

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION AND NOTICE OF CAMPBELL)	
COUNTY KENTUCKY WATER DISTRICT TO ADJUST)	CASE NO. 91-039
RATES EFFECTIVE MAY 1, 1991)	

O R D E R

IT IS ORDERED that the city of Newport ("Newport") shall file the original and 12 copies of the following information with the Commission by July 18, 1991, with a copy to all parties of record. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible.

1. Provide all correspondence between Newport and Campbell County Kentucky Water District ("Campbell District") since January 1, 1990 in which Campbell District's present and future water purchases are discussed.

2. List all discussions between officials of Newport and Campbell District in which Campbell District's present and future water purchases have been discussed. Briefly summarize each discussion, identify its participants, and state its date.

3. Explain why Newport in December 1990 increased its rates for water service to Campbell District.

4. Refer to Case No. 89-014,¹ Newport Exhibit 16. State whether Newport is still ready, willing and able to enter into the purchased water contract with Campbell District which Newport proposed on November 17, 1987. Assuming that such contract had been executed on January 1, 1990, state the rate at which Newport would have supplied water to Campbell District. If this rate differs from the rate set forth in the November 17, 1987 proposal, explain why.

5. Provide a copy of the municipal ordinance authorizing a reduction in Newport's rate for water service to Campbell District to 52 cents per 1,000 gallons in February 1990.

6. Provide a copy of the municipal ordinance authorizing an increase in Newport's rate for water service to Campbell District to 65 cents per 1,000 gallons in November 1990.

7. State whether Campbell District has paid Newport all funds held in escrow during its dispute with Newport over the recent increase in Newport's rates for water service. If yes, state the date and amount of all payments and whether such payments included interest and penalties.

8. Provide all documents related in the dispute with Campbell District over Newport's November 30, 1990 rate increase.

¹ Case No. 89-014, City of Newport v. Campbell County Kentucky Water District and Kenton County Water District No. 1 and Charles Atkins and Steven J. Franzen v. Campbell County Kentucky Water District.

9. State Newport's present maximum water production capacity.

10. State the amount of Newport's water production capacity presently available to serve Campbell District at peak demand periods.

11. State whether Newport had sufficient capacity to meet its and Campbell District's water requirements at peak demand periods in 1990.

12. Refer to Exhibit 1 of the Pre-filed Testimony of James E. Parsons. Explain why Newport is unwilling to commit more than 500,000 gallons of water for Campbell District's daily usage when Newport is already selling much larger amounts of water to Campbell District.

13. State Newport's response to Campbell District's assertions that Campbell District is presently subsidizing Newport's other customers.

14. State the terms under which Newport would enter into a contract to supply water to Campbell District for a 5-year term.

15. Refer to Exhibit 1 of the Pre-filed Testimony of James E. Parsons. State whether Newport and Campbell District have compiled lists of priorities as requested at the April 16, 1990 meeting of the Water Committee. If yes, provide these lists.

16. List all discussions between Newport officials and the officials of any public utility in which the formation of a regional water system was discussed. Briefly summarize each discussion, identify its participants, and state its date.

Done at Frankfort, Kentucky, this 8th day of July, 1991.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Lee M. McCrecher
Executive Director