

**Goss  
Samford**

ATTORNEYS AT LAW | PLLC

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(859) 368-7740

September 4, 2018

**RECEIVED**

SEP 07 2018

PUBLIC SERVICE  
COMMISSION

**VIA U.S. MAIL**

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

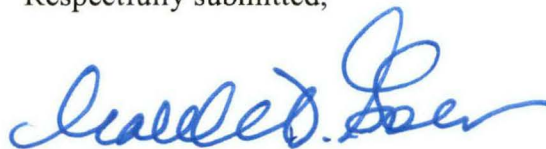
Re: IN THE MATTER OF: AN INVESTIGATION INTO THE FEASIBILITY OF  
PROPOSED MERGER OF CAWOOD WATER DISTRICT AND BLACK MOUNTAIN  
UTILITY DISTRICT PURSUANT TO KRS 74.361 - Case No. 2018-00068

Executive Director Pinson:

Please find enclosed and accept for filing in the above-styled matter an original and six (6) copies of Cawood Water District's Response to Commission Staff's Fifth Request for Information propounded August 23, 2018.

I appreciate your assistance with this matter, and please do not hesitate to contact me with any questions or concerns.

Respectfully submitted,



Mark David Goss

Enclosures

**CERTIFICATE OF SERVICE**

Pursuant to 807 KAR 5:001 Section 6, the undersigned certifies that, consistent with 807 KAR 5:001 Section 4(8), true and accurate copies of this letter and its enclosure have been placed into the custody and care of the United States Postal Service on September 4, 2018, for service upon the following:

Black Mountain Utility District  
609 Four Mile Road  
Baxter, KY 40806-8437

Charles H. Guyn  
Guyn Accounting Services  
Suite 306 Hendrickson Building  
P.O. Box 1566  
Harlan, Kentucky 40831



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Mark David Goss  
*Counsel for Cawood Water District*

**RECEIVED**

**SEP 07 2018**

**PUBLIC SERVICE  
COMMISSION**

**COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION**

**IN THE MATTER OF:**

**AN INVESTIGATION INTO THE FEASIBILITY )  
OF PROPOSED MERGER OF CAWOOD WATER ) CASE NO. 2018-00068  
DISTRICT AND BLACK MOUNTAIN UTILITY )  
DISTRICT PURSUANT TO KRS 74.361 )**

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**CAWOOD WATER DISTRICT'S RESPONSE TO  
COMMISSION STAFF'S FIFTH REQUEST FOR INFORMATION**

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**Cawood Water District  
Case No. 2018-00068  
Commission Staff's Fifth Request for Information**

1. Provide a copy of the Cawood District Board of Commissioners' meeting minutes for June and July 2018.

**Response:**

The meeting minutes for June 2018 are provided at page 2 through page 5 of this response, and the meeting minutes for July 2018 are provided at page 6 through page 8 of this response.

## June 2018 Board Meeting – Cawood Water District 6/12/2018

### Members Present:

Howard Farmer

Mike Thomas

Harold Sellers

Tim Rice

Tim Engle

### Motion to open:

Mike Thomas 1<sup>st</sup>

Tim Engle 2<sup>nd</sup>

All Yes

### Minutes Approval:

Howard Farmer 1<sup>st</sup>

Mike Thomas 2<sup>nd</sup>

All Yes

### Invoices Approval:

Tim Engle 1<sup>st</sup>

Tim Rice 2<sup>nd</sup>

All Yes

Project Updates:

Ken Taylor Present – No new updates

Old Business:

PSC proposed merger-

- Tim Rice asked about the 2 questions of stipend and other state utilities that pay a stipend and the raise given to employees to replace stipend, and who will answer these 2 questions.
- Tim Engle made the motion for Tim Rice to call Mark David Goss and enquire about these 2 questions.
- Mike Thomas 2<sup>nd</sup>
- All Yes

Test Holes-

-Ronnie Williams showed the board pictures and notes of the 3 test holes that were dug.

- Tim Rice made motion to email pictures to David Fuson, State Highway Engineer in Manchester, KY.

- Mike Thomas 2<sup>nd</sup>
- All Yes

## Reportable Purchases –

None

## Operator's Report –

- Water Loss – Cawood – 16.3%
- Pathfork – 10.7%
- Dalton Baker has been moved from Part Time to Full Time and will be raised from minimum wage to \$8.00/hour.
- Tim Engle 1<sup>st</sup>
- Mike Thomas 2<sup>nd</sup>
- All yes

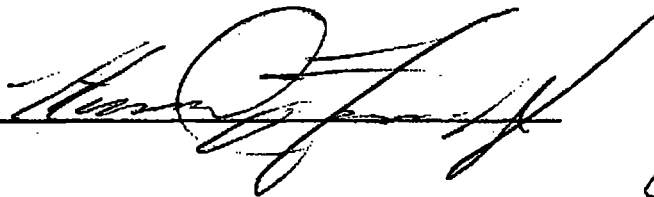
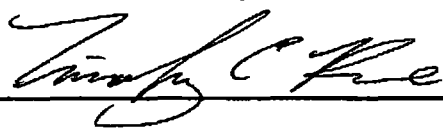
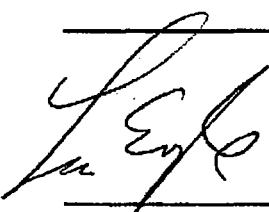

## New Business –

- Asbury Hollow water line extension
  - o County needs a cost estimate
  - o Ken Taylor will do when needed
  - o Ronnie Williams will speak with County to see if all residents (10) have been contacted and if all families are interested in the water connection
- Question was raised about Tammy Goodin's (clerk) check that has a \$38.00 Miscellaneous payment on it

- Harold Sellers questioned the checks for Richard Scruggs of \$7,200.00 and \$4,750.00 for Darrell Callebs for 50% of services

Motion to Adjourn:

- Harold Sellers 1<sup>st</sup>
- Howard Farmer 2<sup>nd</sup>
- All Yes

  
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## **July 2018, Board Meeting, Cawood Water District**

### **Members Present:**

**Howard Farmer**

**Harold Sellers**

**Tim Engle**

**Tim Rice**

**Mike Thomas – not present – on vacation**

### **Motion to open:**

**Tim Rice 1<sup>st</sup>**

**Tim Engle 2<sup>nd</sup>**

### **New projects:**

**Asbury Hollow water line extension – tabled until further investigation**

### **New Trucks:**

**All in favor to buy new trucks under the fleet program instead of used trucks.**

**Members want to check into bid process and delivery date:**

**Tim Rice will email M.D. Goss (attorney) to clear up process before proceeding.**

**Minutes and Invoices:**

**Harold Sellers 1<sup>st</sup>**

**Tim Rice 2<sup>nd</sup>**

**All yes**

**Water loss:**

**Cawood – 16.3%**

**Pathfork – 12.9%**

**Tanks to be cleaned:**

**Discussion on pricing, order of work to be done, and length of time to complete said work**

**New Business:**

**No new business**

**Lana Pace:**

Motion was made by Tim Rice, Howard Farmer 2<sup>nd</sup>, all in favor of:

Requesting a letter of resignation from Lana Pace (financial officer) to be presented to the Cawood Water District Board by August 2018 board meeting, (8/14/18). The resignation will take effect no later than 12/31/2018, but during the time from 8/14/2018 - 12/31/2018, L. Pace will work with and aid in the transition of new hire (to be determined by CWD board).

The period of 8/14/2018 – 12/31/2018 will also include L. Pace relinquishing any and all Cawood Water District property including but not limited to: financial records, ledgers, checking account material, any hardware/software.

**Richard Scruggs:**

Motion was made by Howard Farmer, Harold Sellers 2<sup>nd</sup>, to have Mr. Scruggs present at August 2018 board meeting (8/14/2018) to discuss Mr. Scruggs' future involvement with CWD. All in favor. Harold Sellers to contact Mr. Scruggs.

Motion to adjourn:

Tim Rice 1<sup>st</sup>

Tim Engle 2<sup>nd</sup>

All in favor

