### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC HENDERSON COUNTY WATER	)	
DISTRICT UNACCOUNTED FOR WATER LOSS	)	) CASE NO.
REDUCTION PLAN, SURCHARGE AND	)	2023-00333
MONITORING	)	

### ORDER

This matter arises upon Henderson County Water District's (Henderson District) motion requesting to use surcharge funds filed on January 8, 2025.<sup>1</sup>

## LEGAL STANDARD

On December 13, 2023, in Case No. 2023-00101,<sup>2</sup> the Commission approved a monthly surcharge of \$1.87 per active meter for 48 months, or until \$584,220 has been assessed, whichever occurs first to fund Henderson District's unaccounted-for water loss reduction efforts.<sup>3</sup>

The opening Order to this case prohibited the use of the surcharge proceeds for reimbursement of unaccounted-for water loss reduction expenses without prior Commission authorization.<sup>4</sup> The Commission also ordered Henderson District to file all requests to use surcharge funds and include "a complete description of the equipment,"

<sup>&</sup>lt;sup>1</sup> Henderson District's Motion to Use Surcharge Funds (Motion) (filed Jan. 8, 2025).

<sup>&</sup>lt;sup>2</sup> Case No. 2023-00101, Electronic Application of Henderson County Water District for a Rate Adjustment Pursuant to 807 KAR 5:076 (Ky. PSC Dec. 13, 2023).

<sup>&</sup>lt;sup>3</sup> Case No. 2023-00101, (Ky. PSC Dec. 13, 2023) Order at 3, 17.

<sup>&</sup>lt;sup>4</sup> Opening Order (Ky. PSC Dec. 13, 2023) at 5, ordering paragraph 7.

project, or service for which approval is sought; bids invoices, or price quotes as applicable; and a statement describing how the proposed purchase, project, or service is related to the qualified infrastructure improvement plan and the goal of reducing unaccounted-for water loss."<sup>5</sup>

# BACKGROUND AND DISCUSSION

On January 8, 2025, Henderson District filed a motion for authorization to use surcharge funds and requested authorization to use \$2,800 to pay for leak detection services. Henderson District stated that the leak detection services were provided by Reveal Underground Services in August of 2024. Henderson District provided an invoice with its motion to verify the expense. Henderson District stated that the leak detection services were in alignment with its QIIP and assisted with detecting and repairing leaks that caused unaccounted for water loss.

The Commission finds that Henderson District's motion should be granted. Henderson District has complied with the Opening Order requirements for requesting use of surcharge funds, Henderson District provided a complete description, stated that the expense is in alignment with its QIIP and reducing unaccounted water loss, and Henderson District provided an invoice of the expense.

<sup>&</sup>lt;sup>5</sup> Opening Order (Ky. PSC Dec. 13, 2023) at 5, ordering paragraph 8.

<sup>&</sup>lt;sup>6</sup> Henderson District's Motion at 2.

<sup>&</sup>lt;sup>7</sup> Henderson District's Motion at 2.

<sup>&</sup>lt;sup>8</sup> Henderson District's Motion, Exhibit A.

<sup>&</sup>lt;sup>9</sup> Henderson District's Motion at 2.

# IT IS THEREFORE ORDERED that:

- Henderson District is authorized to use \$2,800 of its water loss surcharge proceeds for the leak detection services performed by Reveal Underground Services in August of 2024.
  - 2. Proof of payment should be filed in the record of this case within 30 days.

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**PUBLIC SERVICE COMMISSION** 

Chairma

Commissioner

Commissioner

ATTEST:

Executive Director

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KENTUCKY PUBLIC SERVICE COMMISSION \*L. Allyson Honaker Honaker Law Office, PLLC 1795 Alysheba Way Suite 1203 Lexington, KY 40509

\*Heather Temple Honaker Law Office, PLLC 1795 Alysheba Way Suite 1203 Lexington, KY 40509

\*Henderson County Water District 655 South Main Street P. O. Box 655 Henderson, KY 42419-0655

\*Henderson County Water District Henderson County Water District 655 South Main Street P. O. Box 655 Henderson, KY 42419-0655