COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC MORGAN COUNTY WATER DISTRICT'S UNACCOUNTED-FOR WATER LOSS REDUCTION PLAN, SURCHARGE AND MONITORING

CASE NO. 2021-00206

This matter arises upon the request of the Morgan County Water District (Morgan District) filed October 14, 2021, to expend funds from its surcharge account in the amount of \$14,702.50. The funds are requested to pay Invoice No. 23604 from Nesbitt Engineering, Inc. for the service of preparing Morgan District's Corrective Action Plan (CAP).

Morgan District's water loss surcharge account was created by the Commission's June 9, 2021 Order, which set forth the requirement that the Commission must authorize use of surcharge account funds and that those funds should be permitted for use to pay for a certified engineer or consultant to draft a qualified infrastructure improvement plan, including a comprehensive unaccounted-for water loss reduction plan. The June 9, 2021 Order also explained that any plan submitted should include setting timelines and priorities.

In response to the requirements set forth in the June 9, 2021 Order, Morgan District filed its CAP on October 7, 2021. And for the work completed by Nesbitt Engineering, Inc., Morgan District submitted Invoice No. 23604 in the amount of \$14,702.50 for approximately 114.25 hours of time charged for preparation of the CAP. The CAP

includes a comprehensive review of Morgan District's system and lists important information for Morgan District to use for planning and record keeping, including information regarding supply, meters, distribution lines, pump stations, tanks, SCADA, staff, equipment, and rates. The CAP includes a discussion of current projects, and specifically addresses goals, priorities, and timelines.

The Commission finds that by developing a Correction Action Plan with a certified engineer, Morgan District has made an important and positive step toward addressing the challenges it faces.

Based on the above, the Commission finds that Morgan District should be authorized to expend funds to pay Nesbitt Engineering, Inc. \$14,702.50 from its surcharge account created by the Commission's June 9, 2021 Order.

IT IS HEREBY ORDERED that Morgan District is authorized to pay Nesbitt Engineering, Inc. \$14,702.50 from its surcharge account created to address unaccounted-for water loss by the Commission's June 9, 2021 Order.

By the Commission



ATTEST:

hiduel

Executive Director

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*Morgan County Water District 1009 Hwy 172 West Liberty, KY 41472

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