

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE DEVIATION OF U.S. 60 WATER DISTRICT)
FROM ITS REGULAR EXTENSION POLICY -) CASE NO. 2001-00265
SHELBY FISCAL COURT FOR MCFARLAND)
LANE, BACKCREEK ROAD, AND COOK ROAD)

COMMISSION STAFF S INTERROGATORIES AND REQUESTS
FOR PRODUCTION OF DOCUMENTS TO U.S. 60 WATER DISTRICT OF SHELBY
AND FRANKLIN COUNTIES, KENTUCKY

Pursuant to Administrative Regulation 807 KAR 5:001, Commission Staff requests that U.S. 60 Water District of Shelby and Franklin Counties, Kentucky ("U.S. 60 Water District") file the original and 8 copies of the following information with the Commission within 14 days, with a copy to all parties of record. Each copy of the information requested shall 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 witness who will be responsible for responding to questions relating to the information provided. Careful attention shall be given to copied material to ensure its legibility. 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.

1. Provide the ordinance or resolution of Shelby County Fiscal Court (Fiscal Court) in which the expenditure of the estimated project cost was approved. If no ordinance or resolution is available, provide the minutes of each Fiscal Court meeting during which Fiscal Court discussed or voted upon the expenditure.

2. a. State the number of potential customers that reside upon McFarland Lane, Backcreek Road, and Cook Road.

b. State how many of these potential customers will be required to contribute to the cost of the water main extension.

3. a. State the number of persons who reside upon McFarland Lane, Backcreek Road, and Cook Road who have applied for service.

b. State how many of these potential applicants are eligible to connect to the proposed water main without contributing to the cost of the water main extension.

4. State whether U.S. 60 Water District currently serves any structure(s) on McFarland Lane, Backcreek Road, and Cook Road through facilities that are located on other streets or roads.

5. If U.S. 60 Water District currently serves any structure(s) on McFarland Lane, Backcreek Road, and Cook Road through facilities that are located on other streets or roads,

a. State the number of customers that are served.

b. Describe how these customers will be affected by the proposed contract.

6. State whether U.S. 60 Water District has previously entered agreements with Fiscal Court regarding the construction of water main extensions during the last 10 years. If yes, list the date of each agreement and state:

a. Number of potential customers that the proposed extension was expected to serve.

b. Amount of Fiscal Court s contribution.

c. Length of the proposed water main extension.

- d. Cost of the proposed water main extension.
- e. Amount of any required customer contribution.
- f. Length of period during which subsequently connecting customers would be required to contribute.

7. Explain why U.S. 60 Water District used a special contract for the proposed water main extension rather than amend its filed rate schedules to provide for a uniform rule for all water main extensions in Shelby County that are financed in part with contributions from Fiscal Court.

8. a. State U.S. 60 Water District's estimate for future customer growth along the portion of McFarland Lane, Backcreek Road, and Cook Road that the proposed water main extension will serve.

b. Describe how U.S. 60 Water District derived this estimate.

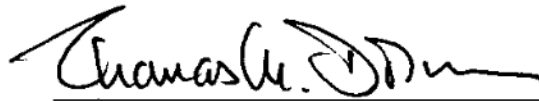
9. State how Fiscal Court and U.S. 60 Water District determined that an applicant for service should be assessed a contribution based upon his or her household income.

10. Describe how U.S. 60 Water District will determine whether an applicant meets the income eligibility requirements set forth in the contract.

11. In Case No. 2001-00357,¹ U.S. 60 Water District submitted an extension agreement to the Commission that required each applicant for service to contribute \$2,500. In the present case, certain applicants will be exempted from any contribution

¹ Case No. 2001-00357, The Deviation of U.S. 60 Water District from Its Regular Extension Policy – Shelby Fiscal Court For Service to Ditto Road (filed Oct. 30, 2001).

while others will contribute only \$1,000 to connect. Explain how the proposed extension arrangements in each case are consistent given that the average cost per tap-on is \$16,226 in the present case and is \$25,642 in the proposed arrangement under consideration in Case No. 2001-00357.

A handwritten signature in black ink, appearing to read "Thomas M. Dorman", written over a horizontal line.

Thomas M. Dorman
Executive Director
Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, Kentucky 40602

DATED: March 19, 2002

cc: Parties of Record