### COMMONWEALTH OF KENTUCKY

### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

# APPLICATION OF GRAVES COUNTY WATER)DISTRICT FOR AN ALTERNATIVE RATE)ADJUSTMENT)

### NOTICE OF FILING

Notice is given to all parties that the following materials have been filed into the

record of this proceeding:

- The digital video recording of the evidentiary hearing conducted on August 6, 2019 in this proceeding;

- Certification of the accuracy and correctness of the digital video recording;

- All exhibits introduced at the evidentiary hearing conducted on August 6, 2019 in this proceeding;

- A written log listing, *inter alia*, the date and time of where each witness' testimony begins and ends on the digital video recording of the evidentiary hearing conducted on August 6, 2019.

A copy of this Notice, the certification of the digital video record, hearing log, and

exhibits have been served upon all persons listed at the end of this Notice. Parties desiring to view the digital video recording of the hearing may do so at <a href="https://youtu.be/ZxvAEt5aiU4">https://youtu.be/ZxvAEt5aiU4</a>.

Parties wishing an annotated digital video recording may submit a written request by electronic mail to <u>pscfilings@ky.gov</u>. A minimal fee will be assessed for a copy of this recording. Done at Frankfort, Kentucky, this 26<sup>th</sup> day of August 2019.

Shwen R. Punson

Gwen R. Pinson Executive Director Public Service Commission of Kentucky

S. Boyd Neely, Jr. Neely, Brien, Wilson, & Toombs, PLLC 238 North 7th Street P.O. Box 708 Mayfield, KENTUCKY 42066 Gerald E Wuetcher Attorney at Law STOLL KEENON OGDEN PLLC 300 West Vine Street Suite 2100 Lexington, KENTUCKY 40507-1801

Graves County Water District P. O. Box 329 301 East Broadway Mayfield, KY 42066

Kevin Leonard Water & Wastewater Manager Mayfield Electric & Water Systems 301 East Broadway P.O. Box 347 Mayfield, KENTUCKY 42066

#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GRAVES COUNTY WATER CASE NO. DISTRICT FOR AN ALTERNATIVE RATE 2018-00429 ) ADJUSTMENT )

#### CERTIFICATION

I, KaBrenda L. Warfield, hereby certify that:

1. The attached DVD contains a digital recording of the Formal Hearing conducted in the above-styled proceeding on August 06, 2019. Hearing Log, Exhibit List, Exhibits, and Witness List are included with the recording on August 06, 2019.

2. I am responsible for the preparation of the digital recording;

3. The digital recording accurately and correctly depicts the Formal Hearing of

August 06, 2019.

The Hearing Log attached to this Certificate accurately and correctly states 4. the events that occurred at the Formal Hearing of August 06, 2019 and the time at which each occurred.

Signed this 23<sup>rd</sup> day of August, 2019.

Jarfield KaBrenda L. Warfield, CKP

Paralegal Consultant

Jacqueline Hartzell, Notary State at Large Commission Expires: July 25, 2022 ID#: 605476



Session Report - Detail

JUSTICE STOLUTIONS

2018-00429 06AUG2019

## Graves County Water District (Graves District)

Date:	Туре:	Location:	Department:
8/6/2019	Public Hearing\Public Comments	Hearing Room 1	Hearing Room 1 (HR 1)
Witness: Kevin			
	Cicero; Talina Mathews; Michael So	chmitt	
Clerk: Candace	Sacre		
Event Time	Log Event		
12:34:39 PM	Session Started		
12:34:41 PM	Session Paused		
1:10:44 PM	Session Resumed		
1:10:45 PM	Chairman Schmitt		
	Note: Warfield, KaBrenda	Commission. My name is I	. This is the Kentucky Public Service Michael Schmitt. I am Chairman of the y right is Vice Chairman Robert Cicero ner Talina Mathews.
1:11:01 PM	Chairman Schmitt		
	Note: Warfield, KaBrenda		purpose of holding a hearing in Case No. on of Graves County Water District for an ont.
1:11:16 PM	Chairman Schmitt	-	
	Note: Warfield, KaBrenda	The hearing today is limite District's water loss detecti	d to the specifics of Graves County Water on plan.
1:11:25 PM	Chairman Schmitt		
	Note: Sacre, Candace		with the speaker system? Apparently, we let's go off the record for a moment.
1:11:40 PM	Session Paused		
1:12:27 PM	Chairman Schmitt		
	Note: Warfield, KaBrenda	We are now back on the re been solved.	ecord, but the problem apparently has not
1:12:27 PM	Session Resumed		
1:12:34 PM	Chairman Schmitt		
	Note: Warfield, KaBrenda	Do we have somebody, a t here who is working on thi	echnician or somebody, present back s?
1:12:53 PM	Chairman Schmitt		
	Note: Warfield, KaBrenda	There has been no interver counsel for Graves County	ng is the Graves County Water District. Intion in the case, so, at this time, would Water District please identify himself for witnesses and others who are with him
1:13:12 PM	Atty Weutcher Graves District		
	Note: Warfield, KaBrenda	Gerald Weutcher, with the	n behalf of Graves County Water District, law firm of Stoll Keenon Ogden. The Street, Suite 2100, Lexington, Kentucky
1:13:30 PM	Atty Weutcher Graves District		
	Note: Warfield, KaBrenda	members of the Board of C Water District, its Chairman	first, present are all but one of the Commissioners of the Graves County n Joey Morrow, its Vice Chairman Sam Sears, Steve Mason, Mickey Grooms, and

1:13:55 PM	Atty Weutcher Graves District	
	Note: Warfield, KaBrenda	I also have Eric Blake of the Prime Group who prepared the initial application for Graves County, and seated next to me is Mr. Kevin Leonard, who is the Manager of Water and Sewer Operations for Mayfield Electric and Water System.
1:14:15 PM	Atty Weutcher Graves District	
	Note: Warfield, KaBrenda	Mr. Leonard is scheduled to testify, and Mr. Blake and Mr. Morrow are available for questions should the Commission have any regarding either the preparation of the Application or any issues regarding the Board's policies.
1:14:30 PM	Chairman Schmitt	
1:14:36 PM	Note: Warfield, KaBrenda Asst GC Nancy Vinsel PSC	Okay. Thank you, and for Staff?
	Note: Warfield, KaBrenda	Nancy Vinsel and Lauren Coltrane and Tina Frederick for Commission Staff.
1:14:42 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	I will say that, after the Staff Report was issued, we learned that Mr. Leonard had spoken with a member of our staff and had agreed to come and make a presentation. (Click on link for continuation of remarks.)
1:15:22 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	Also, Mr. Weutcher, the Commission notes for the record that, earlier this week or late last week, a Motion was filed on behalf of the Water District asking that an expedited Order be entered for the main body of the rate increase and, basically, then reserving the remainder of the surcharge issue for a later date.
1:15:54 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	And the Commissioners have met and ruled in favor of the District on that matter, and, as I understand it, an Order granting the general rate increase should be issued sometime probably this week or early next week, at the latest.
1:16:11 PM	Asst GC Vinsel PSC	
	Note: Sacre, Candace	This week.
1:16:13 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	Thank you. I know there was an issue about notification, Mr. Weutcher, and prior to going on the record, you indicated that you had something to suggest in that regard, and if you would at this time tell us, we'd appreciate it.
1:16:28 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	Yes, Your Honor, the District did fail to publish notice pursuant to 807 KAR 5:076, and it would move to ask for deviation to that regulation. (Click on link for continuation of comments.)
1:18:11 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	Thank you. Ms. Vinsel, does that accurately state also Staff Counsel's position?
1:18:18 PM	Asst GC Vinsel PSC	
	Note: Sacre, Candace	Yes, it is accurately stated.
1:18:21 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	The Motion then will be sustained. Will a subsequent Order contain the substance of Mr. Weutcher's statement as to what we've done?
1:18:32 PM	Asst GC Vinsel PSC	
1:18:33 PM	Note: Sacre, Candace Chairman Schmitt	Yes, it will.
1.10100 111	Note: Warfield, KaBrenda	Alright. Thank you. If there's nothing further and obviously no public comment available at this time, are we ready to proceed?

1:18:41 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	Yes, Your Honor.
1:18:43 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	Mr. Weutcher, please call your first witness.
1:18:48 PM	Atty Weutcher Graves District	
	Note: Warfield, KaBrenda	Your Honor, while Mr. Leonard is getting to the witness stand, since the primary purpose of his testimony is for him to go ahead and make his presentation to the Commission, I would propose the following. (Click on link for continuation of remarks.)
1:19:45 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	I think that would be satisfactory, but you'll have an opportunity at the end or, as you may want to interject yourself, please feel free to do that.
1:19:56 PM	Chairman Schmitt	
	Note: Sacre, Candace	Witness is sworn.
1:20:05 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	Please be seated. Counsel?
1:20:07 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	Thank you, Your Honor.
1:20:08 PM	Atty Weutcher Graves District - w	vitness Leonard
	Note: Sacre, Candace	Direct Examination. Good afternoon, Mr. Leonard. Would you please state your name and business address?
1:20:12 PM	Witness Leonard	
	Note: Sacre, Candace	My name is Kevin Leonard. Our business address is 301 East Broadway, Mayfield, Kentucky.
1:20:18 PM	Atty Weutcher Graves District - w	
	Note: Sacre, Candace	And who is your employer?
1:20:19 PM	Witness Leonard	
	Note: Sacre, Candace	Mayfield Electric and Water System.
1:20:21 PM	Atty Weutcher Graves District - w	
	Note: Sacre, Candace	Okay, and how long have you been a employee of Mayfield Electric?
1:20:24 PM	Witness Leonard	
	Note: Sacre, Candace	Approximately 20 years.
1:20:26 PM	Atty Weutcher Graves District - w	
	Note: Sacre, Candace	And what's your current position with Mayfield Electric and Water?
1:20:29 PM	Witness Leonard	
	Note: Sacre, Candace	Water and Waste Water Operations Manager.
1:20:33 PM	Atty Weutcher Graves District - v	
1 20 25 514	Note: Sacre, Candace	And how long have you held that position?
1:20:35 PM	Witness Leonard	
1.20.27 DM	Note: Sacre, Candace	Approximately 18 years.
1:20:37 PM	Atty Weutcher Graves District - w	
	Note: Sacre, Candace	Can you describe for us what your duties are as the Manager of Water and Waste Water Operations?
1:20:43 PM	Witness Leonard	
	Note: Sacre, Candace	Oversee daily operations, water- and waste water-wise. (Click on
	,	link for further description of duties.)
1:22:04 PM	Atty Weutcher Graves District - w	
	Note: Sacre, Candace	Now, the Mayfield Electric and Water System, who owns that?
1:22:11 PM	Witness Leonard	
	Note: Sacre, Candace	The Mayfield Electric Plant Board is our board. We are autonomous
		of the City of Mayfield.
1:22:16 PM	Atty Weutcher Graves District - w	vitness Leonard
	Note: Sacre, Candace	Can you briefly describe the relationship between the Mayfield Electric and Water Systems and Graves County Water District?

1:22:24 PM	Witness Leonard	
	Note: Sacre, Candace	We have a total management contract with the Graves County Water District, and that contract is undated with them periodicially. I think it's every four years, I think is correct. I can give you a timeline on how this originated, if that would be helpful.
1:22:50 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	It probably would.
1:22:53 PM	Witness Leonard	
	Note: Warfield, KaBrenda	In 1995, Mayfield Electric and Water started selling water to the Consumer Water District, which is a water district that is in the south part of Graves County. (Click on link for continuation of explanation.)
1:27:30 PM	Chairman Schmitt - witness Leon	hard
	Note: Warfield, KaBrenda	Examination. May I ask you a question?
1:27:33 PM	Chairman Schmitt - witness Leon	hard
	Note: Warfield, KaBrenda	The Graves County Water District as it presently exists serves residents of Graves and Carlisle County, is that correct?
1:27:44 PM	Chairman Schmitt - witness Leon	hard
	Note: Warfield, KaBrenda	So is the Board made up entirely of citizens of Graves County, or are there residents of other counties, Carlisle County, for instance, on the Board?
1:28:15 PM	Chairman Schmitt - witness Leon	hard
	Note: Warfield, KaBrenda	So that's the only area outside of Graves County?
1:28:53 PM	Vice Chairman Cicero - witness L	eonard
	Note: Warfield, KaBrenda	Examination. So may I ask a question as well? So it doesn't include the Graves Commissioners, or it doesn't include members from two different counties?
1:28:53 PM	Chairman Schmitt	
	Note: Sacre, Candace	Okay. Thank you.
1:29:03 PM	Vice Chairman Cicero - witness L	eonard
	Note: Warfield, KaBrenda	But when you consolidated all these different water districts together, did it become a makeup of commissioners from each of the areas, or was it a core group of commissioners that ended up assuming the responsibility for all of those districts after consolidation?
1:29:25 PM	Atty Weuchter Graves District	
	Note: Sacre, Candace	To the best of my recollection, Mr. Cicero, I think what happened was there was merger agreement between all of the districts, and they specified that all the commissioners would stay on board for one year. (Click on link for continuation of Atty Weutcher's response.)
1:29:59 PM	Vice Chairman Cicero - witness L	eonard
	Note: Warfield, KaBrenda	And no one was concerned that someone might not be looking out for their interests? (Clink on link for continuation of Vice Chairman Cicero's question.)
1:30:50 PM	Vice Chairman Cicero - witness L	
	Note: Warfield, KaBrenda	So when the consolidation took place, did any of the districts have employees that had to be let go, or were they absorbed into the management company, or how did that work?
1:31:41 PM	Vice Chairman Cicero - witness L	
	Note: Warfield, KaBrenda	So there was no one that had an issue as far as not being employed and the management group taking over the operation?

1:31:55 PM	Vice Chairman Cicero - witness L	eonard
	Note: Warfield, KaBrenda	So one last question, and I know you really can't answer the question because it's wide open. But hearing the last example you used as Hickory, Milburn is exactly the same way. They have part-time people operating the system. It's connected to Fancy Farm, which is a direct inter-connection to Graves County, and, yet, it still stands alone on its own. And I'm just curious why there's not been a consolidation of that arm into the system?
1:33:43 PM	Vice Chairman Cicero - witness L Note: Warfield, KaBrenda	eonard So if someone from Milburn approached Graves County or Mayfield to manage the system, you would be open to it?
1:34:08 PM	Vice Chairman Cicero - witness L Note: Warfield, KaBrenda	
1:34:11 PM	Chairman Schmitt Note: Warfield, KaBrenda	Proceed please.
1:34:19 PM	Atty Weutcher Graves District - v Note: Sacre, Candace	•
1:34:27 PM	Atty Weutcher Graves District - v	•
1.54.27 FM	Note: Sacre, Candace	And you do all the billings and collections?
1:34:29 PM	Atty Weutcher Graves District - v	,
115 1125 111	Note: Sacre, Candace	You do all the accounting?
1:34:31 PM	Atty Weutcher Graves District - v Note: Sacre, Candace	-
1:34:33 PM	Atty Weutcher Graves District - v	
1.55 FM	Note: Sacre, Candace	If there's any reports that the District has to submit to the state or to the feds?
1:34:41 PM	Atty Weutcher Graves District - V	
1:34:45 PM	Note: Sacre, Candace Atty Weutcher Graves District - v	Okay, and you handle all customer complaints?
1.11 CF.FC	Note: Sacre, Candace	Okay, and I take it, according to your contract, if the district requests, Mayfield will assist in procurring professional services for the district?
1:35:00 PM	Atty Weutcher Graves District - v	
	Note: Sacre, Candace	Can you very briefly tell us how Mayfield is compensated for this?
1:36:42 PM	Atty Weutcher Graves District - v	
	Note: Sacre, Candace	Okay, so it would be correct then to say you bill for actual labor?
1:36:48 PM	Atty Weutcher Graves District - v	
	Note: Sacre, Candace	You bill for actual mileage?
1:36:51 PM	Atty Weutcher Graves District - v Note: Sacre, Candace	vitness Leonard You bill, I guess, a fee for the use of any equipment that the District
1:37:01 PM	Atty Weutcher Graves District - v	- witness Leonard
1137101111	Note: Sacre, Candace	And those rates are specified in the contract that Mayfield has to operate the system?
1:37:10 PM	Atty Weutcher Graves District - v	
	Note: Sacre, Candace	And is it correct that there's also, basically, a monthly customer charge that the District pays for each customer that is served through Mayfield?
1:37:23 PM	Atty Weutcher Graves District - v	
	Note: Sacre, Candace	Now, with that background, I want to go ahead and go to the issue of unaccounted-for water or water loss. Do you know what the unaccounted-for water loss was for Graves District for the test period 2017? If I told you it was around 25 percent, would that -

1:37:48 PM	Atty Weutcher Graves District - w	itness Leonard
	Note: Sacre, Candace	And do you know what the unaccounted-for water loss was for Graves District for the past calendar year 2018?
1:38:06 PM	Atty Weutcher Graves District - w	itness Leonard
	Note: Sacre, Candace	Well, no. I'm just trying to put this in context. In the annual report the Graves District filed, it was reported about a 31 percent line loss for that total system. Does that sound correct?
1:38:19 PM	Atty Weutcher Graves District - w	itness Leonard
	Note: Sacre, Candace	Can you briefly describe for us the reasons for that level of unaccounted-for water?
1:42:06 PM	Atty Weutcher Graves District - w	
	Note: Warfield, KaBrenda	I had some more questions, but I think at this point would be a good stopping point to go ahead and ask you if you would go ahead and give your presentation regarding the District's program for leak detection.
1:42:25 PM	Via Presentation Activated	
1:42:27 PM	Atty Weutcher Graves District - w	itness Leonard
	Note: Warfield, KaBrenda	While you're trying to get that up, we left with each Commissioner a copy of the Power Point presentation and also provided a copy to Commission Staff.
1:43:23 PM	Chairman Schmitt	
	Note: Warfield, KaBrenda	While we are working on the screen, Mr. Weutcher, is Graves County the only water district or customer that Mayfield manages?
1:43:36 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	That's my understanding, yes, Your Honor.
1:44:00 PM	POWER POINT PRESENTATION	
	Note: Warfield, KaBrenda	WITNESS KEVIN LEONARD
1:44:05 PM	Camera Lock PTZ Activated	
1:44:06 PM	Witness Leonard	
	Note: Sacre, Candace	Again, about 2012 or 2013, we started looking at ways to prevent water loss besides just fixing leaks that appeared, that were called in, or things we saw, you know, leaking and started looking at different equipment and have tried a lot of different things. We've had a listening device, you know, we've had firms come in and do leak detection for us over the years, and never really saw a tremendous impact.
1:44:43 PM	Witness Leonard	
	Note: Sacre, Candace	And so what we decided to do is look at what we could do for impact not just for Mayfield but for Graves County, so the map that you see there is the system and the number of customers. (Click on link for continuing presentation.)
1:45:50 PM	Witness Leonard	
	Note: Warfield, KaBrenda	Does anybody have any questions as far as that map goes? You can see Sedalia, the consumer water district, South Graves, Hardeman, Fancy Farm, Hickory. Does anybody have any questions regarding that before I move on?
1:46:06 PM	Vice Chairman Cicero - witness Le Note: Sacre, Candace	eonard What's the greatest distance from the center to the furthest point?
1:46:34 PM	Commissioner Mathews - witness	•
	Note: Sacre, Candace	While you do that, I have a question. On our map that we got from the Water Resource Information System, it appears that the Fancy Farm system actually extends some distance into Carlisle County on the Milburn system, and that the, I guess, point of sale is some distance into Carslie. Is it really on the Carlisle line?
1:47:09 PM	Commissioner Mathews - witness	
	Note: Sacre, Candace	From your map, it looks to be in a different spot.

1:47:19 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	It looks like you're actually right. It's the same on this map as it is
		on this map. It goes across thte county line into -
1:47:26 PM	Commissioner Mathews	
	Note: Sacre, Candace	Okay, okay. The color's got me confused.
1:47:36 PM	Chairman Schmitt	
	Note: Sacre, Candace	I take it there isn't a water district in Carlisle County that basically provides service anywhere in the vicinity of Milburn or this area. That's a guess. I don't know.
1:49:02 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	It looks like it's pretty close. If you go the the furtherest reaches of the Hickory or maybe of the South Graves, it almost looks to be similar to Milburn.
1:49:19 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	And I'm not concentrated on Milburn, I'm just trying to get an idea because -
1:49:53 PM	Chairman Schmitt	
	Note: Sacre, Candace	Well, they were very complimentary of you, Mayfield, and Graves County. It's a small system anyway. They only have 136 customers.
1:50:23 PM	Witness Leonard	
	Note: Sacre, Candace	All right. The next page, No. 3, there (Steps to Leak Detection Program), kind of gives us an overview of what we're going to do here and what I'm going to try to cover to the best of my ability. (Click on link for continuing presentation.)
1:52:00 PM	Witness Leonard	
	Note: Sacre, Candace	And if you look at the next page, Virtual Locations Per District, can be run daily, weekly, monthly, yearly. This is something I really wanted to be able to show you guys. (Click on link for continuing presentation.)
1:54:12 PM	Witness Leonard	
	Note: Sacre, Candace	And we go to each meter individually (Determine Area for DMA) and verify the connection, see where it goes. If it's turned off, make sure it's locked off, and make sure it's not leaking. If it's a vancant account, for whatever reason it's not measuring water. In the process of this, we will put out our listening devices, and I'll come back to that in a minute. (Click on link for continuing presentation.)
1:55:40 PM	Witness Leonard	
	Note: Sacre, Candace	On this original DMA we did, (35 Possible DMA Sites) there were 35 possible sites. The cost was approximately \$5,000 to \$6,000 for meter installation and the programming, time going out there, pulling that information. (Click on link for continuing presentation.)
1:57:18 PM	Chairman Schmitt	
	Note: Sacre, Candace	Examination. Well, then what? Would you then develop or have you developed to date a program or a plan to replace all of this 1960 area infrastructure that ultimately is failing, right, all the time?
1:57:28 PM	Camera Lock Deactivated	
1:58:53 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	Examination. But \$175,000 isn't the cost?
1:59:15 PM	Vice Chairman Cicero - witness Note: Sacre, Candace	Leonard But you said the meter cost for your was \$5200 and some dollars?
1:59:33 PM	Vice Chairman Cicero - witness	
	Note: Sacre, Candace	So is \$5300 the average size meter?
1:59:38 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	So there would be lower cost ones than \$5295?

2:00:31 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	You indicate that there's labor on top of that, there's equipment costs, and there's other costs that are going to be associated with this meter installation, so I'm just trying to get an idea.
2:00:52 PM	Vice Chairman Cicero - witness	
2.00.32 FM	Note: Sacre, Candace	So I used \$7500 before you said \$8,000. That's like \$263,000. So I
	Note: Sacre, Candace	mean, we dont' have a good feel here for the numbers yet.
2:01:07 PM	Vice Chairman Cicero - witness	
2.01.07 FM	Note: Sacre, Candace	I guess we're looking at the philosophy of leak detection right now
	Note: Sacre, candace	rather than the cost of the program because the numbers presented don't really represent what you believe, is that correct?
2:02:29 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	It seems pretty detailed.
2:02:38 PM	Vice Chairman Cicero - witness	
	Note: Sacre, Candace	So, if we look at just this program that you're showing here for the DMA sites, does this cost that you're reflecting here also include the cost - you already have the equipment, the leak detection equpment. Are there ancillary costs besides the installation of these meters?
2:04:05 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	So here's where the line of questioning is coming from. When you submitted the Application for a Rate Increase, \$136,000 or \$139,000 was included for a leak detection program. Is that about right?
2:04:56 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	That was my next question.
2:05:01 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	So the presentation that you're making is, in addition to the \$136,000 or \$139,000, is to install 35 DMA sites and the total leak detection program because, if I understand correctly, in order for it to be an efficient leak detection program, you need to install these meters so you can really localize where the leaks are. Is that a fair assessment?
2:05:31 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	So, if I use the \$262,000 and, let's say, \$139,000, that's basically \$400,000. Does that sound about right?
2:05:42 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	So that's the number we're really talking about for a leak detection program, just so I have ballpark of where we are as you go through this?
2:07:01 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	Well, I'm not talking about infrastructure replacement. I'm just talking about your leak detection proposal, which, from what I can understand, plus or minus five or ten percent, is around \$400,000. Is that a fair statement?
2:07:27 PM	Camera Lock PTZ Activated	
2:07:28 PM	Witness Leonard	
	Note: Sacre, Candace	If we move on to the next slide, that would be the installation of a master meter (DMA Master Meter). It doesn't have the head on it yet or anything, but that's the installation of the six-inch master meter which I said that's a six-inch there.
2:08:38 PM	Witness Leonard	
	Note: Sacre, Candace	The next one is a screen shot showing the consumption intervals along with the hourly intervals. If you look at that, you can see two, three, four a.m the usage goes down substantially. (Click on link for continuing presentation.)

2:09:19 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	Examination. When it shows a negative consumption number, what does that mean?
2:09:42 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	I mean, it looks like in a couple of cases the high for the day is next to the low for the day, and if you took the two of them, you probably would have a more representative number.
2:10:30 PM	Vice Chairman Cicero - witness	
	Note: Sacre, Candace	I mean, there's back-flow prevention, isn't there?
2:10:40 PM	Witness Leonard	
	Note: Sacre, Candace	The next page (Deploy Leak Loggers), these are what we deploy on the meters. Now, these have been around for a while, but what we have found is that when we were looking at this and looking at the different kinds of equipment, a lot of people put these on valves and hydrants and try to hear for noise, and they work okay for that. But if we really wanted to find the leaks, we put them on each meter. (Click on link for continuing presentation.)
2:11:47 PM	Witness Leonard	
	Note: Sacre, Candace	It gives me this screen here, if you can see, the yellow are the potential leaks, the green is a little bit hot, the blue means there's not any noise there.
2:12:00 PM	Witness Leonard	
	Note: Sacre, Candace	And the next page, and that was that 1710 test site where we deployed that, this is a histogram. The way that these things work is pretty smart. They come on at one for 15 minutes. If they hear something, they come on again at two for 15 minutes, and then they come on at three for fifteen minutes. (Click on link for continuing presentation.)
2:12:55 PM	Witness Leonard	5, ,
	Note: Sacre, Candace	Somebody will come out there with this Macron 3 (Pin Point Exact Leak Location), and we'll listen for leaks to verify what we're dealing with. If it's a main and it might not be right there, but it might be that the meter is attached to the main and is close enough that it picked it up. (Click on link for continuing presentation.)
2:13:23 PM	Witness Leonard	
	Note: Sacre, Candace	They go into our work order system (Tickets Sent to Crews Via Work Order System to Fix Leaks). That's blacked out because it's got customer names on it there, but you can see it'll say "investigate," and it has a noise level of 29, and it gives the address and the creation date. Every one of my guys, every one of our crews, the tickets are sent out via the work order system, and this is how we address our leaks.
2:13:50 PM	Vice Chairman Cicero - witness	Leonard
	Note: Sacre, Candace	Examination. Will you have to have any additional equipment if you go ahead with these 35?
2:14:20 PM	Vice Chairman Cicero - witness Note: Sacre, Candace	Leonard I thought you indicated that you should have one on each meter.
2:14:43 PM	Vice Chairman Cicero - witness Note: Sacre, Candace	Leonard But not necessary?
2:14:48 PM	Witness Leonard	
	Note: Sacre, Candace	This is a map from our work order system (Management Has the Ability to Track Work of Each Crew), and let me explain a little bit here. When we started doing this and started putting these out on the meters, I said, "We're going to find a substantial amount of leaks," and this is a screen shot from Mayfield. (Click on link for continuing presentation.)

2:16:00 PM	Vice Chairman Cicero - witness L	eonard
	Note: Sacre, Candace	Examination. So is this reflective just that you focused your activity
		on the west side of Mayfield, or is the pipe in that area worse than
		pipe in other areas?
2:16:28 PM	Witness Leonard	
	Note: Sacre, Candace	And I handed you all a ruler (Graves District Exhibit 03), and I
		handed you those for a reason, If you look at the dots there and
		you turn it over to the back side, you know, you can look at 60 psi is what it's saying. Well, typically, the systems run a lot more than 60
		psi. Mayfield does, most of Graves County, everywhere we have
		runs more than 60 pounds, pretty well. (Click on link for continuing
		presentation.)
2:17:43 PM	Camera Lock Deactivated	
2:18:29 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	If you think you have to convince us that water loss is bad, you've
2.10.26 DM	Chainman Calumitt	already cleared that hurdle, okay?
2:18:36 PM	Chairman Schmitt	Vou're preaching to the chair
2:19:14 PM	Note: Sacre, Candace Vice Chairman Cicero - witness L	You're preaching to the choir.
2.13.14 FM	Note: Sacre, Candace	Examination. What's the total workforce for Mayfield?
2:19:25 PM	Vice Chairman Cicero - witness L	•
	Note: Sacre, Candace	Okay. Just for water?
2:19:43 PM	Vice Chairman Cicero - witness L	eonard
	Note: Sacre, Candace	Okay, so you're not overstaffed by any stretch?
2:20:00 PM	Vice Chairman Cicero - witness L	eonard
	Note: Sacre, Candace	You're kind of locked in from a no-growth perspective, so you're not
2 22 4 4 514		going to add any, and even Milburn would only be 136 customers.
2:20:14 PM	Vice Chairman Cicero - witness L	
	Note: Sacre, Candace	Yes, I understand. Well, it will be interesting to see how long it took from an estimate to replace 35 or to install 35 valves with the
		limited resources that you have.
2:21:44 PM	Witness Leonard	····
	Note: Sacre, Candace	And the other handout I gave you (Graves County Exhibit 02) was
		some infrastructure needs because, if you look at fixing these
		service leaks and these mains that might be leaking, most of them, I
		think, are service leaks that are causing the problem, they're all Band-Aids. They're not a permanent solution, and nobody wants to
		increase rates. (Click on link for remaining comments.)
2:22:03 PM	Via Presentation Deactivated	
2:22:53 PM	Vice Chairman Cicero - witness L	eonard
	Note: Sacre, Candace	Examination. But the problem with the \$2 and the \$3.20 is I believe
		that that number was calculated off the \$136,000 or the \$139,000.
2:23:01 PM	Vice Chairman Cicero - witness L	
	Note: Sacre, Candace	And now we're talking about three times that, which means we're
		talking about \$6 or \$10. If you really are proposing to do that, I mean, reality has to be faced on what the cost per customer will be,
		going foward. I mean, you're proposing the plan, and I think that
		the Commission is in favor of water loss detection and reduction in
		water loss, so, I mean, that's why I tried to establish what is the
		cost we're talking here. (Click on link for remaining comments.)
2:24:36 PM	Vice Chairman Cicero - witness L	
	Note: Sacre, Candace	From that perspective, I guess the Commission would look for what the proposal is that Graves is saying that they need to do so that we
		can determine what the appropriate surcharge is and what Graves is
		willing to do in terms of implementing that surcharge.

2:24:57 PM	Chairman Schmitt	
	Note: Sacre, Candace	Of course, too, one of the problems, it always seems to me, that local government is, it's probably all government but especially local government, is prices go up, groceries go up, gasoline, the price of a motor vehicle, and you can't do anything about it. And, yet, when the most important utility that any human being has is water, because you can't live. You can live without electricity, you wouldn't want to, or natural gas, but you can't live without water, But because it's controlled locally by our friends and neighbors, people say, "Everything else is going up. I can't afford this." And so the tendency is to say, "Well, you know, everything's going okay. We don't have problems. We'll defer it." (Click on link for remaining comments.)
2:27:11 PM	Chairman Schmitt	
	Note: Sacre, Candace	And I don't know what to do about it, and you say, "Well, it's like the pension system." I mean, it's the same thing. You can kick the can down the road so far, and then you've just got to pray every night they blame somebody else for it. That's it, that it happens on somebody else's watch, not mine. I mean, that was just a statement. We've got a district I was in a meeting earlier today. Their problem is they're broke. (Click on link for remaining comments.)
2:29:37 PM	Chairman Schmitt	
	Note: Sacre, Candace	Well, because a lot of districts, once they go beyond 15 percent and they get up to 30 or 35 and under the regulations we don't give them above 15, the truth is they can't survive. You can never fix it then, so you say, "Well, why not give them the money?" Well, when they did have the money, they weren't fixing it, so you ought to ensure at least that they make an effort.
2:30:34 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	It's almost you can't afford not to.
2:30:40 PM	Chairman Schmitt	
	Note: Sacre, Candace	Well, we agree, so, I mean, if the plan is - I mean, you've submitted your application, and I don't know if you can answer this question or not, but does the Water District want more money? Do you want to submit a different plan? If you do, you know, now is the time to think about what is it that you want, or do you want to come back later like you did in Estill or something? I don't know.
2:31:11 PM	Atty Weutcher Graves District	, 5
	Note: Sacre, Candace	Your Honor, I think Graves' position would be it would not want to have to come back again, at least so soon, because it would require meeting again all the requirements for a general rate adjustment. But what we would propose is if we could have maybe a few days to give you the more details you want in terms of the amount. (Click on link for remaining comments.)
2:32:16 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	I don't think there's anything magical about a three-year amortization period. You can extend it out to some other period. I think that's what was proposed.
2:32:26 PM	Atty Weutcher Graves District	

2:33:02 PM	Chairman Schmitt	
	Note: Sacre, Candace	Well, I guess, in the past, as we're sort of new at this, the idea was, well, the water district ought to have a plan and have an engineer and do all these things, but that seemed unrealistic for small water districts. So, if somebody had a plan, like your plan, I mean, we could permit, and just my own personal thinking, was collection of the money and then withhold spending it. (Click on link for remaining comments.)
2:34:08 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	Your Honor, we would agree with that, and I think our position would be that, in terms of allowing the utility to collect the money, recognizing there's going to be commission oversight and before we spend any money, you would be aware of where's it's being spent. (Click on link for remaining comments.)
2:34:49 PM	Chairman Schmitt	
	Note: Sacre, Candace	And we have had, in terms of at least a gas company or two, where lines were hazardous or needed to be replaced, the surcharge served as a fund that was dedicated to pay off a loan that somebody could get to do a larger project. But come and see us about the loan. Just file something. (Click on link for remaining comments.)
2:35:36 PM	Commissioner Mathews	
	Note: Sacre, Candace	Be creative.
2:35:41 PM	Chairman Schmitt	
	Note: Sacre, Candace	Okay. Any questions? Are you finished? Have you completed?
2:35:45 PM	Witness Leonard	
	Note: Sacre, Candace	Your Honor, if anybody has any questions for me, I'll be glad to try to answer them.
2:35:53 PM	Chairman Schmitt	
	Note: Sacre, Candace	Ms. Vinsel, questions?
2:35:56 PM	Asst GC Vinsel PSC - witness Lec	nard
	Note: Sacre, Candace	Cross Examination. You said that you knew pretty much what the expected cost savings would be from your proposed plan. Can you give us those numbers now? If not, can you -
2:36:52 PM	Asst GC Vinsel PSC - witness Lec	pnard
	Note: Sacre, Candace	And why don't you compute it on an annual basis?
2:36:58 PM	Asst GC Vinsel	
	Note: Sacre, Candace	I just have one question to ask (consulting with Staff).
2:37:01 PM	Vice Chairman Cicero - witness L	
	Note: Sacre, Candace	Examination. And your hypothetical should be, hypothetically, a good estimate.
2:37:19 PM	Commissioner Mathews - witness	
	Note: Sacre, Candace	Examination. And that's an average based on the cost of purchasing water and the cost of producing water for the different areas?
2:37:43 PM	Commissioner Mathews - witness	s Leonard
	Note: Sacre, Candace	And zero may be too far. It would likely cost more to get to zero than you would benefit from getting to zero.
2:37:57 PM	Vice Chairman Cicero - witness L	eonard
	Note: Sacre, Candace	Examination. I think we usually do savings based on anything over the 15 percent rate is how we try to look at it, knowing that you're never going to get to zero.
2:38:08 PM	Asst GC Vinsel PSC - witness Lec	onard
	Note: Sacre, Candace	Cross Examination (cont'd). I do have one more question. Because Mayfield has implemented a program, have you seen savings or a reduced water loss?
2:38:18 PM	Asst GC Vinsel PSC - witness Lec	
	Note: Sacre, Candace	Can you give me an estimate?

2:39:12 PM	Asst GC Vinsel PSC	
	Note: Sacre, Candace	Thank you. Staff has nothing further.
2:39:15 PM	Chairman Schmitt	
	Note: Sacre, Candace	Commissioner Cicero, any questions, anything else?
2:39:18 PM	Vice Chairman Cicero	
	Note: Sacre, Candace	Nothing else.
2:39:19 PM	Chairman Schmitt	5
	Note: Sacre, Candace	Commissioner Mathews?
2:39:20 PM	Commissioner Mathews - witness	Leonard
	Note: Sacre, Candace	Examination. We've had some folks in giving us presentations on a, for lack of a better, water audit, a different system of looking at water loss. Your philosophy sounds a little bit different from that philosophy. Is that true, or is it just your presentation is different?
2:39:42 PM	Commissioner Mathews - witness	Leonard
	Note: Sacre, Candace	I mean, their presentation seems to be along the lines of the Commission is wrong in looking at this, that we're measuring the wrong things, that the 15 percent is -
2:39:58 PM	Chairman Schmitt	
	Note: Sacre, Candace	Arbitrary.
2:39:59 PM	Commissioner Mathews - witness	Leonard
	Note: Sacre, Candace	<ul> <li>arbitary and not likely the correct amount, and that we're worrying about the wrong things, that water loss is not what you should be concerned with. Am I kinda summarizing some of what we've heard?</li> </ul>
2:40:16 PM	Chairman Schmitt - witness Leon	ard
	Note: Sacre, Candace	Examination. I mean, as I said, water loss is a problem and water loss is expensive, but you need to measure what is an acceptable
2:40:39 PM	Chairman Schmitt - witness Leon	water loss by how much you're saving versus how much it cost.
2:40:39 PM	Chairman Schmitt - witness Leon Note: Sacre, Candace	water loss by how much you're saving versus how much it cost.
2:40:39 PM 2:42:03 PM		water loss by how much you're saving versus how much it cost. ard No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.) E Leonard
	Note: Sacre, Candace	water loss by how much you're saving versus how much it cost. ard No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)
	Note: Sacre, Candace Commissioner Mathews - witness	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> </ul>
2:42:03 PM	Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> </ul>
2:42:03 PM	Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Commissioner Mathews - witness	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> <li>Leonard</li> <li>You'll never get to zero because you'll fix A and B will pop up. It's a dynamic system.</li> </ul>
2:42:03 PM 2:42:23 PM 2:42:28 PM	Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Chairman Schmitt - witness Leona Note: Sacre, Candace	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> <li>Leonard</li> <li>You'll never get to zero because you'll fix A and B will pop up. It's a dynamic system.</li> <li>ard</li> <li>Examination. It's an ongoing maintenance and replacement program. It's just like your home. You've got to replace the shingles, you have to paint, you have to replace the carpet, you have to patch the driveway. I mean, that's just what it is, isn't it?</li> </ul>
2:42:03 PM 2:42:23 PM	Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Chairman Schmitt - witness Leona	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> <li>Leonard</li> <li>You'll never get to zero because you'll fix A and B will pop up. It's a dynamic system.</li> <li>ard</li> <li>Examination. It's an ongoing maintenance and replacement program. It's just like your home. You've got to replace the shingles, you have to paint, you have to replace the carpet, you have to patch the driveway. I mean, that's just what it is, isn't it?</li> </ul>
2:42:03 PM 2:42:23 PM 2:42:28 PM	Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Chairman Schmitt - witness Leona Note: Sacre, Candace	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> <li>Leonard</li> <li>You'll never get to zero because you'll fix A and B will pop up. It's a dynamic system.</li> <li>ard</li> <li>Examination. It's an ongoing maintenance and replacement program. It's just like your home. You've got to replace the shingles, you have to paint, you have to replace the carpet, you have to patch the driveway. I mean, that's just what it is, isn't it?</li> </ul>
2:42:03 PM 2:42:23 PM 2:42:28 PM	Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Commissioner Mathews - witness Note: Sacre, Candace Chairman Schmitt - witness Leon Note: Sacre, Candace	<ul> <li>water loss by how much you're saving versus how much it cost.</li> <li>ard</li> <li>No, they're not saying one way or the other. They're just saying you ought to establish some criteria or model or something by which it can be determined how much the water loss is, how much water is lost, what the cost is, and then what the cost of fixing it is, and, if there is a penalty, it ought to only involve so much as - you shouldn't penalize people for not spending more money than it's worth. (Click on link for remaining comments.)</li> <li>Leonard</li> <li>Examination. But what you said earlier was you would love to see zero because any water that's lost is water you're not selling; you have to pay to produce it and pay to pump it. But you'll never get to zero.</li> <li>Leonard</li> <li>You'll never get to zero because you'll fix A and B will pop up. It's a dynamic system.</li> <li>ard</li> <li>Examination. It's an ongoing maintenance and replacement program. It's just like your home. You've got to replace the shingles, you have to paint, you have to replace the carpet, you have to patch the driveway. I mean, that's just what it is, isn't it?</li> <li>Leonard</li> <li>We have an administrative docket open, a water loss reporting, and I believe they filed their comments in that docket. I'm looking at one of our attorneys. If you want to go back and look at that, I</li> </ul>

2:43:18 PM	Chairman Schmitt	
	Note: Sacre, Candace	May this witness be excused?
2:43:19 PM	Asst GC Vinsel PSC	
	Note: Sacre, Candace	Yes, he may.
2:43:20 PM	Chairman Schmitt	
	Note: Sacre, Candace	You may step down, sir, and be seated. Is there a need to call another witness? If there is and Mr. Weutcher would like to, that would be fine.
2:43:30 PM	Asst GC Vinsel PSC	
	Note: Sacre, Candace	Actually, no. Staff had one other question that dealt with the phased-in approach for the surcharge, but based on Graves County coming back with a different proposal, there's no need to ask that question. So, no, we have no further questions for any of the witnesses.
2:43:45 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	Your Honor, I don't want to present anyone I don't have to. I would ask, since we've handed these out, that they be made a part of the record, the actual copy of the presentation as Graves County Water District Exhibit 01, the Infrastructure Needs as Graves County Water District No. 02, and the ruler as Graves County Water District Exhibit 03.
2:44:22 PM	Chairman Schmitt	
	Note: Sacre, Candace	All right. Let those be filed.
2:44:24 PM	GRAVES DISTRICT EXHIBITS 01	
	Note: Sacre, Candace Note: Sacre, Candace	GRAVES DISTRICT EXHIBIT 01; GRAVES COUNTY WATER LOSS. GRAVES DISTRICT EXHIBITS 02; GRAVES COUNTY WATER DISTRICT INFRASTRUCTURE NEEDS.
	Note: Sacre, Candace	GRAVES DISTRICT EXHIBITS 03; MAYFIELD ELECTRIC & WATER RULER.
2:44:25 PM	Atty Weutcher Graves District	
	Note: Sacre, Candace	And I will provide those to the court report after the hearing concludes. We have no other witnesses, Your Honor.
2:44:31 PM	Chairman Schmitt	
	Note: Sacre, Candace	If there's nothing else, then we're going to adjourn the hearing, but I'd like to ask your people or make a statement after we're off the record on something completely different. If there's nothing further, this hearing is adjourned.
2:44:48 PM	Session Paused	
2:44:52 PM	Session Ended	

2018-00429 06AUG2019



## Graves County Water District (Graves District)

Name:	Description:
Graves District Exhibit 01	Graves County Water Loss
Graves District Exhibit 02	Graves County Water District Infrastructure Needs
Graves District Exhibit 03	Mayfield Electric & Water Ruler



# Graves County Water Loss

**GRAVES DISTRICT EXHIBIT 01** 



# Steps to Leak Detection Program

- Determine area for DMA (District Metered Area)
- Verify all locations and meter numbers
- Install a sub-master meter
- Build a virtual location in the MDM (Meter Data Management)
- Review water loss in area served by Sub-master meter
- Deploy leak sensors/pick up after 24 hours
- Download and create tickets in the work order system
- Identify problem areas by downloaded info.
- Verify leak with listening device
- Call in locate for addresses effected
- Dispatch crew to repair leak

#### View Virtual Locations - Water > list of all virtual locations

Electra Water

Display 10 : records

Virtual Location Name	Description	Start Date	End Date	• Status •
Sedalia	Sedalia Water Loss	2019-04-01		ACTIVE
Hardoman	Hardeman Water Loss	2016-01-01		ACTIVE
Fancy Farm	Fancy Farm Water Loss	2016-01-01		ACTIVE
Consumers Water	Consumers Water Loss	2016-01-01		ACTIVE
South Graves	South Graves Water Loss	2016-01-01		ACTIVE
Hickory	Hickory Water Loss	2016-01-01		ACTIVE
1710 Insertion Meter	1710 Water Loss	2019-05-01		ACTIVE
Hale Test Virtual Location	VL Test	2019-04-01		ACTIVE
VM Domo Test	VM Demo test	2018-01-02		ACTIVE
Showing 1 to 9 of 9 entries				C Download Excel

Search:

Virtual Locations Per District Can Be Run Daily, Weekly, Monthly, Yearly



# DETERMINE AREA FOR DMA

# 35 POSSIBLE DMA SITES

 COST OF APPROXIMATELY \$5,000.00 PER SITE FOR METER, INSTALLATION AND PROGRAMING.

• TOTAL COST ESTIMATED AT \$175,000



# DMA MASTER METER

tistics for Perioa

44	410.000	Peak Day	840.000	Daily Average	551.2
Location Stat	istics for Period				
otal Usage	4410.000	Peak Day	840.000	Daily Average	551.250
Demand (Gal)					
Ain Hourly	-240.000	Peak Hourly	270.000	Average Hourly	22.969
Virtual Location	Usage				
ocation	Meter	Usage (Gal)	Percent	Of Virtual Location	
004192	B90969878	38280.000	53.0569	б	
000243	B72358626	5070.000	7.027%		
000253	B83030974	3530.000	4.893%		
000199	B72358610	2920.000	4.047%		
000311	B72358505	2600.000	3.604%		
003042	B74809922	2150.000	2.98%		
000229	B81389487	1850.000	2.564%		
00213	B72358607	1680.000	2.328%		
00272	872358691	1460.000	2.024%		

### ...I Daily Use

le



Low Temp 🛛 📕 High Temp



3

9

Hour of Day

3

3

to.

3

to-

·S.

3

5

10-

0

20-

5

+

22

23

	Consu	mptior	n Inter	vals								Bad R	ead (QC)	Zero U	sage	ow for Day	Critica	l Peak	High för Da	Estin	nated Rea	Miss	sing Read
)1:00	02:00	03:00	04:00	05:00	06:00	07:00	08:00	09:00	10:00	11:00	12:00	13:00	14:00	15:00	16:00	17:00	18:00	19:00	20:00	21:00	22:00	23:00	Daily Total
20.000	30.000	0.000	0.000	20.000	10.000	50.000	30.000	10.000	20.000	30.000	60.000	0.000	10.000	10.000	40.000	10.000	60.000	80.000	-30.000	70.000	-40.000	40.000	550.000
10.000	20.000	-20.000	20.000	10.000	70.000	20.000	20.000	50.000	10.000	10.000	60.000	0.000	120.000	40.000	-20.000	130 000	-100,000	20.000	50.000	40.000	50.000	30.000	680.000
20.000	30.000	20.000	20.000	40.000	10.000	20.000	20.000	60.000	20.000	270.000	0.000	30.000	40.000	70.000	0.000	20.000	50.000	0.000	30.000	40.000	40.000	20.000	840.000
20.000	30.000	10.000	40.000	10.000	10.000	30.000	20.000	0.000	0.000	260.000	-230.000	50.000	70.000	50.000	-20.000	30.000	30.000	0.000	-40.000	40.000	80.000	30.000	490.000
30.000	0.000	-10.000	0.000	40.000	20.000	20.000	20.000	30.000	-10.000	60.000	40.000	-20.000	30.000	20.000	20.000	10.000	-20.000	70.000	20.000	20.000	50.000	30.000	440.000
10.000	-20.000	30.000	20.000	30.000	10.000	0.000	50.000	0.000	10.000	70.000	0.000	0.000	40.000	10.000	50.000	-30,000	0.000	40.000	60.000	-20.000	50.000	10.000	430.000
20.000	0.000	0.000	30.000	10.000	30.000	30.000	10.000	40.000	80.000	0.000	-20.000	10.000	30.000	10.000	30.000	30.000	30.000	10.000	30.000	50.000	30.000	-40.000	460.000
20.000	30.000	10.000	20.000	0.000	20.000	-10.000	40.000	30.000	0.000	60.000	20.000	50.000	0.000	30.000	10.000	10.000	250.000	-240.000	20.000	30.000	20.000	50.000	520.000

### ...l Average Hourly Use

0.000

0

5

2

3-

6

## Wireless noise logger for leak detection

**Phocus3** is an advanced leak noise logger designed for detecting and localising water leakage. Wireless communications allows both 'lift and shift' or permanent distribution network operation. On site leakage results may be obtained via the Communications Module with detailed analysis carried out on the host software.

#### Features

- One, two, three and nine channel models
- Rapid overnight identification of leaks
- Two models available;
- local IR contact (lift + shift operation)
- radio contact (greater range for permanent installation)
- Small size
- Histogram display of noise data
- Phocus noise algorithm to reduce incidence of



# DEPLOY LEAK LOGGERS

#### Histogram: 179160 - 8/14/2018 - 15Minutes - CNV Threshold: 20dB

ak noise present		Epoch	Start Time	Epoch Length		
	~	Epoch1	8/14/2018 1:00:00 AM	15 Minutes	65	4
ak noise present	7	Epoch2	8/14/2018 2:00:00 AM	15 Minutes	64	4
UISE		Epoch3	8/14/2018 3:00:00 AM	15 Minutes	64	3
conclusive						·

further)

÷

o leak present





#### Flexible technology for acoustic leak location

#### Mikron3 Processor options for maximum flexibility



*Mini.* This is a small and simple-to-use device suitable for clipping onto the operator's belt.



**Pro.** This unit displays the Minimum Noise Level which is the background noise level without transient noises such as road traffic. A bar graph allows the operator to see the position of maximum

leak noise. Filters allow for background noise suppression. A sound logging mode displays the noise level whilst valves are closed to isolate potential leaking pipes.



**PrimeTouch App.** The Mikron3 is available as an App on PrimeTouch which optionally also hosts the Eureka3 leak noise correlator. This option provides many technology features including

Minimum Noise Level and frequency level display to aid accurate leak location together with an audio recording feature for later analysis. It also has a pipe tracing mode. Further information on this App is available.

#### **Dynamic Listen Control**

The Dynamic Listen Control continuously monitors the detected noise level. If the noise level changes rapidly, for example due to traffic noise, then the sound to the operator



# PIN POINT EXACT LEAK LOCATION

## TICKETS SENT TO CREWS VIA WORK ORDER SYSTEM TO FIX LEAKS CUSTOMER NAMES HAVE BEEN REMOVED

O	-	ANS AND UNDER	
201331	006723	SORD00000291924	010
200688	100625	SORD00000292676	005
200686	100623	SORD00000292677	005
200000	100000	SORD00000292681	014
208747	108231	SORD00000292795	026
208748	102612	SORD00000292811	039
300000	100000	SORD00000292824	014
<b>200468</b>	014915	SORD00000292825	004
200457	015586	SORD00000292826	039
200488	9999999	SORD00000292827	004
200471	100382	SORD00000292828	004
200000	100000	SORD00000292833	014
200000	100000	SORD00000292835	014

W	WT		20T00:00:00	20T11:25:25	
433 8th ST S	MISC ORDER WT	investigate cnv 29	2018-12- 06T00:00:00	2018-12- 06T09:49:16	spowell
607 5TH ST N	MISC ORDER WT	leak noise cnv 21	2018-12- 13T00:00:00	2018-12- 13T13:09:58	spowell
605 5TH ST N	MISC ORDER WT	leak noise cnv 21	2018-12- 13T00:00:00	2018-12- 13T13:18:20	spowell
6TH & BROADWAY	MISC ORDER WT	415 n 5th leak noise cnv 25	2018-12- 13T00:00:00	2018-12- 13T13:25:07	spowell
712 WALNUT ST E	MISC ORDER WT	investigate cnv 26	2018-12- 14T00:00:00	2018-12- 14T10:20:00	spowell
711 WALNUT ST E	MISC ORDER WT	leak noise cnv 51	2018-12- 14T00:00:00	2018-12- 14T10:32:48	spowell
6TH & BROADWAY	MISC ORDER WT	vacant lot across from 222 n 5th st leak noise 22	2018-12- 14T00:00:00	2018-12- 14T10:41:32	spowell
228 5TH ST N	MISC ORDER WT	leak noise cnv 23	2018-12- 14T00:00:00	2018-12- 14T10:43:27	spowell
210 5TH ST N	MISC ORDER WT	leak noise cnv 21	2018-12- 14T00:00:00	2018-12- 14T10:49:14	spowell
APT 1 222 5TH ST N	MISC ORDER WT	leak noise cnv 38	2018-12- 14T00:00:00	2018-12- 14T10:50:34	spowell
308 5TH ST N	MISC ORDER WT	leak noise cnv 62	2018-12- 14T00:00:00	2018-12- 14T10:54:15	spowell
6TH & BROADWAY	MISC ORDER WT	218 n 5 leak noise	2018-12- 14T00:00:00	2018-12- 14T11:06:23	spowell
6TH & BROADWAY	MISC ORDER WT	leak noise 216 n 5 cnv 21	2018-12- 14T00:00:00	2018-12- 14T11:22:38	spowell



## MANAGEMENT HAS THE ABILITY TO TRACK WORK OF EACH CREW



# Graves County Water District

Infrastructure Needs

**GRAVES DISTRICT EXHIBIT 02** 

### GRAVES COUNTY WATER DISTRICT IMMEDIATE INFRASTRUCTURE NEEDS

Asbestos Concrete Water Main Replacement		
	<b>#140.000</b>	
Moon Light Drive and Clapp Road Loop	\$142,000	
Cash Road	\$150,720	
Kentucky Highway 1276/Key Bottom Road	\$421,800	
Old Plant Road	\$188,880	
Highway 45 North	\$369,000	
Total Water Main Replacement Cost		\$1,272,400
Water Tank Inspections		
Hickory Plant Tank (50,000 gallons)	\$ 3,950	
Lowes Tank (50,000 gallons)	\$ 3,950	
South Graves Elevated Tank (250,000 gallons)	\$ 3,950	
Hickory Industrial Park Plant (500,000 gallons)	\$ 4,150	
Hardeman Water Tank (50,000 gallons)	\$ 3,850	
Joan Sanders Elevated Tank (100,000 gallons)	\$ 3,900	
Fancy Farm Plant Tank (100,000 gallons)	\$ 3,900	
Fancy Farm New Tank (300,000 gallons)	\$ 4,000	
Sedalia Elevated Tank (50,000 gallons)	\$ 3,850	
Farmington Elevated Tank (250,000 gallons)	\$ 3,950	
Total Water Tank Inspection Cost		\$ 39,450
Total Immediate Infrastructure Needs		\$1,311,850


### Proposed Project Title: MOONLIGHT DR & CLAPP DR LOOP WATER MAIN REPLACEMENT

Project Location:

Starts on Moonlight Dr through private Easements to Clapp Dr, north of St Hwy 60E.

Project Description:

Replacement of Approx. 1,200 L.F. of existing 4-inch AC water main with Proposed 4inch PVC Water Main.

Approximate Cost:	Sec. 1	and the second states
Proposed Water Main	\$	95,000.00
Service Reconnections	\$	2,000.00
Connect to Exist Water Mains	\$	10,000.00
Asphalt Paving	\$	5,000.00
Topsoil/ Seed & Straw, etc.	\$	6,500.00
Subtotal Cost:	\$	118,500.00
Engineering, Inspection & Contingencies (20%)	\$	23,700.00
Estimated Project Cost	\$	142,200.00



Feet

WATER MAIN REPLACEMENT

SERVICES, LLC PROFESSIONAL ENGINEERS NASHVILLE, TN

### Proposed Project Title: CASH ROAD WATER MAIN REPLACEMENT

Project Location: Cash Road off of KY Highway 90W

Project Description:

Replacement of Approx. 1,600 L.F. of existing 4-inch AC water main with Proposed 4inch PVC Water Main.

Approximate Cost:	Phone and	
Replace Existing Water Main	\$	105,900.00
Service Reconnections	\$	2,000.00
Connect to Exist Water Mains	\$	5,000.00
Asphalt Paving	\$	5,500.00
Topsoil/ Seed & Straw, etc.	\$	7,200.00
Subtotal Cost:	\$	125,600.00
Engineering, Inspection & Contingencies (20%)	\$	25,120.00
Estimated Project Cost	\$	150,720.00



Proposed Approx. 4,500 L.F. 6-inch Water Line Replacement

State Highway 121 N

STOREFUR

Legend WaterLines Eixst WLs

trentees among .....

1 inch = 667 feet 440 220 0 440 Feet KY HWY 1276/ KEY BOTTOM RD WATER MAIN REPLACEMENT

Source: Esrt, Digital/s<sup>4</sup> DS, USDA, USGS. the GIS User Co<sup>2</sup>

.....

PREPARED BY: WATER MANAGEMENT SERVICES, LLC PROFESSIONAL ENGINEERS NASHVILLE, TN

### Proposed Project Title: HIGHWAY 1276/ KEY BOTTOM ROAD WATER MAIN REPLACEMENT

Project Location: Key Bottom Road between Ky Hwy 121 N & Carter Road

Project Description:

Replacement of Approx. 4,500 L.F. of existing 6-inch AC water main with Proposed 6inch PVC Water Main.

Approximate Cost:	
Replace Existing Water Main	\$ 291,500.00
Service Reconnections	\$ 7,500.00
Connect to Exist Water Mains	\$ 5,000.00
Asphalt Paving	\$ 27,500.00
Topsoil/ Seed & Straw, etc.	\$ 20,000.00
Subtotal Cost:	\$ 351,500.00
Engineering, Inspection & Contingencies (20%)	\$ 70,300.00
Estimated Project Cost	\$ 421,800.00



Proposed Project Title: OLD PLANT ROAD WATER MAIN REPLACEMENT

Project Location: Old Plant Road off of St Hwy 1241 north of Holmes Road intersection.

Project Description:

Replacement of Approx. 2,000 L.F. of existing 4-inch AC water main with Proposed 4inch PVC Water Main.

Approximate Cost:	
Replace Existing Water Main	\$ 131,400.00
Service Reconnections	\$ 1,000.00
Connect to Exist Water Mains	\$ 5,000.00
Asphalt Paving	\$ 11,000.00
Topsoil/ Seed & Straw, etc.	\$ 9,000.00
Subtotal Cost:	\$ 157,400.00
Engineering, Inspection & Contingencies (20%)	\$ 31,480.00
Estimated Project Cost	\$ 188,880.00



### Proposed Project Title: HIGHWAY 45 NORTH WATER MAIN REPLACEMENT

Project Location: US HWY 45 North from JimTown Rd to Dorothy Lane

Project Description:

Replacement of Approx. 3,000 L.F. of existing 8-inch AC water main with Proposed 8inch PVC Water Main.

Approximate Cost:	Server 1	
Replace Existing Water Main	\$	225,000.00
Service Reconnections	\$	7,500.00
Connect to Exist Water Mains	\$	10,000.00
Asphalt Paving	\$	55,000.00
Topsoil/ Seed & Straw, etc.	\$	10,000.00
Subtotal Cost:	\$	307,500.00
Engineering, Inspection & Contingencies (20%)	\$	61,500.00
Estimated Project Cost	\$	369,000.00





P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard.

### Preliminary Inspection of the 50,000 Gallon Hickory Plant Tank; Hickory, KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### INSPECTION.......\$3,950.00 PRELIMINARY TANK

- Complete washout of tank interior. 1.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - Adhesion Test ASTM D3359 a.
    - Film Thickness SSPC-PA2 b.
    - Fourier Transform Infrared Spectrum Analysis of C. existing coating for recoat compatibility.
    - Paint Chip Analysis for Lead Content. d.
- 5. Pit depth measurement.
- Condition of corrosion protection, piping and accessories. 6.
- Safety evaluation and recommendations. 7.
- Photographic documentation of overall condition and critical areas requiring adjustment, 8. repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by:

ffr. Oll Jeff W. Oak **NACE #319** 

Accepted by:

Date:

Date:

November 30, 2018



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

### Preliminary Inspection of the 50,000 Gallon Lowes Tank; Lowes, Kentucky

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### 

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by: fr. lhg Jeff W. Oal

Accepted by:

NACE #319

Date:

Date:

November 30, 2018

gor



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

### Preliminary Inspection of the 250,000 Gallon South Graves Elevated Tank; Graves Co., KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### 

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by fu.llg Jeff W. Oak

Accepted by:

NACE #319

Date:

Date:

November 30, 2018

que



P.O. Box 11083 • Jackson, Tennessee 38308-0118 (270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

#### Preliminary Inspection of the 500,000 Gallon Hickory Industrial Park Tank; Hickory, KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### 

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted h

Jeff W. Oak NACE #319 Accepted by:

Date:

Date:

November 30, 2018

And



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

#### Preliminary Inspection of the 50,000 Gallon Hardeman Water Tank near Mayfield, KY

This proposal has been prepared in response to your recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

### PRELIMINARY TANK INSPECTION......\$3,850.00

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
  - b. Film Thickness SSPC-PA2
  - c. Fourier Transform Infrared Spectrum Analysis for recoat compatibility.
  - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by:

w. L Jeff W. Oak NACE #319

Accepted by:

Date:

Date:

November 30, 2018



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

#### Preliminary Inspection of the 100,000 Gallon Joan Sanders Elevated Tank; Mayfield, KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

### PRELIMINARY TANK INSPECTION......\$3,900.00

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by In the

Accepted by:

Jeff W. Oak NACE #319

Date:

Date:

November 30, 2018

-



P.O. Box 11083 • Jackson, Tennessee 38308-0118 (270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

#### Preliminary Inspection of the 100,000 Gallon Fancy Farm Plant Tank; Fancy Farm, KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### 

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
  - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
  - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by Jeff W. Cakley

Accepted by:

NACE #319

Date:

Date:

November 30, 2018

Jus



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

#### Preliminary Inspection of the 300,000 Gallon Fancy Farm New Tank; Fancy Farm, KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### 

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by fer lly NACE #119

Accepted by:

Date:

Date:

November 30, 2018

qu



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

### Preliminary Inspection of the 50,000 Gallon Sedalia Elevated Tank; Sedalia, Kentucky

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

#### 

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by w. Illy Jeff W. Oakley

NACE #319

Date:

Data

Accepted by:

November 30, 2018

Date:

An



P.O. Box 11083 · Jackson, Tennessee 38308-0118

(270) 559-4727

Mr. Kevin Leonard Mayfield Electric & Water Systems 301 East Broadway Mayfield, Kentucky 42066

Dear Mr. Leonard,

### Preliminary Inspection of the 250,000 Gallon Farmington Elevated Tank; Farmington, KY

This proposal has been prepared in response to our recent phone call regarding the washout and preliminary inspection of the subject tank. Our inspection service and costs are as follows:

### PRELIMINARY TANK INSPECTION......\$3,950.00

- 1. Complete washout of tank interior.
- 2. Visual inspection of interior and exterior surfaces.
- 3. Survey of surface and structural corrosion.
- 4. Condition of existing coating system:
  - a. Adhesion Test ASTM D3359
    - b. Film Thickness SSPC-PA2
    - c. Fourier Transform Infrared Spectrum Analysis of existing coating for recoat compatibility.
    - d. Paint Chip Analysis for Lead Content.
- 5. Pit depth measurement.
- 6. Condition of corrosion protection, piping and accessories.
- 7. Safety evaluation and recommendations.
- 8. Photographic documentation of overall condition and critical areas requiring adjustment, repair and/or replacement.
- 9. Technical repaint and repair specifications for competitive bids.
- 10. Budgetary analysis for repaint and repair.

Submitted by Men. Ohg NACE #319

Accepted by:

NACL #

Date:

Date:

November 30, 2018

ques

### FRONT



### BACK

### Water costs money... don't waste it!

A dripping faucet or fixture can waste 3 gallons a day...a total of 1095 gallons a year.

**Conserve Water and Save Money!** A reminder from your local water utility where we're dedicated to quality and service.

Diameter of stream	Gallons	Cubic Feet	Cubic Meters
1/4"	1,181,500	158,000	4,475
3/16"	666,000	89,031	2,521
1/8"	296,000	39,400	1,115
• 1/16"	74,000	9,850	280

A continuous leak from a hole this size would, over a three month period, waste water in the amounts shown above.

\*S. Boyd Neely, Jr. Neely, Brien, Wilson, & Toombs, PLLC 238 North 7th Street P.O. Box 708 Mayfield, KENTUCKY 42066

\*Gerald E Wuetcher Attorney at Law STOLL KEENON OGDEN PLLC 300 West Vine Street Suite 2100 Lexington, KENTUCKY 40507-1801

\*Graves County Water District P. O. Box 329 301 East Broadway Mayfield, KY 42066

\*Kevin Leonard Water & Wastewater Manager Mayfield Electric & Water Systems 301 East Broadway P.O. Box 347 Mayfield, KENTUCKY 42066