

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF EAST CASEY)	CASE NO.
COUNTY WATER DISTRICT FOR A RATE)	2023-00220
ADJUSTMENT PURSUANT TO 807 KAR 5:076)	

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION
TO EAST CASEY COUNTY WATER DISTRICT

East Casey County Water District (East Casey 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 October 17, 2023. The Commission directs East Casey District to the Commission's July 22, 2021 Order in Case No. 2020-00085¹ 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

¹ 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.

East Casey District shall make timely amendment to any prior response if East Casey 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 East Casey District fails or refuses to furnish all or part of the requested information, East Casey 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, East Casey 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 Application, Attachment 5, Schedule of Adjusted Operations (SAO). Also refer to Application, Attachment 7, Current Billing Analysis – 2022 Usage and Existing Rates. Explain why reported test year metered water sales of \$2,106,412 on the SAO was not increased by \$173,587 to reflect "Pro Forma Retail Sales Revenue" of \$2,279,999 that is reported as being revenue at existing rates in the billing analysis.

2. Refer to East Casey District’s Audited Financial Statements in general for the year ended December 31, 2022.² Also refer to “Response Worksheet” in East Casey District’s responses to Commission Staff’s First Request for Information (Staff’s First Request).

a. Provide a copy of East Casey District’s policy that describes when water line repair costs should be capitalized rather than expensed.

b. If a written policy does not exist, describe how the determination to capitalize versus expense a water line repair is made.

c. Designate the Excel row number and dollar amount of each expenditure to CONPIP that was charged to general ledger account number 71002, Water Parts and Supplies, but was ultimately capitalized in 2022.

d. State the dollar amount of CONPIP expenditures that were capitalized for each applicable addition to fixed assets during 2022.

3. Refer to East Casey District’s response to Staff’s First Request, Item 1, General Ledger for the year ended December 31, 2022. Provide the information below for each of the following

Date	Ref1	Ref2	Supplier	DR
8/17/2022	68572	31206	WASCON	9,062.99
8/17/2022	081700007820	31209	WESDOZ	7,871.48
9/21/2022	341	31467	WORWAT	12,500.00

a. Copy of the invoice.

b. Purpose of the expenditure.

² East Casey County Water District Audited Financial Statements for the Year Ended December 31, 2022 (filed Mar. 3, 2023).

c. Confirm whether the amount was expensed or capitalized through a subsequent adjustment, and if capitalized, provide the subsequent journal reference.

d. For items that are confirmed as expense, confirm that the classification as expense is correct.

4. Refer to East Casey District's response to Staff's First Request, Item 12. The answer is unresponsive to the request. Also, for this Item and Items 5 and 6 below, refer to KRS 278.110, which states that the Commission may employ employees to conduct an examination to perform the duties and exercise the powers conferred by law upon the Commission. Additionally, refer to Commission regulation 807 KAR 5:001, Section 4(12)(b), which states that Commission Staff may request information from any party to a case **on the Commission's behalf** (emphasis added). Finally, refer to PSC Case No. 2011-00433³, which addresses Staff's role in cases before the Commission: "We remind the parties that Commission Staff is not a party to this proceeding. 'The task of the Staff is to conduct investigations to facilitate a thorough exploration of the interests and issues involved. The traditional role of the Staff is 'generally to analyze the evidence and advise the Commission.'" The request seeks an updated cost justification sheet for each meter or tap fee charges listed in the in East Casey District's current tariff. Provide a copy of the updated cost justification.

5. Refer to East Casey District's Response to Staff's First Request, Item 15. The answer is unresponsive to the request. The request seeks an updated cost

³ Case No. 2011-00433, *Alternative Rate Filing Of Coolbrook Utilities, LLC* (Ky. PSC May 9, 2012).

justification sheet for each nonrecurring charge listed in East Casey District's current tariff.
Provide a copy of the updated cost justification.

6. Refer to East Casey District's Response to Staff's First Request, Item 17. The answer is unresponsive to the request. The request seeks the billing analysis in the Application. The response provided a billing analysis that has the minimum bill rates and no other rates stated.

a. Provide the billing analysis in Excel Spreadsheet format with all formulas, rows and columns unprotected and fully accessible.

b. Provide a list of applicable billing adjustments made to the billing analysis and include an explanation of each adjustment.


Linda C. Bridwell, PE
Executive Director
Public Service Commission
P.O. Box 615
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DATED OCT 17 2023

cc: Parties of Record

Case No. 2023-00220

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