

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

RATE ADJUSTMENT OF KENTON)
COUNTY WATER DISTRICT) CASE NO. 8572

O R D E R

IT IS ORDERED that Kenton County Water District shall file an original and eight copies of the following information with the Commission, with a copy to the Attorney General's Consumer Protection Division by December 27, 1982. If neither the requested information nor motion for an extension of time is filed by the stated date, the case will be dismissed.

1. Provide any cost saving measures the company has undertaken or plans to undertake. For each measure provide a dollar estimate of the current and projected cost savings the company has realized or expects to realize as a result of implementing the measures. Provide a narrative description and applicable work papers to support the estimates of the effects of these measures on the test period.
2. Copies of the annual budget for 1981 and 1982.
3. An analysis of Maintenance of Mains of \$146,982 for the test period. This should include a complete breakdown of this account and also provide all detailed work papers supporting

this analysis. At minimum, the work papers should show the date, vendor, reference (i.e., voucher no., etc.), dollar amount, and brief description of each expenditure. In addition, explain all costs that were considered non-recurring in the analysis.

4. Explain the basis for including interest income of \$184,907 on Exhibit 10 and Item 8 of the August 12, 1982, staff request and not the test year actual interest income of \$508,242.

5. Provide source documents for sales usage from the City of Walton for the months of October, November and December when available.

6. After review of the response to the request for information dated October 27, 1982, the Commission has determined that the response to Item 11 was incomplete. Provide the actual work papers used in determining the calculation of the increase in payroll expenses of \$8,316 and \$15,472.

7. On request Item No. 1 page 4 of 9 explain the basis for including in your adjustment to pumping expense the volume of water used by the City of Walton in calculating the pumping expense per unit.

8. Provide a description of future construction plans and the estimated date this would be needed.

9. Provide the costs involved if the revenue bonds of \$13,310,000 were refinanced. Include all assumptions, calculations, and methodologies used to calculate these costs.

Done at Frankfort, Kentucky, this 16th day of December, 1982.

PUBLIC SERVICE COMMISSION


By the Commission

ATTEST:

Secretary