

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF PEAKS MILL	)	CASE NO.
WATER DISTRICT FOR A RATE ADJUSTMENT	)	2023-00401
PURSUANT 807 KAR 5:076	)	

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION  
TO PEAKS MILL WATER DISTRICT

Peaks Mill Water District (Peaks Mill District), pursuant to 807 KAR 5:001, shall file with the Commission an electronic version of the following information. The information requested is due on February 27, 2024. The Commission directs Peaks Mill District to the Commission's July 22, 2021 Order in Case No. 2020-00085<sup>1</sup> 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 question to which the response is made and 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

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<sup>1</sup> 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).

response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Peaks Mill District shall make timely amendment to any prior response if Peaks Mill District obtains information that indicates the response was incorrect or incomplete when made or, though correct or complete when made, is now incorrect or incomplete in any material respect.

For any request to which Peaks Mill District fails or refuses to furnish all or part of the requested information, Peaks Mill 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 and scanned 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, Peaks Mill 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 2022 general ledger and the Application, Schedule of Adjusted Operations (SAO), Miscellaneous Income. Provide exclusions from the general ledger to reconcile to the SAO amounts listed as shown below.

Description	General Ledger	SAO	Difference
Sales:Residential Water Sales	(664,720.13)		
Sales:Commercial Water Sales	(51,004.34)		
	<u>(715,724.47)</u>	717,547.00	1,822.53
Government Grants:Grant - Revenue MOA	(25,576.32)		
Miscellaneous Income	(2,800.00)		
New Meter	(18,785.00)		
Sales:Late Fee	(12,873.21)		
Sales:Reconnect Fees	(2,800.00)		
Sales:Returned Check	(1,823.21)		
Sewer Billing Revenue	(700.00)		
	<u>(65,357.74)</u>	38,690.00	(26,667.74)
Interest Income (Rev Requirements)	(1,995.34)	1,581.00	(414.34)

2. Provide the amount billed to Elkhorn Water District for 2022 management fees and the general ledger account where it is classified.

3. Refer to the Application, SAO, Reference M, Broadband Revenue, \$1,200. Provide the amount included in the test year and the general ledger account where it is classified.

4. Refer to the Response to Commission Staff's First Request for Information (Staff's First Request), Item 1f\_Jobs\_and\_Pay. Confirm that 2023 hours worked are representative of ongoing activities or provide anticipated pro forma hours by employee. Specifically explain Peaks Mill District's decrease in total hours worked from 2022 to 2023, from 3,778.65 to 3,150.25, respectively.

5. Refer to the Response to Staff's First Request, Item 1.i. The Commission requested a list describing all employee benefits, other than salaries and wages, to which Peaks Mill District's response was that commissioners receive no additional benefits. The response provided does not answer the question requesting information about employee benefits, rather it only refers to commissioners.

6. Refer to the Response to Staff's First Request, Item 1.a., general ledgers for 2022 and 2023. Provide a copy of the invoice for each Kentucky-American Water Company purchase that was charged to Water Purchases for the items listed in the table below. Show calculation amounts for each component charge (i.e., rider, Kentucky River Authority withdrawal fee, fixed components) if they are not evident from the invoice.

Date	Num	Memo	Credit
01/25/2022	2540	1012-2200342244816; 12/02/21 - 01/03/22; 3,907,600 gallons	\$ 18,252.03
11/27/2023	3234	32244816; 10/11/23 - 11/13/23 2,169,700 gallons	\$ 10,768.43
12/04/2023		9446813; 10/11/23 - 11/13/23 40,800 gallons	\$ 327.23
12/08/2023		9446813; 10/11/23 - 11/13/23 30,200 gallons	\$ 275.89
12/28/2023	3268	220032244816; 11/14/23 - 12/11/23; 2,100,200 gallons	\$ 10,431.26

7. Refer to the Response to Staff's First Request, Item 7b\_Response.

a. State whether each contract is fixed cost. If variable elements exist for a contract, provide documentation for the variable component.

b. Describe the procurement process for each contractor.

8. Refer to 2022 general ledger. Also refer to Application, Adjustment F for -\$18,785 and Adjustment S for -\$8,400. The general ledger reflects \$18,785 in New Meter Revenue. State whether Adjustment S for -\$8,400 was double-counted by inclusion in Adjustment F and Adjustment S and therefore should be removed.

9. Refer to the Application, SAO, Reference T which reduces materials expense by \$8,000 for a buildup of inventory during the test year. Provide supporting calculations for the adjustment.

10. Refer to the Application, Attachment 2, Reasons for Application.

- a. Describe Peaks Mill District's efforts to reduce water loss during the past five years.
- b. Describe how Peaks Mill District anticipates using the proposed water loss surcharge of \$3.59 per customer per month.



*For*

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Executive Director  
Public Service Commission  
P.O. Box 615  
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DATED FEB 08 2024

cc: Parties of Record

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