

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED REVISIONS TO JESSAMINE-)
SOUTH ELKHORN WATER DISTRICT'S) CASE NO. 2013-00470
RULES REGARDING THE PROVISION OF)
SEWER SERVICE)

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION
TO JESSAMINE-SOUTH ELKHORN WATER DISTRICT

Jessamine-South Elkhorn Water District ("Jessamine District"), pursuant to 807 KAR 5:001, is to file with the Commission the original and six copies of the following information, with a copy to all parties of record. The information requested herein is due no later than 15 days from the date of this Request for Information. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Jessamine District shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to

which Jessamine District fails or refuses to furnish all or part of the requested information, Jessamine District shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure its legibility. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

1. Refer to Jessamine District's response to Commission Staff's First Request for Information ("Staff's First Request"), Item 3.

a. The response indicates that an error occurred in the calculation of the clerical hourly labor expense. The utility provided revised cost justification sheets for each of the non-recurring charges increasing the expense to provide each of the services. Does the utility intend to amend the application to request a higher justified charge than was in the original application?

b. Provide a detailed explanation, including all calculations and documents, and state all assumptions relied upon to determine the \$38.15 hourly rate.

c. How many of Jessamine District's employees are classified as clerical employees?

d. Provide the hourly rate, including all calculations, for each clerical employee.

2. Refer to Jessamine District's response to Staff's First Request, Item 4.

a. Provide a detailed explanation including all calculations and documents and state all assumptions relied upon to determine the \$36.55 hourly charge.

b. How many of Jessamine District's employees are classified as field employees?

c. Provide the hourly rate, including all calculations, for each field employee.

d. Identify the location where most service-line inspections occur.

e. Explain why most service-line inspections occur at this location.

3. Refer to Jessamine District's responses to Staff's First Request, Item 9.a., 9.f., 9.g., 9.i., 9.l., 9.m., and 9.n.

a. Provide the name, address, and telephone number of the contractor.

b. Provide the written copy of the contractor's quote.

c. The response to 9.i. includes the statement "See attached quote."

This document was not attached. Provide this document.

d. Identify, by name and address, vendors from whom Jessamine District has requested a quote for installing sewer connections.

e. Identify the criteria for selecting the vendor to install sewer connections.

f. Explain why Jessamine District chose to use a vendor to install sewer connections.

g. Does Jessamine District employ personnel to install sewer connections?

h. Provide justification for sewer installations based on short side and long side calculations using the average meter connection expense cost justification form. This form is normally used for water meter installation, but can be adapted for sewer installations. The form is attached as an appendix to this request for information.

i. Indicate if the cost justification provided in response to Item 9 contains an average of both the short and long side.

3. Refer to Jessamine District's response to Staff's First Request, Item 18. a.

a. Provide a copy of the contract with Lexington Fayette Urban County Government referenced in the response.

b. Provide all amendments to the original contract.

c. Identify the specific section of the contract that obligates Jessamine District to pay the fees.

5. Refer to Jessamine District's response to Staff's First Request, Item 1. The December 4, 2013 minutes indicate fees are being charged per the number of laterals for each building.

a. How much is being charged per lateral?

b. What entity is charging the fee per lateral?

6. Refer to Jessamine District's responses to Staff's First Request, Item 5.

a. Identify by each water service provider the number of requests by Jessamine District to turn off water service for 2011, 2012, and 2013.

b. Provide the documentation indicating the city of Nicholasville charges \$25.00 to turn off water service.

7. Refer to Jessamine District's response to Staff's First Request, Item 7.

a. Identify the location where most grease-trap inspections occur.

b. Explain why most grease-trap inspections occur at this location.

8. Refer to Jessamine District's response to Staff's First Request, Item 8.

a. Identify the location where most unauthorized-use inspections occur.

b. Explain why most unauthorized-use inspections occur at this location.

9. Refer to Jessamine District's response to Staff's First Request, Item 13.

The total proposed appears to be the sum of the set amount and proposed table, but the amount charged is different from the total proposed.

a. Confirm that the amounts listed in the proposed table column are the amounts that Jessamine District believes it is contractually obligated to pay.

b. State how the "set amount" was calculated.

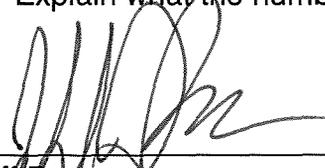
c. Show the calculations for the amounts charged.

10. Refer to Jessamine District's responses to Staff's First Request, Item 15.

a. Identify each type of non-recurring charge that Jessamine District charged but which was not in Jessamine District's tariff.

b. State when Jessamine District started charging for each non-recurring charge not listed in Jessamine District's tariff.

11. Refer to Jessamine District's responses to Staff's First Request, Item 18.
Handwritten numbers appear on the table of fees. Explain what the numbers represent.



Jeff Derouen
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED APR 11 2014

cc: Parties of Record

Case No. 2013-00470

APPENDIX

APPENDIX TO A REQUEST FOR INFORMATION OF THE KENTUCKY PUBLIC
SERVICE COMMISSION IN CASE NO. 2013-00470 DATED **APR 11 2014**

C. Service Pipe Expense

Type of Service Pipe _____ Size of Service Pipe _____

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Short Side Service	_____	_____	_____
2. Long Side Service	_____	_____	_____

AVERAGE SERVICE PIPE EXPENSE
(add total cost and divide by 2) \$ _____

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	_____	_____	_____
2. Long Side Service	_____	_____	_____

AVERAGE INSTALLATION LABOR EXPENSE
(add total cost and divide by 2) \$ _____

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	_____	_____	_____
2. Long Side Service	_____	_____	_____

AVERAGE INSTALLATION EQUIPMENT EXPENSE
(add total cost and divide by 2) \$ _____

Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	_____	_____	_____
2. Site Clean-Up	_____	_____	_____
3. Other			
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

AVERAGE INSTALLATION MISCELLANEOUS EXPENSE (add total cost) \$_____

G. Overhead Expense

1. Installation expense (\$_____) times overhead rate (_____ %) \$

H. Administrative Expense

1. Office expense for establishing a new account and billing record. \$

I. Total Expenses

Materials Expense \$

Service Pipe Expense

Installation Labor Expense

Installation Equipment Expense

Installation Miscellaneous Expense

Overhead Expense

Administrative Expense

TOTAL CONNECTION EXPENSE

\$

Diana Clark
Office Manager
Jessamine-South Elkhorn Water District
P. O. Box 731
Nicholasville, KY 40356

Bruce E Smith
201 South Main Street
Nicholasville, KENTUCKY 40356