

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTHERN KENTUCKY )  
WATER DISTRICT FOR (A) AN ADJUSTMENT )  
OF RATES; (B) A CERTIFICATE OF PUBLIC ) CASE NO. 2002-00105  
CONVENIENCE AND NECESSITY FOR )  
IMPROVEMENTS TO WATER FACILITIES IF )  
NECESSARY; AND (C) ISSUANCE OF )  
BONDS )

O R D E R

The Commission has reviewed the information filed by Northern Kentucky Water District ( NKWD ) in response to certain requests posed by Commission Staff in this proceeding. Finding that NKWD failed to provide certain information requested, the Commission by this Order directs NKWD to provide that information.

On September 3, 2002, Commission Staff issued a data request in which it requested that NKWD provide an adjusted cost-of-service study, along with work papers, that, consistent with the Commission's holding in Case No. 1994-00056,<sup>1</sup> reallocates the expenses associated with its small distribution mains to its residential,

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<sup>1</sup>Case No. 1994-00056, Application of Kenton County Water District No. 1: (A) For Authority to Issue Parity Revenue Bonds in the Approximate Principal Amount of \$7,315,000 for the Purpose of Refunding Bond Anticipation Notes and For Other Needs; and (B) Notice of An Adjustment in Water Rates: An Increase of Approximately \$1,834,000 Effective May 1, 1994, Order dated January 27, 1995.

commercial and industrial classes.<sup>2</sup> Rather than providing the requested information, NKWD explained why the cost-of-service study should not be adjusted as requested. On January 10, 2003, the second day of the hearing in this proceeding, Commission Staff requested NKWD's cost-of-service witness to provide the information originally requested in Item 1 of the Staff's September 3, 2002 request. The witness agreed she could provide the information<sup>3</sup> and NKWD was given 10 days from the date of the hearing to respond to the request.<sup>4</sup> The information has not been received to date. The Commission acknowledges that, in response to a different request, NKWD did file a summary of its revenue allocation based on the cost of different size mains being assigned to the wholesale customers; however, this information is not responsive to the request at issue herein.

Based upon the above, the Commission HEREBY ORDERS AND COMPELS NKWD to file with the Commission and to serve upon the parties of record, within 5 days from the date of this Order, an adjusted cost-of-service study, along with all workpapers, as requested in Item 1 of the Staff's September 3, 2002 request.

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<sup>2</sup>Commission Staff's Second Set of Interrogatories and Requests for Production of Documents to Northern Kentucky Water District, Item 1, dated September 3, 2002 ( Staff's September 3, 2002 request ).

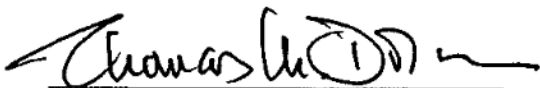
<sup>3</sup>T.E., January 10, 2003, at 100.

<sup>4</sup>T.E., January 10, 2003, at 167.

Done at Frankfort, Kentucky, this 7<sup>th</sup> day of February, 2003.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Thomas H. [unclear]", written over a horizontal line.

Executive Director