

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

|                                       |   |            |
|---------------------------------------|---|------------|
| AN ELECTRONIC INVESTIGATION INTO      | ) |            |
| FARMDALE WATER DISTRICT TO DETERMINE  | ) |            |
| THE FEASIBILITY OF MERGER WITH A      | ) | CASE NO.   |
| PROXIMATE UTILITY PURSUANT TO         | ) | 2024-00202 |
| KRS 74.361 OR ABANDONMENT PURSUANT TO | ) |            |
| KRS 278.020(6), AND KRS 278.021       | ) |            |

COMMISSION STAFF'S THIRD REQUEST FOR INFORMATION  
TO FARMDALE WATER DISTRICT

Farmdale Water District (Farmdale District), pursuant to 807 KAR 5:001, shall file with the Commission an electronic version of the following information. The information requested is due on October 29, 2026. The Commission directs Farmdale District to the Commission's July 22, 2021 Order in Case No. 2020-00085<sup>1</sup> regarding filings with the Commission. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked.

Each response shall include the question to which the response is made and 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

---

<sup>1</sup> Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC July 22, 2021), Order (in which the Commission ordered that for case filings made on and after March 16, 2020, filers are NOT required to file the original physical copies of the filings required by 807 KAR 5:001, Section 8).

response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Farmdale District shall make timely amendment to any prior response if Farmdale District obtains information that indicates the response was incorrect or incomplete when made or, though correct or complete when made, is now incorrect or incomplete in any material respect.

For any request to which Farmdale District fails or refuses to furnish all or part of the requested information, Farmdale District shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied and scanned 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. When filing a paper containing personal information, Farmdale District shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Provide Farmdale District's fixed asset register as of December 31, 2025.
2. Provide the asset depreciation life, and depreciation expense annually for Phase I of the line replacement project and state if any of those amounts are included in the 2025 fixed asset register provided in response to Item 1.

3. Provide a depreciation forecast by year for 2027 through 2036 using assets currently in service and Phase I of the line replacement project (do not include other forecasted capital expenditures).

4. Provide a schedule of debt service for 2027 through 2036 by loan, split between principal and interest for each debt item.

5. Provide the annual payment of Phase II of the line replacement project borrowing at 2.75 percent for 20 years.

6. Provide the following updates about the status of Phase II of the line replacement project:

a. Describe expected key dates that are needed for executing the Phase II improvements (including but not limited to plans and specification approvals, environmental review, bid advertisement/opening, construction start).

b. Provide status and timeline for KIA Fund B financing approval.

c. Provide calculations of alternative bond funds at 15, 20, and 30 years.

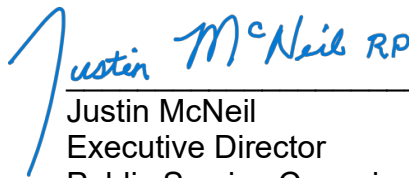
7. Provide the estimated percentage improvement in water loss as shown in the table below.

| Description                                     | % Point      |
|-------------------------------------------------|--------------|
| New Meters Installed (Surcharge Funds)          |              |
| Projected Impact for Replacing Remaining Meters |              |
| Phase I Line Replacements                       |              |
| Phase II Line Replacements                      |              |
| Other Impacts                                   |              |
| Total Percentage Reduction                      | <u>0.00%</u> |

8. Refer to the Annual Reports for the years 2020 through 2025 filed with the Commission, specifically related to water loss. As shown in the table below, system use increased from less than 1 percent for 2020 through 2023 to 3.92 percent in 2024 and 6.61 percent in 2025.

| Description                   | 2020     | 2021     | 2022     | 2023     | 2024     | 2025     |
|-------------------------------|----------|----------|----------|----------|----------|----------|
| Customer Count                | 2,728    | 2,730    | 2,747    | 2,763    | 2,777    | 2,780    |
| Gallons Purchased             | 229,143  | 233,603  | 249,535  | 265,039  | 223,453  | 224,955  |
| Gallons Sold                  | 145,174  | 140,728  | 138,834  | 152,519  | 150,659  | 143,930  |
| Gallons Used for Internal Use | 537      | 2,423    | 2,502    | 689      | 8,756    | 14,877   |
| Water Loss Gallons            | 83,432   | 90,452   | 108,199  | 111,831  | 64,038   | 66,148   |
| System Use Percentage         | 0.23%    | 1.04%    | 1.00%    | 0.26%    | 3.92%    | 6.61%    |
| Water Loss Percentage         | 36.4105% | 38.7204% | 43.3603% | 42.1942% | 28.6584% | 29.4050% |

- a. Explain the reasons for the increase in system use.
- b. State the percent that system use increased in 2024 and 2025 due to changes in classification of water used from water loss to system use.

  
Justin McNeil  
Executive Director  
Public Service Commission  
211 Sower Blvd.  
Frankfort, KY 40601-8294

DATED **OCT 12 2026**

cc: Parties of Record

## Service List for Case 2024-00202

\* Honorable Damon R Talley  
Attorney at Law  
STOLL KEENON OGDEN PLLC  
300 West Vine Street  
Suite 2100  
Lexington, KY 40507-1801

\* Farmdale Water District  
100 Highwood Drive, Route 8  
Frankfort, KY 40601

\* Farmdale Water District  
Farmdale Water District  
100 Highwood Drive, Route 8  
Frankfort, KY 40601

\* Honorable Hance Price  
Attorney at Law  
Frankfort Electric & Water Plant Board  
317 W. Second Street  
P. O. Box 308  
Frankfort, KY 40602

\* Tina C. Frederick  
STOLL KEENON OGDEN PLLC  
300 West Vine Street  
Suite 2100  
Lexington, KY 40507-1801