Page 1 1 2 STATE OF MISSOURI 3 PUBLIC SERVICE COMMISSION 4 TRANSCRIPT OF PROCEEDINGS 5 Prehearing Conference 6 September 11, 2014 7 Jefferson City, Missouri 8 Volume 1 9 10 In the matter of the joint ) application of Brandco ) 11 Investments, LLC and Hillcrest )File No. WO-2014-0340 12 Utility Operating Company, Inc., )File No. SO-2014-0341 for Hillcrest to acquire certain ) water and sewer assets of Brandco) 13 and, in connection therewith, ) issue indebtedness and encumber ) 14 assets 15 16 RONALD D. PRIDGIN, presiding, SENIOR REGULATORY LAW JUDGE 17 18 19 20 REPORTED BY: 21 Patricia A. Stewart 22 RMR, RPR, CCR 401 Midwest Litigation Services 23 3432 West Truman Boulevard, Suite 207 Jefferson City, Missouri 65101 24 (573) 636-7551 25

```
Page 2
 1
    APPEARANCES:
 2
    FOR HILLCREST UTILITY OPERATING COMPANY, INC.:
 3
    Dean L. Cooper
    Brydon, Swearengen & England, P.C.
    P. O. Box 456
 4
    Jefferson City, Missouri 65101
    (573) 635-7166
 5
 6
     FOR OFFICE OF THE PUBLIC COUNSEL:
 7
    Christina Baker, Senior Public Counsel
    P. O. Box 2230
 8
     Jefferson City, Missouri 65102
 9
    (573) 751-5565
10
     FOR STAFF OF THE MISSOURI PUBLIC SERVICE COMMISSION:
11
    Alexander Antal, Legal Counsel
    Kevin A. Thompson, Chief Staff Counsel
12
     P. O. Box 360
    Jefferson City, Missouri 65102
13
     (573) 751-6514
14
15
16
17
18
19
20
21
22
23
24
25
```

	Page 3
1	PROCEEDINGS
2	JUDGE PRIDGIN: Good afternoon. We're on the
3	record.
4	This is the prehearing conference in File
5	No. WO-2014-0340 in the matter of the joint application
6	of Brandco Investments, LLC and Hillcrest Utility
7	Operating Company, Incorporated for Hillcrest to acquire
8	certain water and sewer assets of Brandco and, in
9	connection therewith, issue indebtedness and encumber
10	assets.
11	I'm Ron Pridgin. I'm the regulatory law
12	judge assigned to preside over this conference that is
13	being held on September 11, 2014 in the Governor Office
14	Building in Jefferson City, Missouri. The time is
15	2:00 p.m.
16	I would like to get oral entries of
17	appearance from counsel, please, and beginning with the
18	applicant.
19	MR. COOPER: Dean Cooper appearing on behalf
20	of Hillcrest Utility Operating Company, Inc., and the
21	court reporter has the address.
22	JUDGE PRIDGIN: Mr. Cooper, thank you.
23	Are you also representing Brandco or simply
24	Hillcrest?
25	MR. COOPER: Simply Hillcrest.

Г

Page 4 JUDGE PRIDGIN: Okay. Is there anyone here 1 2 to enter an appearance on behalf of Brandco? 3 On behalf of the Staff of the Commission, 4 please. 5 MR. ANTAL: Alex Antal and Kevin Thompson of the Staff of the Missouri Public Service Commission, 6 7 P. O. Box 360, Jefferson City, Missouri 65102. JUDGE PRIDGIN: Mr. Antal, thank you. 8 9 Mr. Thompson, thank you. 10 On behalf of the Office of the Public Counsel, please. 11 12 MS. BAKER: Thank you. Christina Baker, P. O. Box 2230, 13 Jefferson City, Missouri 65102 appearing on behalf of 14 the Office of the Public Counsel and the customers. 15 16 JUDGE PRIDGIN: Ms. Baker, thank you. 17 Have I overlooked anyone? 18 All right. Hearing nothing, this prehearing conference was set pursuant to a motion for expedited 19 setting of prehearing conference that Hillcrest filed, 20 21 and I'm unaware of any other pending motions or anything else that I need to deal with but let me confer with 22 counsel. 23 24 Is there anything you need to bring to my attention? 25

	Page 5
1	All right. Hearing no reply, we will go off
2	the record here in just a moment and you will have this
3	room I think for the rest of the afternoon. And
4	obviously I'm on the 9th floor and the calendar is on
5	the 9th floor if you need to look for hearing dates.
6	Is there anything else I can do for you?
7	All right. Hearing nothing, we will then go
8	off the record in the prehearing conference in
9	WO-2014-0340.
10	Thank you. We're off the record.
11	WHEREIN, the on-the-record portion of the
12	prehearing conference concluded at 2:04 p.m.
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

	Page 6
1	
2	
3	CERTIFICATE OF REPORTER
4	
5	I, Patricia A. Stewart, RMR, RPR, CCR, a
6	Certified Court Reporter in the State of Missouri, do
7	hereby certify that the testimony that appears in the
8	foregoing transcript was taken by me to the best of my
9	ability and thereafter reduced to typewriting by me;
10	that I am neither counsel for, related to, nor employed
11	by any of the parties to the action in which this
12	hearing was taken, and further that I am not a relative
13	or employee of any attorney or counsel employed by the
14	parties thereto, nor financially or otherwise interested
15	in the outcome of the action.
16	
17	
18	
19	Patricia A. Stewart
20	CCR No. 401
21	
22	
23	
24	
25	

A	CERTIFICATE	<b>—</b>	look 5:5	<b>Pridgin</b> 1:16 3:2
ability 6:9	6:3	<b>File</b> 1:11,12 3:4		3:11,22 4:1,8
acquire 1:12 3:7	Certified 6:6	filed 4:20	M	4:16
action 6:11,15	certify 6:7	financially 6:14	matter 1:10 3:5	PROCEEDIN
address 3:21	Chief 2:12	floor 5:4,5	Midwest 1:22	1:4
afternoon 3:2 5:3	Christina 2:7	foregoing 6:8	Missouri 1:2,7	<b>Public</b> 1:3 2:6,7
Alex 4:5	4:13	<b>further</b> 6:12	1:23 2:4,8,10	2:10 4:6,10,15
Alexander 2:11	<b>City</b> 1:7,23 2:4,8		2:13 3:14 4:6,7	pursuant 4:19
Antal 2:11 4:5,5	2:13 3:14 4:7	G	4:14 6:6	<b>P.C</b> 2:3
4:8	4:14	<b>G</b> 3:1	moment 5:2	<b>p.m</b> 3:15 5:12
appearance 3:17	Commission 1:3	<b>go</b> 5:1,7	<b>motion</b> 4:19	
4:2	2:10 4:3,6	<b>Good</b> 3:2	motions 4:21	R
APPEARANC	Company 1:12	Governor 3:13	N	<b>R</b> 3:1
2:1	2:2 3:7,20			record 3:3 5:2,8
appearing 3:19	concluded 5:12	H	N 3:1 need 4:22,24 5:5	5:10
4:14	confer 4:22	hearing 4:18 5:1	<b>need</b> 4:22,24 5:5 <b>neither</b> 6:10	reduced 6:9
appears 6:7	conference 1:5	5:5,7 6:12	nenner 0.10	regulatory 1:16
applicant 3:18	3:4,12 4:19,20	held 3:13	0	3:11
application 1:11	5:8,12	<b>Hillcrest</b> 1:11,12	<b>O</b> 2:4,8,12 3:1	related 6:10
3:5	connection 1:13	2:2 3:6,7,20,24	4:7,13	relative 6:12
<b>assets</b> 1:13,14 3:8	3:9	3:25 4:20	obviously 5:4	reply 5:1 REPORTED
3:10	<b>Cooper</b> 2:3 3:19	I	<b>Office</b> 2:6 3:13	1:20
assigned 3:12	3:19,22,25	Incorporated 3:7	4:10,15	
attention 4:25	<b>counsel</b> 2:6,7,11	indebtedness	Okay 4:1	<b>reporter</b> 3:21 6:3 6:6
attorney 6:13	2:12 3:17 4:11	1:14 3:9	on-the-record	representing
	4:15,23 6:10,13	interested 6:14	5:11	3:23
$\left  \frac{B}{D + 274.12} \right $	court 3:21 6:6	Investments 1:11	<b>Operating</b> 1:12	5.25 rest 5:3
Baker 2:7 4:12	customers 4:15	3:6	2:2 3:7,20	<b>right</b> 4:18 5:1,7
4:13,16	D	<b>issue</b> 1:14 3:9	oral 3:16	<b>RMR</b> 1:22 6:5
beginning 3:17	<b>D</b> 1:16 3:1		outcome 6:15	<b>Ron</b> 3:11
<b>behalf</b> 3:19 4:2,3	dates 5:5	J	overlooked 4:17	<b>RONALD</b> 1:16
4:10,14	deal 4:22	Jefferson 1:7,23		room 5:3
best 6:8 Boulevard 1:23	<b>Dean</b> 2:3 3:19	2:4,8,13 3:14	$\frac{\mathbf{P}}{\mathbf{P}_{\mathbf{P}}_{\mathbf{P}_{p}}_{\mathbf{P}_{\mathbf{P}_{\mathbf{P}_{p}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}$	<b>RPR</b> 1:22 6:5
Box 2:4,8,12 4:7		4:7,14	<b>P</b> 2:4,8,12 3:1 4:7	
4:13	E	joint 1:10 3:5	4:13	S
Brandco 1:11,13	<b>E</b> 3:1,1	<b>judge</b> 1:16 3:2,12	<b>parties</b> 6:11,14	<b>S</b> 3:1
3:6,8,23 4:2	employed 6:10	3:22 4:1,8,16	<b>Patricia</b> 1:21 6:5	Senior 1:16 2:7
bring 4:24	6:13	K	6:19	September 1:6
Brydon 2:3	employee 6:13	Kevin 2:12 4:5	<b>pending</b> 4:21 <b>please</b> 3:17 4:4	3:13
Building 3:14	encumber 1:14	<b>Kevin</b> 2:12 4:5	4:11	Service 1:3 2:10
	3:9	L	<b>portion</b> 5:11	4:6
C	England 2:3	$\overline{L2:3}$	prehearing 1:5	Services 1:22
<b>C</b> 3:1	enter 4:2	law 1:16 3:11	3:4 4:18,20 5:8	set 4:19
calendar 5:4	entries 3:16	Legal 2:11	5:12	setting 4:20
<b>CCR</b> 1:22 6:5,20	expedited 4:19	Litigation 1:22	<b>preside</b> 3:12	sewer 1:13 3:8
<b>certain</b> 1:12 3:8		<b>LLC</b> 1:11 3:6	presiding 1:16	simply 3:23,25
	l	I	1	I

Г

SO-2014-0341	<b>2:04</b> 5:12		
1:12	<b>2014</b> 1:6 3:13		
<b>Staff</b> 2:10,12 4:3	<b>207</b> 1:23		
4:6	<b>2230</b> 2:8 4:13		
<b>State</b> 1:2 6:6			
Stewart 1:21 6:5	3		
6:19	<b>3432</b> 1:23		
Suite 1:23	<b>360</b> 2:12 4:7		
Swearengen 2:3	4		
T	<b>401</b> 1:22 6:20		
taken 6:8,12	<b>456</b> 2:4		
testimony 6:7			
thank 3:22 4:8,9	5		
4:12,16 5:10	<b>573</b> 1:24 2:5,9,13		
thereto 6:14	6		
therewith 1:13	<b>6</b> <b>635-7166</b> 2:5		
3:9			
think 5:3	<b>636-7551</b> 1:24 <b>65101</b> 1:23 2:4		
Thompson 2:12			
4:5,9	<b>65102</b> 2:8,13 4:7 4:14		
<b>time</b> 3:14	4.14		
transcript 1:4	7		
6:8	<b>751-5565</b> 2:9		
Truman 1:23	<b>751-6514</b> 2:13		
typewriting 6:9			
U	9		
unaware 4:21	<b>9th</b> 5:4,5		
<b>Utility</b> 1:12 2:2			
3:6,20			
V			
Volume 1:8			
W			
water 1:13 3:8			
West 1:23			
We're 3:2 5:10			
WO-2014-0340			
1:11 3:5 5:9			
1			
11:8			
<b>11</b> 1:6 3:13			
2			
<b>2:00</b> 3:15			
<b>2.00</b> J.1J			
	•		