Candace	Tell us bit more what procedure is for reconnection, need customer home, give whole picture of that?
10:15:35 AM	Asst Gen Counsel Tussey PSC - witness Morphew	
	Note: Sacre, Candace	Sometimes takes little bit of time, estimate as how long one normally takes from time truck tires roll?
10:16:05 AM	Asst Gen Counsel Tussey PSC - witness Morphew	
	Note: Sacre, Candace	Inside inspection, 15 or 20 minutes?
10:16:23 AM	Asst Gen Counsel Tussey PSC	
	Note: Sacre, Candace	All have for Morphew.
10:16:26 AM	Chair Hatton	
	Note: Sacre, Candace	Commissioner Regan?
10:16:28 AM	Commissioner Regan - witness Morphew	
	Note: Sacre, Candace	Examination. For every reconnectoin, rep goes into home and checks lines, can't just flip a switch?
10:16:57 AM	Commissioner Regan - witness Morphew	
	Note: Sacre, Candace	Safety issue?
10:17:01 AM	Chair Hatton - witness Morphew	
	Note: Sacre, Candace	Examination. National guidelines or PHMSA guidelines, allowed to just flip the switch?
10:17:49 AM	Chair Hatton	
	Note: Sacre, Candace	Redirect?
10:18:11 AM	Chair Hatton	
	Note: Sacre, Candace	Next witness?
10:18:26 AM	Atty Wimberly Delta	
	Note: Sacre, Candace	William Packer.
10:18:31 AM	Chair Hatton	
	Note: Sacre, Candace	Witness is sworn.
10:18:33 AM	Camera Lock Witness Activated	
10:18:39 AM	Atty Wimberly Delta - witness Packer	
	Note: Sacre, Candace	Direct Examination. State full name?
10:18:43 AM	Atty Wimberly Delta - witness Packer	
	Note: Sacre, Candace	By whom employed and in what capacity?
10:18:44 AM	Camera Lock Deactivated	
10:19:02 AM	Atty Wimberly Delta - witness Packer	
	Note: Sacre, Candace	Cause be prepared and filed direct and rebuttal testimony?
10:19:08 AM	Atty Wimberly Delta - witness Packer	
	Note: Sacre, Candace	Also sponsor of data requests?
10:19:15 AM	Atty Wimberly Delta - witness Packer	
	Note: Sacre, Candace	Corrections or updates to testimony or responses?
10:19:22 AM	Atty Wimberly Delta - witness Packer	
	Note: Sacre, Candace	Clarifying question, employees who receive long-term incentive compensation defer that compensation?
10:19:38 AM	Atty Wimberly Delta	
	Note: Sacre, Candace	Witness available for cross.
10:19:40 AM	Asst Atty General Cook	
	Note: Sacre, Candace	No questions.
10:19:41 AM	Chair Hatton	
	Note: Sacre, Candace	Staff?

10:19:43 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Brown answered questions, not have anything else.
10:19:48 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	Direct Examination. State full name?
10:19:48 AM	Atty Wimberly Delta Note: Sacre, Candace	Next witness Abdul-Azeez Adusanya.
10:20:29 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
10:20:30 AM	Camera Lock Witness Activated	
10:20:38 AM	Camera Lock Deactivated	
10:20:44 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	Direct Examination. State full name?
10:20:48 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	By whom employed and in what capacity?
10:20:57 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	Business address?
10:21:04 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	Cause be prepared and filed direct testimony?
10:21:10 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	Sponsor responses to data requests?
10:21:16 AM	Atty Wimberly Delta - witness Odusanya Note: Sacre, Candace	Have corrections or updates to testimony or responses?
10:21:24 AM	Asst Atty General Cook Note: Sacre, Candace	No questions.
10:21:30 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Cross Examination. Any remaining rate case expense from 2021 rate case on books now?
10:21:59 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Follow-up and update Staff Third, Item 12, financing approval received earlier this year, nothing been done issuing indebtedness, updates regard that?
10:22:44 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	But not done anything beyond that?
10:22:48 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	One of dates June or July this year, still anticipated date as far as first traunch?
10:23:04 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Feb 28?
10:23:16 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Second traunch, the 18 still be 18.89 million?
10:23:31 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Requested regulatory asset, AG did not object to establishment of regulatory asset?
10:23:49 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Responses, AG First, Item 46, relate to C, explain table on second page, what represents?
10:24:26 AM	Atty Braun Delta Note: Sacre, Candace	What is request number?
10:25:00 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Explain what response represents there?
10:25:25 AM	Chair Hatton Note: Sacre, Candace	Did I excuse him? Will allow the recall.

10:25:38 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Looks like you sponsored the D part, a response about allocation, was Delta and other two companies split allocation of tax study, one-third each way?
10:26:02 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Explain how arrived at one-third allocation?
10:26:35 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Not a specific cost allocation manual felt addressed tax study?
10:26:49 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Was there not specific part of cost allocation manual that have would have addressed this tax study?
10:27:28 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Packer items can be answered in post-hearing data request
10:27:43 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Expenses listed in chart, the table after page two of two, several items in red that were not included in pro forma, see that?
10:28:26 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Established E and Y is the one-third expense?
10:28:31 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	One in red in that category, why that expense not allocated to Delta?
10:29:11 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Vendor below the E and Y is RCC?
10:29:21 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Tell us how were involved in tax study?
10:29:50 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Invoices from them also included in this requested reg asset?
10:30:06 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Appears initial invoices started in 2023, project started in 2023?
10:30:24 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Is over a year ago, well over a year ago now?
10:30:34 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Why not Delta come in then and ask to establish regulatory asset?
10:31:12 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Mentioned not want book reg asset without approval?
10:31:17 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	What this particular expense showing on books now?
10:31:35 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Just showing as expense on ending?
10:31:57 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Believe would quantify savings from tax study as \$13 million?
10:32:25 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Actually led me data request, Staff request breakdown what \$13 million encompasses.
10:32:40 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Inflationary adjustment made to expense categories, familiar?
10:32:53 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	In Excel, in response to Staff Second, Item 1, tabbed 57(D)2.2, agree did not apply inflationary adjustment to every category on sheet?
10:33:41 AM	Camera Lock Witness Activated	
10:34:00 AM	Camera Lock Deactivated	

10:34:14 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Clearly went through and selected specific categories, like contractor services, employee relations expense, postage, shipping, gasoline, hoping could explain why selected those items add the one percent?
10:36:26 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Said used FRED scale for inflation?
10:36:37 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Reason not choose other categories, something different about ones did not choose?
10:36:55 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Ask that as post-hearing data request.
10:37:05 AM	Atty Braun Delta Note: Sacre, Candace	Have found the schedule.
10:38:02 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	Cross Examination (cont'd). Increases talking about listed in Column N?
10:38:47 AM	Asst Gen Counsel Tussey PSC - witness Odusanya Note: Sacre, Candace	One percent ones, like adjustment in Column N, is that on top or representative of something different?
10:39:28 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	As post-hearing data request, Excel sheets that represent numbers in settlement.
10:39:57 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	All Staff has.
10:40:06 AM	Chair Hatton Note: Sacre, Candace	Redirect?
10:40:26 AM	Chair Hatton Note: Sacre, Candace	Call next witness.
10:40:28 AM	Atty Braun Delta Note: Sacre, Candace	Jeffrey Wernert.
10:40:44 AM	Camera Lock Witness Activated	
10:40:45 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
10:40:51 AM	Atty Braun Delta - witness Wernert Note: Sacre, Candace	Direct Examination. State full name?
10:40:52 AM	Camera Lock Deactivated	
10:40:57 AM	Atty Braun Delta - witness Wernert Note: Sacre, Candace	By whom employed and in what capacity?
10:41:03 AM	Atty Braun Delta - witness Wernert Note: Sacre, Candace	Business address?
10:41:10 AM	Atty Braun Delta - witness Wernert Note: Sacre, Candace	File direct and rebuttal testimony?
10:41:15 AM	Atty Braun Delta - witness Wernert Note: Sacre, Candace	Witness that sponsored responses to data requests?
10:41:22 AM	Atty Braun Delta - witness Wernert Note: Sacre, Candace	Corrections?
10:41:26 AM	Atty Braun Delta Note: Sacre, Candace	Available for cross.
10:41:32 AM	Asst Atty General Cook Note: Sacre, Candace	No questions.
10:41:41 AM	Chair Hatton Note: Sacre, Candace	Staff?

10:41:45 AM	Asst Gen Counsel Tussey PSC - witness Wernert Note: Sacre, Candace	Cross Examination. Delta consider effect increased fixed as relates to MCF in request for \$33 and then settlement at 29?
10:42:47 AM	Asst Gen Counsel Tussey PSC - witness Wernert Note: Sacre, Candace	In settlement was adjustment, middle column, AG testimony final settlement, adjustment of \$8,438 to cash working capital?
10:43:45 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Can check but add to post-hearing data requests so can confirm.
10:43:54 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Only question have for witness.
10:44:04 AM	Chair Hatton Note: Sacre, Candace	Have no questions, any reason witness not be excused?
10:44:15 AM	Chair Hatton Note: Sacre, Candace	Call next witness.
10:44:16 AM	Atty Wimberly Delta Note: Sacre, Candace	Larry Feltner.
10:44:34 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
10:44:36 AM	Camera Lock Witness Activated	
10:44:41 AM	Camera Lock Deactivated	
10:44:43 AM	Atty Wimberly Delta - witness Feltner Note: Sacre, Candace	Direct Examination. State name for record?
10:44:48 AM	Atty Wimberly Delta - witness Feltner Note: Sacre, Candace	By whom employed and in what capacity?
10:45:02 AM	Atty Wimberly Delta - witness Feltner Note: Sacre, Candace	Business address?
10:45:14 AM	Atty Wimberly Delta - witness Feltner Note: Sacre, Candace	Cause be prepared and filed direct testimony?
10:45:20 AM	Atty Wimberly Delta - witness Feltner Note: Sacre, Candace	Also sponsor data request responses?
10:45:25 AM	Atty Wimberly Delta - witness Feltner Note: Sacre, Candace	Corrections or updates?
10:45:32 AM	Atty Wimberly Delta Note: Sacre, Candace	Witness available for cross.
10:45:34 AM	Asst Atty General Cook Note: Sacre, Candace	No questions.
10:45:36 AM	Chair Hatton Note: Sacre, Candace	Staff?
10:45:41 AM	Asst Gen Counsel Tussey PSC - witness Feltner Note: Sacre, Candace	Cross Examination. Fixed charge versus MCF charge, tell about perspective and whether considered how affect customers?
10:48:40 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Answers questions Staff had.
10:48:55 AM	Chair Hatton Note: Sacre, Candace	Redirect?
10:49:10 AM	Chair Hatton Note: Sacre, Candace	One left?
10:49:13 AM	Atty Braun Delta Note: Sacre, Candace	Paul Moul, virtual witness.
10:49:44 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
10:49:55 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	Direct Examination. State full name?

10:50:08 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	By whom employed and in what capacity?
10:50:19 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	Business address?
10:50:28 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	File direct and rebuttal testimony?
10:50:34 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	Also sponsor responses to data requests?
10:50:41 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	Corrections?
10:50:49 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	What are those?
10:52:05 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	Any other corrections?
10:52:28 AM	Atty Braun Delta - witness Moul Note: Sacre, Candace	Are there any other corrections?
10:52:37 AM	Asst Atty General Cook Note: Sacre, Candace	No questions.
10:52:38 AM	Chair Hatton Note: Sacre, Candace	Staff?
10:52:40 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Not have questions this witness.
10:52:42 AM	Chair Hatton Note: Sacre, Candace	Commissioner Regan?
10:52:46 AM	Chair Hatton - witness Moul Note: Sacre, Candace	Examination. Talked about risk factors natural gas, risk factors changed in light of tariffs and unpredictable environmental policies?
10:53:41 AM	Chair Hatton - witness Moul Note: Sacre, Candace	Spikes in market prices but go back down, anything feel like need change way looked at those since this filed?
10:54:43 AM	Chair Hatton - witness Moul Note: Sacre, Candace	Appreciated description, but as far as expectation for this year be rate of return only 3.06, something looked at whether reasonable expectation this year?
10:55:49 AM	Chair Hatton Note: Sacre, Candace	Little bit more theoretical or based on proxies from natural gas world.
10:56:00 AM	Chair Hatton Note: Sacre, Candace	All have. Redirect? Anybody?
10:56:08 AM	Chair Hatton Note: Sacre, Candace	Witness is excused.
10:56:15 AM	Chair Hatton Note: Sacre, Candace	Fifteen-minute break.
10:56:32 AM	Session Paused	
11:19:06 AM	Session Resumed	
11:19:20 AM	Chair Hatton Note: Sacre, Candace	Back on the record.
11:19:30 AM	Chair Hatton Note: Sacre, Candace	Applicant finished calling witnesses?
11:19:32 AM	Atty Braun Delta Note: Sacre, Candace	Yes.
11:19:33 AM	Chair Hatton Note: Sacre, Candace	Ready for AG's Office call witnesses.

11:19:35 AM	Asst Atty General Cook Note: Sacre, Candace	With Chair's permission, call Dittmore first, checked with company counsel, not have objection ask leading questions.
11:20:13 AM	Chair Hatton Note: Sacre, Candace	No objection?
11:20:15 AM	Chair Hatton Note: Sacre, Candace	Call witness.
11:20:20 AM	Asst Atty General Cook Note: Sacre, Candace	Call David Dittmore.
11:20:23 AM	Chair Hatton Note: Sacre, Candace	Counsel?
11:22:13 AM	Camera Lock Commissioner Activated	
11:22:51 AM	Session Paused	
11:25:04 AM	Session Resumed	
11:25:18 AM	Camera Lock Deactivated	
11:25:23 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Direct Examination. Give full name and business address?
11:25:39 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Same David Dittmore cause be filed direct testimony?
11:25:48 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Also provide responses to data requests?
11:25:55 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Have changes to either of those?
11:26:02 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Asked same questions today, answers be same?
11:26:12 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	With Chair's permission couple of questions to ask you, been listening to discussion about regulatory asset?
11:26:29 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	At heart of regulatory asset is repair deduction?
11:26:57 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Have opinion whether repair deduction inure to favor of ratepayers?
11:28:14 AM	Asst Atty General Cook - witness Dittmore Note: Sacre, Candace	Turn witness over for cross.
11:28:18 AM	Chair Hatton Note: Sacre, Candace	Applicant?
11:28:20 AM	Atty Braun Delta - witness Dittmore Note: Sacre, Candace	Cross Examination. One question, listening to hearing this morning, hear Staff's question regarding \$8,000 variance cash working capital from amount proposed in testimony to amount in stipulation?
11:28:51 AM	Atty Braun Delta - witness Dittmore Note: Sacre, Candace	Have understanding of basis of \$8,000 variance?
11:29:40 AM	Atty Braun Delta Note: Sacre, Candace	Not have further questions.
11:29:42 AM	Chair Hatton Note: Sacre, Candace	Staff?
11:29:45 AM	Asst Gen Counsel Tussey PSC - witness Dittmore Note: Sacre, Candace	Cross Examination. Hear me ask earlier as post-hearing data request ask for Excels supported numbers in stipulation, unlocked with formulas intact, coordinate with Delta is post-hearing data request, just make you aware?
11:30:16 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	Is all have.

11:30:20 AM	Commissioner Regan Note: Sacre, Candace	Do not have anything.
11:30:37 AM	Chair Hatton Note: Sacre, Candace	Not have questions either.
11:30:50 AM	Chair Hatton Note: Sacre, Candace	Witness is excused.
11:30:55 AM	Chair Hatton Note: Sacre, Candace	Call next witness.
11:30:59 AM	Asst Atty General Cook Note: Sacre, Candace	Richard Baudino.
11:31:15 AM	Chair Hatton Note: Sacre, Candace	Witness is sworn.
11:31:26 AM	Asst Atty General Cook - witness Baudino Note: Sacre, Candace	Direct Examination. Give full name and business address?
11:31:41 AM	Asst Atty General Cook - witness Baudino Note: Sacre, Candace	Same Mr. Baudino caused be filed direct testimony?
11:31:53 AM	Asst Atty General Cook - witness Baudino Note: Sacre, Candace	Also respond to data requests?
11:32:00 AM	Asst Atty General Cook - witness Baudino Note: Sacre, Candace	Asked same questions today, responses be same?
11:32:09 AM	Asst Atty General Cook - witness Baudino Note: Sacre, Candace	Corrections?
11:32:14 AM	Asst Atty General Cook Note: Sacre, Candace	Witness available for cross.
11:32:19 AM	Atty Braun Delta Note: Sacre, Candace	No questions.
11:32:21 AM	Asst Gen Counsel Tussey PSC Note: Sacre, Candace	No questions.
11:32:24 AM	Chair Hatton Note: Sacre, Candace	Not have questions either.
11:32:24 AM	Commissioner Regan Note: Sacre, Candace	No questions.
11:32:28 AM	Chair Hatton Note: Sacre, Candace	Witness excused.
11:32:38 AM	Chair Hatton Note: Sacre, Candace	Exhibits.
11:32:42 AM	Chair Hatton Note: Sacre, Candace	Motions.
11:32:56 AM	Chair Hatton Note: Sacre, Candace	Data requests.
11:33:32 AM	Chair Hatton Note: Sacre, Candace	Briefs.
11:34:10 AM	Chair Hatton Note: Sacre, Candace	Anything further?
11:34:19 AM	Session Ended	

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