

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ADJUSTMENT OF RATES OF)
LAKEWOOD VALLEY DEVELOP-)
MENT COMPANY SEWER SYSTEM)

CASE NO. 8293

O R D E R

IT IS ORDERED that Lakewood Valley Development Company Sewer System shall file an original and five copies of the following information with the Commission with a copy to the Attorney General's Division of Consumer Protection by October 14, 1981. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

- 1) Specify any differences in the operational contract from the time it was an oral contract to the written contract now in effect. Also specify the cost of the contract over the previous five years.
- 2) In what account in the annual report has the operational contract fee been reported in the past?
- 3) Provide supporting documentation or invoices for the water line shown as acquired in 1981.
- 4) Provide a copy of the purchase invoice for the water meter and the by-pass line shown as acquired during 1980. Include the cost, date installed and a brief statement of the necessity for the additional equipment.
- 5) Provide a breakdown of all costs actually incurred in the detail requested in item two of the information request dated August 21, 1981.

- 6) Provide details regarding the decision to increase the monthly sludge hauling for this plant. Include the maximum effluent allowed by the Department of Natural Resources and the affect of the additional sludge hauling on the effluent level. Also provide any written documentation from any regulatory agency requiring that the sludge hauling be increased at this time.
- 7) Provide the information required under treatment plant operating statistics, sludge hauling, in the annual report for each of the previous five years. Include, cost per load, average number of gallons per load and the number of loads per year. This information should be supplied on the annual report form in order to supplement the Commission's file.
- 8) Provide a copy of the contract entered into by the company for sludge hauling. If a written contract is not available, provide all terms and conditions of the verbal contract.
- 9) Provide a description of the actual costs incurred during the test year for the following accounts:
 - 1) Supplies 713 - \$ 329
 - 2) Repairs 713 - \$1,708
 - 3) Water Costs 703 - \$ 564
- 10) Provide a breakdown into the proper accounts based on the Uniform System of Accounts of the total maintenance expense reported in the annual reports to this Commission for 1979 and 1980. For 1978 provide a comparison consistent with the 1979 and 1980 breakdown of comparable expenses.
- 11) With reference to your response to information request item 4, you provided the tax return repair expense for 1979 and 1980. Please provide a breakdown of these expenses. This analysis should include the cost of materials and labor and brief description of each item of repair. Include invoices if available. Also provide a similar analysis of the expected cost of \$3,500 in the pro forma adjustment.
- 12) In item 11 of your September 11, 1981 letter, you stated that a breakdown of the total utility plant in service was not available. Give the reasons why this breakdown is not available. If possible, assign monetary values to the items listed below. If you are not able to do this, provide a description of your physical assets.

- a) Intangible Plant
- b) Land & Structures
- c) Collection Plant
- d) Pumping Plant
- e) Treatment and Disposal Plant
- f) General Plant

Done at Frankfort, Kentucky, this 29th day of September, 1981.

PUBLIC SERVICE COMMISSION

Marlin M. Voh
For the Commission

ATTEST:

Secretary