

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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| ELECTRONIC APPLICATION OF ADAIR |) | CASE NO. |
| COUNTY WATER DISTRICT FOR AN |) | 2021-00315 |
| ALTERNATIVE RATE ADJUSTMENT |) | |

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO ADAIR COUNTY WATER DISTRICT

Adair County Water District (Adair District), pursuant to 807 KAR 5:001, is to file with the Commission an electronic version of the following information. The information requested is due on October 22, 2021. The Commission directs Adair District to the Commission's July 22, 2021 Order in Case No. 2020-00085¹ regarding filings with the Commission. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked.

Each response 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.

¹ Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC July 22, 2021), Order (in which the Commission ordered that for case filings made on and after March 16, 2020, filers are NOT required to file the original physical copies of the filings required by 807 KAR 5:001, Section 8).

Adair District shall make timely amendment to any prior response if Adair District obtains information that indicates the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Adair District fails or refuses to furnish all or part of the requested information, Adair District shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

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 applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Adair 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. Provide copies of each of the following, and when appropriate, provide in Excel spreadsheet format with all formulas, columns, and rows unprotected and fully accessible:

a. The general ledger for the calendar years 2020 and 2021 to date;

b. The trial balance for the calendar years 2020, and 2021 to date, showing unaudited account balances, audit adjustments, and audited balances.

2. a. Provide a monthly breakdown, in both gallons and dollar amount, of water purchased during the test year.

b. Provide a breakdown between any vendors from whom Adair District purchases water.

3. Provide the total amount collected for each nonrecurring charge and the number of occurrences for each nonrecurring charge assessed during the test year.

4. Refer to the Application, Volume 4, Exhibit F, Depreciation Schedule.pdf. Provide the Exhibit in Excel spreadsheet format with all formulas, columns, and rows unprotected and fully accessible.

5. Provide the cost justification for all nonrecurring charges listed in Adair District's tariff.

6. Identify the number of new water connections that Adair District installed in the calendar year 2020.

7. Provide the method and amount of labor and materials recorded for each new water connection used during the calendar year 2020.

8. Refer to the Application, Debt_Details.xlsx. For each debt issuance still active; provide the case number in which Adair District was authorized to issue the debt.

9. Refer to the Application, Exhibit D. Provide a detailed breakdown of the \$190,641 listed as Other Operating Revenue.

10. State when the last time Adair District performed a cost-of-service study (COSS) to review the appropriateness of its current rates and rate design.

a. Explain whether Adair District considered filing a COSS with the current rate application and the reasoning for not filing one.

b. Explain whether any material changes to Adair District's system would cause a new COSS to be prepared since the last time it has completed one.

c. If there has been no material changes to the Adair District's system, explain when Adair District anticipates completing a new COSS.

d. Provide a copy of the most recent COSS that has been performed for Adair District's system in Excel spreadsheet format with all formulas, rows, and columns unprotected and fully accessible.

11. Refer to Adair District's Customer Notice. Adair District proposes to raise its monthly water service rates by an across-the-board percentage amount.

a. Provide an explanation of how the across-the-board percentage method to increase monthly water service rates was chosen.

b. Provide a list of alternative methods Adair District considered and an explanation as to why each alternative was not chosen to increase its monthly water service rates

12. Refer to Adair District's Application, Exhibit E.

a. Provide the source of the 2020 usage data presented in the Billing Analysis, and state whether any adjustments were made to the data.

b. Provide a list of any adjustments made to the data and include an explanation of each adjustment.

13. Refer to Adair District's Application, Exhibit E. Confirm that no water was sold, at the current wholesale rate, to Green Taylor Water District and East Casey Water District during 2020.



Linda C. Bridwell, PE
Executive Director
Public Service Commission
P.O. Box 615
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DATED OCT 06 2021

cc: Parties of Record

Case No. 2021-00315

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