

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF LOGAN TELEPHONE)
COOPERATIVE CORPORATION, INC., FOR)
ORDER AUTHORIZING ADJUSTMENT OF RATES) CASE NO. 8781
AND CHARGES)

O R D E R

IT IS ORDERED that Logan Telephone Cooperative Corporation Inc., ("Logan") shall file an original and eight copies of the following information with the Commission, with a copy to all parties of record, by June 8, 1983. Each copy of the data requested should be placed in a bound volume with each item tabbed. Where a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Careful attention should be given to copied material to insure that it is legible. Logan shall furnish with each response the name of the witness who will be available at the public hearing for responding to questions concerning each area of information requested. Where information requested herein has been provided along with the original application, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

Information Request No. 1

1. The detailed work papers showing calculations supporting all accounting, pro forma, end-of-period, and proposed rate adjustments in the rate application to revenue, expense, investment, and reserve accounts for the test year and a complete detailed narrative explanation of each adjustment including the reason why each adjustment is required. Explain in detail all components used in each calculation including the methodology employed and all assumptions applied in the derivation of each adjustment. Index each calculation to the accounting, pro forma, end-of-period, and proposed rate adjustment which it supports.

2. An analysis of Account 675 - Other Expenses for the test period. This should include a complete breakdown of this account as shown in attached Format 1, and also provide all detailed working papers supporting this analysis. At minimum, the work papers should show the date, vendor, reference (i.e., voucher no., etc.), dollar amount, and a brief description of each expenditure. Detailed analysis is not required for amounts of less than \$50 provided the items are grouped by classes as shown in Format 1 attached.

3. A detailed analysis of contributions for charitable and political purposes (in cash or services). This analysis should indicate the amount of the expenditure, the recipient of the contribution, and the specific account charged.

4. A copy of the auditor's report from your most recent audit.

5. A schedule of total salaries and wages, percent salaries and wages expensed and number of employees, for the test year and each of the 3 calendar years preceding the test year. If readily available for each time period provide the amount of overtime pay.

6. A detailed analysis of expenses incurred during the test year for professional services as shown in attached Format 4, and all detailed working papers supporting the analysis. At minimum the work papers should show the payee, dollar amount, reference (i.e., voucher, no., etc.) account charged, hourly rates and time charged to the utility according to each invoice, and a brief description of the service provided.

7. The date and time of the most recent annual members' meeting. Provide the number of members in attendance, the number of members voting for new board members, the number of new board members elected, and general description of the meeting's activities.

8. Provide the name and address of each member of the Board of Directors of Logan along with his or her personal mailing address. If, during the course of these proceedings, any changes occur in board membership, provide an update to this request.

9. Describe the item(s) included in Account 102 - Other Investments.

10. Describe the balance in Account 120.2 - Other Accounts Receivable.

11. Describe the balance in Account 138 - Extraordinary Maintenance and Retirements and the transactions to this account during the test year.

12. The dollar amount of employee concession telephone service for the 12 months of the test year as shown in Format 6 attached.

13. Provide copies of all current labor contracts and agreements and copies of the most recent contracts and agreements previously in effect.

14. In Administrative Case No. 257, The Detariffing of Customer Premise Equipment Purchased Subsequent to January 1, 1983, (Second Computer Inquiry FCC Docket 20828), the Commission required all jurisdictional telephone utilities to adopt the changes made by the FCC in part 34 of the Uniform System of Accounts.

- a. Has Logan adopted those changes?
- b. What effect has these changes and/or detariffing had on the revenues of Logan?
- c. What changes has there been on the number of lease revenue terminal equipment?
- d. What adjustment has Logan made to its plant accounts, if any, due to these changes?

15. Has Logan made any estimates of the impact of the changes expected to occur on January 1, 1984? If so, provide these estimates including a narrative explanation of the assumptions used in this determination.

Done at Frankfort, Kentucky, this 17th day of May, 1983.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary

Format 1

Logan Telephone Cooperative Corporation, Inc.

Case No. 8781

KENTUCKY COMBINED OPERATIONS
SUMMARY OF ACCOUNT NO. 675 - OTHER EXPENSES
FOR THE TEST YEAR ENDING

| <u>Line</u> <u>No.</u> | <u>Description</u> (a) | <u>Amount</u> (b) |
|---------------------------|---|----------------------|
| 1. | Valuations, inventories, and appraisals | |
| 2. | Business Information System (BIS) expense | |
| 3. | Purchase of employees service emblems | |
| 4. | Membership fees and dues | |
| 5. | Directors' fees and expenses | |
| 6. | Printing Annual Report | |
| 7. | FCC Filing and Grant Fees | |
| 8. | Company apportioned amounts for various items | |
| 9. | Other items (itemize) | |
| 10. | - | |
| 11. | - | |
| 12. | Total | |

Logan Telephone Cooperative Corporation, Inc.

Case No. 8781

Professional Service Expenses

For the Twelve Months Ended

| <u>Line No.</u> | <u>Item</u> | <u>Rate Case</u> | <u>Annual Audit</u> | <u>Other</u> | <u>Total</u> |
|---------------------|-------------|------------------|---------------------|--------------|--------------|
| 1. | Legal | | | | |
| 2. | Engineering | | | | |
| 3. | Accounting | | | | |
| 4. | Other | | | | |
| 5. | Total | | | | |

Format 6

Logan Telephone Cooperative Corporation, Inc.

COMMONWEALTH OF KENTUCKY

Case No. 8781

EMPLOYEE CONCESSION TELEPHONE SERVICE
TEST YEAR ENDING

| <u>No. of</u> <u>People</u> | <u>Local</u> | | <u>Toll</u> | |
|--------------------------------|--------------------------------|---------------------------------|-------------------|-------------------|
| | <u>Main</u> <u>Stations</u> | <u>Other</u> <u>Services</u> | <u>Intrastate</u> | <u>Interstate</u> |

Kentucky Revenue Loss

General Office Personnel
(By percentage allowance)

Kentucky Operations
(By percentage allowance)

Allowance Provided Employees
Served by Other Telephone
Companies

Retired and Disabled Employees
(By percentage allowance)

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