## COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF GHK )
SEWERAGE COMPANY FOR ) CASE NO. 8725
AN ADJUSTMENT OF RATES )

## ORDER

IT IS ORDERED that GHK Sewerage Company ("GHK") shall file an original and six copies of the following information with this Commission by January 26, 1983. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

- 1. On November 16, 1982, the Office of the Attorney General issued a request for additional information relative to this rate request. To date that information has not been received by the Commission. Provide a copy of the response to the Attorney General's information request of November 16, 1982.
- 2. The application contains a request for a monthly surcharge of \$1.03 for a period of 1 year to recover the expenses incurred in connection with the repair of the microstrainer at the treatment plant. It is the Commission's

policy to capitalize items of this nature and magnitude and to allow the utility to depreciate these items over their estimated useful lives. In light of the Commission's policy concerning items of this nature, provide all information available in support of the requested surcharge.

- 3. Provide copies of electric bills for the months of January through July 1981.
- 4. Provide copies of the 1981 tax bills received by the utility comprising the \$5,716 of taxes other than income taxes reported in the 1981 annual report. In addition, explain the basis of the proposed decrease in the level of that account to \$2,844.
- 5. Provide a copy of the final invoice for the microstrainer along with the date the repairs were made.
- 6. Provide a detailed explanation of the basis for the estimated additional operating expenses, incurred due to the breakdown of the microstrainer equipment, included in support of the requested surcharge.
- 7. Provide copies of the invoices for the additional chemicals and sludge hauling expenses necessary due to the breakdown of the microstrainer. Also, provide the date this breakdown occurred and the total number of days the plant operated without their equipment.

- 8. Provide the following for all electrically operated equipment owned by the utility:
  - a. The rated KWH usage, wattage, or horsepower per hour for each machine,
  - b. The average running time of each machine per day (estimated if not known). If estimate is used provide the basis of the estimate.
- 9. Provide copies of the purchase invoices in support of the reported chemicals expense for the test year and year preceding the test year.
- 10. Provide an analysis of the chemicals and sludge hauling expense accounts for 1982. Include in the analysis the quantity and price of chemicals purchased and the number of loads of sludge hauled during the year. Separately identify within the analysis the chemicals expense and sludge hauling incurred due to the breakdown of the microstrainer.
- 11. Provide an explanation of how the repair of the microstrainer was financed. If the funds were obtained through borrowings, provide a copy of the loan agreement containing a description of the loan terms.

Done at Frankfort, Kentucky, this 13th day of January, 1983.

PUBLIC SERVICE COMMISSION

ATTEST:

By the Commission