COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF MOUNTAIN WATER DISTRICT)
TO INCREASE AND ESTABLISH CERTAIN) CASE NO. 2008-00508
NONRECURRING CHARGES)

COMMISSION STAFF'S FIRST SET OF INFORMATION REQUESTS TO MOUNTAIN WATER DISTRICT

Mountain Water District ("Mountain District"), pursuant to 807 KAR 5:001, shall file with the Commission the original and eight copies of the information requested herein, with a copy to all parties of record, on or before March 27, 2009. Responses to requests for information shall be appropriately bound, tabbed, and indexed. 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.

Mountain 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

Mountain 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 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.

- 1. State when Mountain District constructed its pressurized sewer system. If the sewer system was constructed in phases, describe each phase and state the date of construction of each phase.
- 2. State the number of customers the Mountain District's pressurized sewer system currently serves.
- 3. State whether customers presently served through Mountain District's pressurized sewer system were assessed a tap-on fee when they originally connected. If yes, state the amount of this fee.
- 4. Describe how Mountain District determined the cost of a residential grinder station. Provide all invoices and cost estimates that Mountain District obtained in its efforts to determine the cost.
- 5. Provide the specifications for the service lateral that will connect a structure to the pressure main. Describe how Mountain District determined the cost of the service lateral.

6. State whether Mountain District currently owns a backhoe. If yes, explain why such equipment could not be used for sewer connections.

7. a. For each of the three positions identified in "Pressure Sewer Connection Fee Residential," state whether a utility employee will perform the duties of that position.

b. If a utility employee performs the work, explain why a "40 percent fringe rate" should be included in the connection fee.

Jeff R. Derouen Executive Director

Public Service Commission

P.O. Box 615

Frankfort, KY 40602

DATED: MARCH 13, 2009

cc: Parties of Record

Toni Akers Chairperson Mountain Water District 6332 Zebulon Highway P.O. Box 3157 Pikeville, KY 41502-3157

Honorable David Edward Spenard Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KY 40601-8204