

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BULLOCK PEN WATER)	
DISTRICT FOR AN ADJUSTMENT OF RATES)	CASE NO.
USING A HISTORICAL TEST PERIOD ENDING)	2008-00170
DECEMBER 31, 2007)	

COMMISSION STAFF'S FIRST INFORMATION REQUEST
TO BULLOCK PEN WATER DISTRICT

Bullock Pen Water District (“Bullock Pen”), pursuant to 807 KAR 5:001, is to file with the Commission the original and 10 copies of the following information, with a copy to all parties of record. The information requested herein is due on or before either 14 days after the initial submission of the rate application or 28 days after the date of this data request, whichever is later. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person’s knowledge, information, and belief formed after a reasonable inquiry.

Bullock Pen shall make timely amendment to any prior responses if it obtains information which indicates that the response was incorrect when made or, though correct

when made, is now incorrect in any material respect. For any request to which Bullock Pen fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. 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. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

1. Provide all ordinances and resolutions of the Fiscal Court(s) that address the current level of compensation for members of Bullock Pen's Board of Commissioners.

2. For each attorney that Bullock Pen employed in calendar year 2007 or currently employs, provide written evidence that the County Judge/Executive(s) has approved his or her employment and the payment of his or her compensation from water district funds.

3. Provide a complete copy of the workpapers, calculations, and assumptions Bullock Pen used to develop its pro forma test-period financial information.

4. List all business activities of Bullock Pen aside from its regulated utility activities. For each activity listed, describe the accounting policies and procedures in place to ensure that those activities are not subsidized by regulated rates or vice versa.

5. Provide a schedule listing each project included in the test period Construction Work in Progress ("CWIP"). Include a detailed description of each project included in the schedule.

6. Provide a test-period general ledger showing account number, subaccount number, account title, subaccount title, and all entries to each account. For each entry state the date paid, vendor name, check number used to make payment, and the amount. The general ledger shall include all asset, liability, capital, income, and expense accounts used by Bullock Pen. All accounts should show activity for 12 months. Show the balance in each control and all underlying subaccounts per company books.

7. For each cash account used by Bullock Pen during the test year, provide a cash disbursements ledger that lists all checks in chronological order and details the date paid, check number, vendor, and amount.

8. Reconcile the test-period general ledger expense accounts to the expense amounts reported on page 30 of Bullock Pen's 2007 Annual Report.

9. Provide a copy of all audit adjustments made for the test-period financial statements.

10. a. Provide a list of all employees employed during the test period. For each employee listed, provide the following:

- (1) Name.
- (2) Title.
- (3) Length of employment with Bullock Pen.
- (4) Job duties.
- (5) Test-period pay rate and current pay rate.
- (6) Test-period regular time worked and overtime worked.
- (7) Percentage of test-period payroll capitalized.
- (8) Total test-period payroll expenses capitalized.

(9) Type of employee benefits (i.e., health insurance, dental insurance, vision insurance, pension, etc.) and amounts paid for each by Bullock Pen.

b. Provide a copy of the employee information requested in 10(a) on a computer disk in Microsoft Excel 2003 format.

c. Provide the employer retirement contribution rate(s) that were effective during calendar years 2005, 2006, and 2007, including the date the rate became effective.

d. Provide the notification Bullock Pen received from the Kentucky Retirement Systems of the employer contribution rate that will be effective for the fiscal year July 1, 2008 through June 30, 2009.

11. Provide a detailed list of all fringe benefits available to Bullock Pen employees and the actual test-period cost of each benefit and the pro forma cost. Provide comparative cost information for calendar years 2006, 2007, and 2008. Indicate which fringe benefits, if any, are limited to management or full-time employees. Explain any changes in fringe benefits occurring over this period.

12. Provide the most recent vendor invoice for health insurance. The invoice shall list employees individually by name and state clearly the type of coverage provided.

13. a. Provide a schedule detailing all test-period expenditures related to the application filed in this current proceeding. Provide in the schedule the nature and amounts of all charges along with a copy of vendor invoices. The invoices should contain detailed descriptions of the services, the amount of time billed for each service, and the hourly billing rate. Identify the account number and title to which each amount was charged.

b. Provide the anticipated total cost of the case upon completion. The projected amount should be detailed by type of service and vendor with supporting documentation for each.

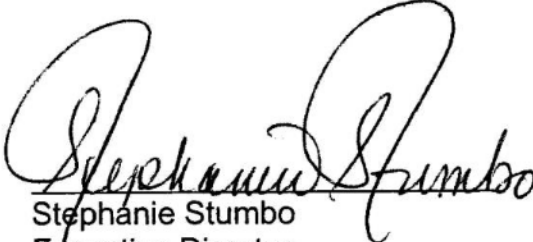
c. Provide a monthly update of the schedule requested in 13(a) showing all of the costs incurred as of that date. Include the supporting detailed vendor invoices as requested in 13(a).

14. For each debt of Bullock Pen currently outstanding or outstanding during the test year,

a. Provide the bond ordinance or resolution authorizing the bond issuance or long-term loan.

b. Provide a current amortization schedule that includes the entire life of the loan or bond and that details the payment amounts, principal retirements, interest payments, interest rates, and outstanding balances.

c. Provide a description of the use of the borrowed funds.



Stephanie Stumbo
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED: June 3rd, 2008

cc: Parties of Record