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CHARLES S. MUSSON
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December 7, 2016

RECEIVED

DEC 8 2016

Public Service
Commission

Ms. Talina R. Mathews
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

Re: **Mountain Water District Case No. 2016-00356**

Dear Ms. Mathews:

Enclosed please find the original and ten (10) copies of the Response to Staff's First Request for Information.

Please let us know if any additional information is required.

Sincerely,

Rubin & Hays

By


W. Randall Jones

WRJ:ilm
Enclosures
cc: Distribution List

DISTRIBUTION LIST

**Re: Mountain Water District Douglas Wastewater Treatment Plant Project, PSC
Case No. 2016-00356**

Mr. Roy Sawyers
Mountain Water District
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COMMONWEALTH OF KENTUCKY

BEFORE THE KENTUCKY PUBLIC SERVICE COMMISSION

RECEIVED

IN THE MATTER OF:

DEC 8 2016

Public Service
Commission

THE APPLICATION OF THE MOUNTAIN WATER)
DISTRICT FOR THE ISSUANCE OF A)
CERTIFICATE OF PUBLIC CONVENIENCE AND)
NECESSITY TO CONSTRUCT AND FINANCE A)
SYSTEM IMPROVEMENTS PROJECT)
PURSUANT TO THE PROVISIONS OF)
KRS 278.020, KRS 278.300 AND 807 KAR 5:001)

Case No. 2016 -00356

** *** **** ***** **

RESPONSE TO STAFF'S FIRST REQUEST FOR INFORMATION

The Applicant, Mountain Water District (the "District"), by Counsel, files this Response to the November 23, 2016 Staff's First Request for Information as follows:

Request No. 1(a). The SRF Project Cost Summary has been updated and is filed herewith as **Exhibit "A"**.

Request No. 1(b). The DWSRF Loan Increase Request has been corrected and is filed herewith as **Exhibit "B"**.

Request No. 1(c). The Detailed Estimate of Acquired Property Classified According to the Uniform System of Accounts has been revised by the Engineer and is filed herewith as **Exhibit "C"**.

Respectfully Submitted,

Rubin & Hays

By 

W. Randall Jones

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Counsel for Mountain Water District

wrjones@rubinhays.com

SRF Project Cost Summary

Project Title: Douglas Wastewater Treatment Plant Expansion

WRIS#: SX21195699

Project Budget: **Estimated** 4-2-15
enter date

As Bid 8-3-16
enter date

Revised 9-14-16
enter date

Cost Classification	SRF KIA Loan	Funding Source 1	Funding Source 2	Funding Source 3	Funding Source 4	Funding Source 5	Local Funds	Unfunded Costs	Total
1 Administrative Expenses		50,000.00							50,000.00
2 Legal Expenses		2,000.00							2,000.00
3 Land, Appraisals, Easements									
4 Relocation Expenses & Payments									
5 Planning			4,070.47	929.53					5,000.00
6 Engineering Fees – Design			72,679.32	16,596.90					89,276.22
7 Engineering Fees – Construction			31,148.28	7,112.96					38,261.24
8 Engineering Fees – Inspection			86,610.80	19,778.26					106,389.06
9 Engineering Fees – Other			66,348.74	15,151.26					81,500.00
10 Construction		2,143,347.52	225,221.39	51,431.09					2,420,000.00
11 Equipment		1,066,830.00							1,066,830.00
12 Miscellaneous									
13 Contingencies		210,743.48							210,743.48
Total		3,472,921.00	486,079.00	111,000.00					4,070,000.00

Funding Sources	Amount	Date Committed
1 Fund A Loan	3,472,921.00	
2 HB 608	486,079.00	
3 HB 269	111,000.00	
4		
5		
Total	4,070,000.00	

Local Funding Sources	Amount	Date Committed
1		
2		
3		
Total		

Total Funding \$4,070,000.00

Cost Categories	Funding Source	Total Cost
Treatment (DW)		
Transmission and Distribution (DW)		
Source (DW)		
Storage (DW)		
WWTP Secondary Portion (CW)		
WWTP Advanced Portion (CW)		
Inflow and Infiltration Correction (CW)		
Major Sewer Rehabilitation (CW)		
Collector Sewers (CW)		
Interceptor Sewers including Pump Station (CW)		
Combined Sewer Overflow Correction (CW)		
Purchase of Systems (DW and CW)		
Restructuring (DW and CW)		
Land Acquisition (DW and CW)		
Total Costs		

DWSRF & CWSRF LOAN INCREASE REQUEST

Please complete this form and submit to the attention of: Jami Johnson (jami.johnson@ky.gov) at the Kentucky Infrastructure Authority. Requests are reviewed and approved case-by-case, based on project scope and funding availability. All loan increases greater than 10% of the existing loan amount are subject to board re-approval. This form should only be used for projects that have a current and active loan with the Kentucky Infrastructure Authority. KIA will notify borrowers within 30 days of receipt of this request.

1. **LEGAL APPLICANT:** MOUNTAIN WATER DISTRICT
2. **CONTACT:** ROY SAWYERS **PHONE:** (606) 631-9162 **EMAIL:** rsawyers@mtwater.org
3. **PROJECT TITLE:** DOUGLAS WASTEWATER TREATMENT PLANT EXPANSION
4. **EXISTING LOAN NUMBER:** A15-077 **WRIS NUMBER:** SX/WX SX21195699

5. **CURRENT LOAN AMOUNT:** \$ \$3,102,921
6. **REQUESTED INCREASE:** \$ \$370,000

7. **REASON FOR LOAN INCREASE:**

- Increase is needed to fund additional work.
 No additional work, bids came in higher than budgeted.
 No additional work, SRF funds will replace an alternate funding source.
 Other

EXPLAIN:

8. **REVISED BID SCHEDULE**

Bid Advertisement	07/22/16
Bid Opening	08/03/16
Contract Award	11/01/16
Construction Start	12/01/16
Construction End	12/01/17

***The most current updated audit must be submitted to KIA along with this request.**

To the best of my knowledge and belief, data contained in this increase request are true and correct; the document has been duly authorized by the legal applicant.

ROY B. SAWYERS, DISTRICT MANAGER

Typed Name and Title


Signature of Legal Applicant

12/1/16

Date

**Detailed Estimate of Acquired Property
Classified According to The Uniform System of Accounts
Class C and D - Sewer Utilities**

Account No.	Account Description	Amount
310	Land and Land Rights	\$ -
311	Structures and Improvements	\$ 930,880.00
355	Flow Measuring Devices	\$ 11,680.00
362	Receiving Wells and Pump Pits	\$ 391,020.00
363	Pumping Equipment	\$ 437,720.00
373	Treatment and Disposal Equipment	\$ 1,712,150.00
374	Plant Sewers	\$ 58,360.00
376	Other Treatment and Disposal Plant Equipment	\$ 116,740.00
393	Other General Equipment	\$ 411,450.00
	CONSTRUCTION TOTAL	\$ 4,070,000.00