

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TRANSFER OF PAR-TEE WATER)	
UTILITY LOCATED IN GLENWOOD HALL)	CASE NO.
RESORT TO CARROLL COUNTY WATER)	2001-110
DISTRICT NO. 1)	

SECOND DATA REQUEST OF COMMISSION STAFF

The Carroll County Water District No. 1 (“Carroll County”) and Par-Tee Water Utility (“Par-Tee”)(collectively, “Applicants”), pursuant to 807 KAR 5:001, are to file with the Commission the original and eight copies of the following information, with a copy to all parties of record. The information requested herein is due within 5 days of the date of this pleading. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information herein has been previously provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. The Applicants shall include in each response the name of the individual(s) who provided the information needed or responded to the data request.

1. In its response to Item 1 of the Commission’s June 26, 2001 data request, Par-Tee refers to a purchase/sale agreement between ICH and Carroll County. However, Par-Tee states that it is unable to locate a copy of the agreement. Did Carroll County maintain a copy of the purchase/sale agreement between ICH and itself? If yes,

provide a copy of the agreement. If no, provide a detailed explanation as to why Carroll County did not keep a copy of the agreement.

2. Is there a purchase sale agreement between Carroll County and Par-Tee? If yes, provide a copy of the agreement. If no, explain how Par-Tee and Carroll County are obligated to each other to make the transfer for which they have requested Commission approval.

3. In its response to Item 3 of the Commission's June 26, 2001 data request, Par-Tee states that the connection to Carroll County occurred on October 12, 2000 and that Par-Tee ceased to produce water as of that date. Carroll County's response to Item 9 of that same request states that the former customers of Par-Tee are now being charged Carroll County's uniform rate specified in PSC Tariff Sheet #99-302. Given these responses, would you agree that the transfer of Par-Tee to Carroll County occurred on October 12, 2000? If no, provide a detailed explanation.

4. In the response to Item 4 of the Commission's June 26, 2001 data request, Par-Tee states that no plant was transferred to Carroll County but that Carroll County "took over possession of existing lines and meters." Provide a detailed plant schedule of those lines and meters and any other physical assets that were taken over by Carroll County. Include the original cost, the date initially placed in service, and accumulated depreciation for each category.

5. Refer to the response to Item 6 of the Commission's June 26, 2001 data request.

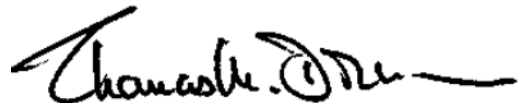
a. The applicants respond that Par-Tee did not receive any customer deposits from ICH and has not collected any since the transfer from ICH to Par-Tee.

Included in its response is a partial trial balance and partial balance sheet for Perry Park at June 30, 1998, both of which list assets only. Explain why a list of assets should be sufficient documentation to show that Par-Tee does not carry any customer deposits (a liability account).

b. The trial balance for Perry Park at June 30, 1998 shows account number [REDACTED] Water System, at \$87,019.58 and account number [REDACTED] Water System Improvements, at \$3,666.94. The utility's 1998 - 2000 annual reports show only \$40,000 as utility plant in service. Explain the difference in these amounts. Also, provide a detailed plant schedule that supports the amounts recorded in the June 30, 1998 trial balance, showing original cost, date initially placed in service and accumulated depreciation for each category of plant.

6. Refer to the response to Item 8 of the Commission's June 26, 2001 data request. It is stated that no journal entries were made to record the transfer. State why the original cost and accumulated depreciation of the lines and meters taken over by Carroll County should not be recorded on Carroll County's books.

7. Provide the journal entry Carroll County made on its books to record the \$100,000 extension connecting to Par-Tee's system.



Thomas M. Dorman
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Dated: JULY 25, 2001

cc: Parties of Record