

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

|                                    |   |            |
|------------------------------------|---|------------|
| ELECTRONIC CAWOOD WATER DISTRICT'S | ) |            |
| UNACCOUNTED-FOR WATER LOSS         | ) | CASE NO.   |
| REDUCTION PLAN, SURCHARGE AND      | ) | 2021-00150 |
| MONITORING                         | ) |            |

ORDER

On October 11, 2022, Cawood Water District (Cawood District) filed an annual water loss surcharge progress report outlining the expected and actual progress it has made in accomplishing its Qualified Infrastructure Improvement Plan. According to the annual progress report Cawood District replaced approximately one mile of 8-inch main line using funds awarded by the Commonwealth of Kentucky. The mile of water line that was replaced was along Highway 421, an area that Cawood District identified as a replacement priority due to the number of leaks in the area in the past. Additionally, Cawood District stated that it has been awarded \$360,000 to continue the replacement of 8-inch main water line in the same area. Cawood District reported that no surcharge proceeds have been used on any repairs to date. The progress report also stated that it was working with Ken Taylor, of Kenvirons Engineering (Kenvirons) to draft a more detailed water loss reduction plan.

The Commission finds that the annual water loss surcharge report meets the requirements set by the initiating order of this case and should be approved. The Commission makes this finding because Cawood District's water loss reduction plan is not yet fully drafted, and therefore Cawood District's progress can only be measured

using the limited goals that have previously been identified in the plan filed with the Commission on July 30, 2021. The Commission expects Cawood District to use its best efforts to draft a more detailed plan with the assistance of Kenvirons, and to file that plan with the Commission as soon as possible. Further, the Commission anticipates that the next annual progress report will contain more detailed information about the project(s) Cawood District initiates to address water loss, the cost of such projects, their relationship to water loss reduction, and the use of surcharge proceeds and other funds to achieve water loss reduction.

Commission Staff discovered a discrepancy in the water loss surcharge account reporting. It appears that there is an additional \$100.74 in the surcharge account beyond what has been reported as being collected from customers for the water loss surcharge. As such the Commission finds that it is appropriate to order Cawood District to file a written explanation of the origin of the \$100.74 dollars within 30 days of service of this Order. Additionally, to ensure accurate reporting of surcharge billings, collections and deposits, the Commission finds that Cawood District should begin recording its surcharge billings, collections, and deposits on the form provided as an Appendix to this Order and should file this form on the 15<sup>th</sup> of each month with its monthly activity report.

IT IS HEREBY ORDERED that:

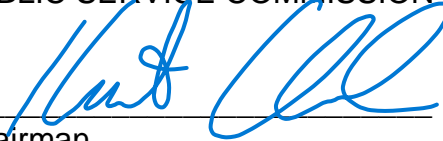
1. The Commission accepts the October 11, 2022 annual water loss surcharge report filed by Cawood District.
2. Cawood District shall file the Water Loss Reduction Plan being drafted by Kenvirons into this case as soon as it is available.

3. Cawood District shall file a written explanation of the origin of the \$100.74 dollars within 30 days of service of this Order.

4. Cawood District will use the form attached to this Order an Appendix to report its monthly surcharge billings, collections, and deposits.

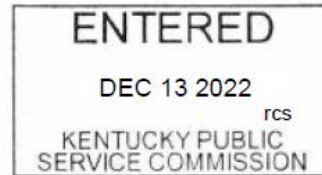
[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

PUBLIC SERVICE COMMISSION

  
Chairman

Vice Chairman

  
Commissioner



ATTEST:

  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2021-00150 DATED DEC 13 2022

ONE PAGE TO FOLLOW

| <b>Cawood District Surcharge (Case No. 2021-00150)</b>                         |                 |                    |                 |                                     |                                     |
|--|-----------------|--------------------|-----------------|-------------------------------------|-------------------------------------|
| <b>Selected Financial Information and Better / Worse (B / (W)) Performance</b> |                 |                    |                 |                                     |                                     |
| A  | B               | C                  | D               | E                                   | F                                   |
|  |                 |                    |                 | C - B                               | D - C                               |
| <b>Month</b>   | <b>Billings</b> | <b>Collections</b> | <b>Deposits</b> | <b>Collections B / (W) Billings</b> | <b>Deposits B / (W) Collections</b> |
| <i>2022</i>  |                 |                    |                 |                                     |                                     |
| December   |                 |                    |                 |                                     |                                     |
|  |                 |                    |                 |                                     |                                     |
|  |                 |                    |                 |                                     |                                     |
|  |                 |                    |                 |                                     |                                     |
| Total  | 0.00            | 0.00               | 0.00            | 0.00                                | 0.00                                |
|  |                 |                    |                 |                                     |                                     |
| <i>2023</i>  |                 |                    |                 |                                     |                                     |
| January  |                 |                    |                 |                                     |                                     |
| February   |                 |                    |                 |                                     |                                     |
| March  |                 |                    |                 |                                     |                                     |
| April  |                 |                    |                 |                                     |                                     |
| May  |                 |                    |                 |                                     |                                     |
| June   |                 |                    |                 |                                     |                                     |
| July   |                 |                    |                 |                                     |                                     |
| August   |                 |                    |                 |                                     |                                     |
| September  |                 |                    |                 |                                     |                                     |
| October  |                 |                    |                 |                                     |                                     |
| November   |                 |                    |                 |                                     |                                     |
| December   |                 |                    |                 |                                     |                                     |
| Total  | 0.00            | 0.00               | 0.00            | 0.00                                | 0.00                                |

\*Richard Scruggs  
Cawood Water District  
P. O. Box 429  
Cawood, KY 40815

\*Cawood Water District  
54 Plant Road  
P. O. Box 429  
Cawood, KY 40815

\*Cawood Water District  
Cawood Water District  
54 Plant Road  
P. O. Box 429  
Cawood, KY 40815