

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF THE RATTLESNAKE RIDGE)
WATER DISTRICT FOR A CERTIFICATE OF) CASE NO.
PUBLIC CONVENIENCE AND NECESSITY TO) 2018-00371
CONSTRUCT, FINANCE AND INCREASE RATES)
PURSUANT TO KRS 278.023)

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO RATTLESNAKE RIDGE WATER DISTRICT

Rattlesnake Ridge Water District (Rattlesnake Ridge District), pursuant to 807 KAR 5:001, is to file with the Commission the original of the following information with a copy to all parties of record. The information requested herein is due on Friday, November 30, 2018. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Responses that are required to be provided on electronic medium 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.

Rattlesnake Ridge 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 Rattlesnake Ridge 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 completely and precisely respond.

Careful attention should 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 filling a paper containing personal information, Rattlesnake Ridge 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 the Final Engineering Report, page 1. The report acknowledges that the District has an extremely high water loss.

a. Explain what portion of the projects being requested in this application will address the extremely high water loss.

b. Explain why the Preliminary Engineering Report included replacement of 16,368 LF of the water main along KY 7 to Glen Lawson Road, which presumably may have helped to alleviate some the of Rattlesnake Ridge District's high water loss, yet this portion of the project was not included in the Final Engineering Report.

c. State whether any of the proposed construction, in this case, is designed to reduce the level of water loss. For each project designed to address water loss, estimate the amount of the reduction.

d. If none of the projects will address the extremely high water loss, explain why.

2. Refer to Final Engineering Report, page 2, Selected Alternative, Item 1, Purchase an existing facility and retrofit as office building.

a. Reconcile this statement and the statement in the Application, page 1, item 4, (iii) construction of a new office.

3. Refer to Final Engineering Report, page 5, revised budget for Contract No. 5 – New Office Building, \$679,004.75.

a. Provide a complete detailed description of what Contract No. 5 contains.

b. Provide a complete detailed itemization of the \$679,004.75.

4. Refer to Final Engineering Report, page 5, Other Construction.

a. Provide an explanation and itemization of the Property for Office Building, \$160,000; Interest on Property for Office Building, \$2,500; Installation of Septic System at New Office, \$10,000; Office Furnishings, \$15,000.

b. Explain why these costs are included as separate items and not part of Contract No. 5's expenses.

5. Provide the following information for the calendar year 2017: Purchased Water; Purchased Power for Pumping; and Purchased Chemicals.

a. Explain why this information was omitted from the 2017 Annual Report filed with the Commission

6. Provide the street address of the existing facility that has been, or will be, acquired by Rattlesnake Ridge District for use as its new headquarters.

7. Provide the name of the person or entity that has sold or will be selling, the existing facility to Rattlesnake Ridge District for use as its new office building.

8. Provide a copy of a recent real estate appraisal of the existing facility to be used as the new office building. If no appraisal exists, provide the basis for the purchase price of \$160,000.

9. State whether any employee of Rattlesnake Ridge District or member of its Board of Commissioners related to, or have a business relationship with, the person or entity that has sold or will be selling the existing facility for use as the new office building.



Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED NOV 28 2018

cc: Parties of Record

Case No. 2018-00371

*Rattlesnake Ridge Water District
3563 State Highway 1661
P. O. Box 475
Grayson, KY 41143-0475

*Honorable W. Randall Jones
Attorney at Law
Rubin & Hays
Kentucky Home Trust Building
450 South Third Street
Louisville, KENTUCKY 40202