

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

APPLICATION OF NORTH LOGAN)	
WATER DISTRICT NO. 1 FOR)	
RATE INCREASE PURSUANT TO)	CASE NO. 8637
ALTERNATE RATE ADJUSTMENT)	
PROCEDURE FOR SMALL)	
UTILITIES)	

O R D E R

IT IS ORDERED that North Logan Water District No. 1 shall file an original and ~~seven~~ copies of the following information with the Commission by October 14, 1982. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

1. Submit a copy of any contract currently in effect between ARCO Metals and North Logan Water District.
2. Submit a copy of the mortgage agreement for all debt outstanding at the end of the test period.
3. Provide copies of the monthly water bills from the City of Russellville for the test year.
4. Provide copies of utility bills for 1981 totaling \$3,397.45.
5. List the duties and responsibilities of all officers and commissioners who received compensation during the test year and any items considered in determining their compensation.

6. Provide a detailed breakdown of the following accounts for 1981. List all items by invoice and include the name of the vendor, amount due and description of each purchase. Also provide details of any labor or other costs allocated to these accounts.

- (a) Account 630, Operation Labor
- (b) Account 652, Maintenance of Services
- (c) Account 921, Office Supplies and Other Expenses
- (d) Account 930, Miscellaneous General Expenses

7. Who performs the billing and collecting for North Logan? If someone outside the utility, how is the fee determined? If a contract exists, please submit a copy. If the function is performed internally provide an analysis of the expense, listing all items by invoice and include the name of the vendor, amount and description of each purchase. Also provide details of any labor or other costs allocated to Account 902.

8. Provide copies of the statements for audit fees and legal expenses incurred during the test year.

9. Submit the statements for the property insurance expense incurred in the test year.

10. On the Taxes Other Than Income Taxes Schedule in the 1981 Annual Report payroll taxes of \$975.25 were listed. Provide an analysis of this amount and how it was calculated. Explain the omission of the 1981 PSC assessment from this account.

11. Submit a detailed explanation of the conditions of providing water service to ARCO Metals. This should include a description of the present relationship between the water district and ARCO, the manner in which this relationship was developed, any compensation from ARCO, or other business related to ARCO, for items other than water service, the date when service to ARCO will be discontinued (include documentation) and any other items pertinent to the relationship.

12. Explain in detail the transaction between the Kentucky Department of Transportation and North Logan concerning the costs associated with the relocation of Highway 431.

13. Submit all invoices relating to the enlargement of the water pumps and the installation of an inline booster referred to in the original application.

14. Provide a breakdown of the utility plant in service by account as of the filing date of the original application. Also supply the depreciation rate applied to each account.

Done at Frankfort, Kentucky, this 29th day of September, 1982.

PUBLIC SERVICE COMMISSION


By The Commission

ATTEST:

Secretary