

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION INTO THE FEASIBILITY)	
OF PROPOSED MERGER OF CAWOOD)	CASE NO.
WATER DISTRICT AND BLACK MOUNTAIN)	2018-00068
UTILITY DISTRICT PURSUANT TO KRS 74.361)	

COMMISSION STAFF'S THIRD REQUEST FOR INFORMATION
TO BLACK MOUNTAIN UTILITY DISTRICT

Black Mountain Utility District (Black Mountain District), pursuant to 807 KAR 5:001, is to file with the Commission the original and six copies in paper medium of the following information. The information requested herein is due within 14 days of the entry of this Order. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed and 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 the 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.

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

Careful attention shall be given to copied material to ensure that it is legible. 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 filing a paper containing personal information, Black Mountain District shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to Black Mountain District's response to Commission Staff's Second Request for Information (Staff's Second Request), Item 1. The loan documentation that Black Mountain District provided in Tab 1 appears to have been entered into with the Bank of Harlan on June 16, 2015 (June 16, 2015 Loan), with a maturity date of June 16, 2016. Black Mountain District asserts that there is currently a balance of \$139,000, which would indicate that the loan was not paid off by the maturity date of June 16, 2016.

a. Explain in full detail why Black Mountain District did not pay off the June 16, 2015 Loan by the maturity date of June 16, 2016.

b. Explain in full detail whether Black Mountain District entered into an extension of the June 16, 2015 Loan, or entered into a new loan to pay off the balance that existed on June 16, 2016.

c. Provide any additional loan documentation that extended the June 16, 2015.

d. Provide the additional loan documentation of any new loan used to pay off the balance of the June 16, 2015 Loan.

e. Provide any additional loan documentation that Black Mountain District entered into after the entry of the final Order in the alternative rate adjustment Case No. 2015-00088.¹

2. Refer to Black Mountain District's response to Staff's Second Request, Tab 2.

a. Explain why a Billing Journal is provided for the month of March, instead of a Sales and Consumption report such as the ones provided for all other months.

b. Reconcile the Water Sold schedule provided in Tab 2 for the months of March, April, June, July, August, October, and December with the Sales and Consumption reports and Billing Journals provided in Tab 2.


Gwen R. Pinson
Executive Director
Public Service Commission
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DATED SEP 17 2018

cc: Parties of Record

¹ Case No. 2015-00088, *Alternative Rate Adjustment Filing of Black Mountain Utility District* (Nov. 9, 2015).

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