

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF GRAVES)	CASE NO.
COUNTY WATER DISTRICT FOR A RATE)	2025-00060
ADJUSTMENT PURSUANT TO 807 KAR 5:076)	

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

Graves County Water District (Graves 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 July 2, 2025. The Commission directs Graves 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.

Graves District shall make timely amendment to any prior response if Graves 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 Graves District fails or refuses to furnish all or part of the requested information, Graves 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, Graves 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 Graves District's response to Commission Staff's First Request for Information (Staff's First Request), Item 1a, 2023 General Ledger Account Number 620, Materials and Supplies. Refer also to the chart below listing entries from that account.

Date	Number	Vendor	Description	Amount
03/31/2023	MAR23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS		\$ 7,094.29
08/31/2023	AUG23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS		7,104.03
10/31/2023	OCT23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS		10,048.03
11/30/2023	NOV23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS	MATERIAL USED IN MAIN BREAK REPARIS	16,878.22
11/30/2023	NOV23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS		11,975.62
12/31/2023	DEC23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS		9,365.90
12/31/2023	DEC23MGT	MAYFIELD ELECTRIC & WATER SYSTEMS		8,550.36
Total				<u>\$ 71,016.45</u>

- a. Provide a copy of each invoice listed above.
- b. Describe each purchase and state whether each item should have been capitalized.
- c. For each purchase, if Graves District believes its classification as an expense is proper, explain the reasoning.
- d. For each purchase, if an item should have been capitalized, provide the appropriate NARUC depreciation life for it.

2. Refer to Graves District's response to Staff's First Request, Item 1a, 2023 General Ledger Account Number 610, Purchased Water and Item 5a, 2023 Purchased Water Excel. The purchased water costs between the referenced Items are not the same. Reconcile the amount submitted in Item 5a to the test year purchased water cost and provide an explanation for any adjustments.

610 · Purchased Water				
Date	Code	Vendor	Description	Amount
08/31/2023	AUG23LKDET	MAYFIELD ELECTRIC & WATER SYSTEMS		7,798.13
10/23/2023		TUCKER CONSTRUCTION	ROOF REPAIR	6,303.41

3. Refer to Graves District's response to Staff's First Request, Item 8. Graves District did not provide documentation from the Fiscal Court that authorizes each commissioner's compensation. If Graves District is unable to provide the documentation, provide an explanation why.

4. Refer to Graves District's response to Staff's First Request, Item 14, 2023 Miscellaneous Service Revenues Excel Document, and Item 10. Graves District's response to Item 10 indicated it performed 36 tap-ons during the test period, while Item 14 indicates the tap-on fee was assessed 45 times. Provide an explanation for the difference between these two amounts.

5. Refer to Graves District's response to Staff's First Request, Item 19c and Application, Adjustment B. It states Graves District has not received any revenues from the Hickory Area surcharge since collection stopped in June 2021. Provide an explanation for why the \$7,225 amount, included as Adjustment B, was recognized as surcharge revenue during the test year. As part of this response, confirm that no customers were billed for this surcharge during the test year. If not confirmed, explain the reason for the billing.

6. Refer to Graves District's response to Staff's First Request, Item 21. If Graves District is failing to adequately fund its depreciation, explain how a five-year phase-in allows Graves District to adequately fund its depreciation while not recovering the full revenue requirement based on a 2023 test year until 2030, five years after its rates go into effect.

7. Refer to Graves District's response to Staff's First Request, Item 14, 2023 Miscellaneous Service Revenues Excel, which states Graves District charges both a late payment fee of 10 percent, and a late payment notice charge of \$2.00. Explain why the late payment notice charge is assessed in addition to the late payment fee of 10 percent.

8. Refer to Graves District's response to Staff's First Request, Item 13. Staff's First Request asked for billing analysis information from 2023. However, Graves District's

response states the billing analysis refers to 2022. Confirm that billing analysis provided by Graves District refers to 2022. If confirmed, explain why Graves District provided 2022 information in response to the data request. If not confirmed, explain what attachment 13_Billing_Analysis_Existing_&_Proposed_Rates represents.

9. Refer to Graves District's response to Staff's First Request, Item 6, Graves District's Board Minutes. The minutes provided did not have entries for June or December in 2023; June, October, or December in 2024; and only contained minutes through February 2025. Identify any and all Graves District board meetings held during the months listed above and since February 2025. If there were one or more Graves District board meetings during a month included in this request, provide the minutes from that meeting. If no minutes are available for a particular board meeting, explain why.

10. Refer to Graves District's response to Staff's First Request, Item 13a. The Billing Analysis provided in the file 13_Billing_Analysis_Existing__Prposed_Rates, does not include the proposed Billing Analysis for each one of the phases proposed by Graves District. Provide the billing analysis in Excel spreadsheet format with all formulas, rows, and columns unprotected and fully accessible for the Current Billing Analysis 2023 Usage and Existing Rates and Proposed Billing Analysis 2023 Usage and Proposed Rates for each of the five phases of the five year phase in increase requested by Graves District in the initial application.

11. Refer to Graves District's response to Staff's First Request, Item 18. Graves District provided updated cost justification sheets for its 5/8 X 3/4-Inch ,1-Inch, and 2-Inch Meter Connection/Tap-on Charge.

a. Aside from these three charges, explain whether Graves District intends to maintain language in its Tariff as follows: "All larger meters require approval by the utility board and, if approved, will be installed at actual cost".

b. Explain why Graves District does not intend to establish a set Meter Connection/Tap-on Charge for its 1 1/2-Inch Meter Size.

12. Refer to Graves District's response to Staff's First Request, Item 17. Graves District's provided updated cost justification sheets for Meter Relocation Fee, Damaged Meter Fee, and Damaged Radio Read Meter Fee.

a. Explain whether Graves District wants to establish a specific dollar amount for each of the Nonrecurring Charges mentioned above or if Graves District prefers to leave them as Actual Cost as they appear in Graves District's current Tariff.

b. If Graves District prefers to establish a specific dollar amount for each of the Nonrecurring Charges mentioned above, explain whether the labor for these charges is performed by a contractor or by the utility's employees.



Linda C. Bridwell, PE
Executive Director
Public Service Commission
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DATED **JUN 16 2025**

cc: Parties of Record

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