

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC JOINT APPLICATION OF	)	
EDMONSON COUNTY WATER DISTRICT AND	)	
CAVELAND SANITATION AUTHORITY, INC.,	)	CASE NO.
D/B/A CAVELAND ENVIRONMENTAL	)	2026-00136
AUTHORITY FOR APPROVAL OF THE	)	
TRANSFER OF THE SEWER SYSTEM IN THE	)	
HILLTOP AREA	)	

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO EDMONSON COUNTY WATER DISTRICT

Edmonson County Water District (Edmonson 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 2, 2026. The Commission directs Edmonson District to the Commission's July 22, 2021 Order in Case No. 2020-00085¹ 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

¹ 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).

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.

Edmonson District shall make timely amendment to any prior response if Edmonson 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 Edmonson District fails or refuses to furnish all or part of the requested information, Edmonson 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, Edmonson 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. Refer to the Application, page 8, Item 34. Following the proposed closing of this transaction, confirm that Edmonson District would no longer serve any residential, commercial, or industrial sewer customers and would no longer be providing any sewer services of any kind whatsoever. If not confirmed, explain.

2. Refer to the Application, page 5, Item 18, and refer to the Application, Exhibit I, Operating Agreement. Identify and explain any instances of degradation of service, reliability, or any other issues with the Edmonson District sewer system since the time Caveland Environmental Authority (Caveland) began operating the sewer system pursuant to the Operating Agreement dated January 27, 2026.

3. Refer to the Application, page 7, Item 28. Explain how Caveland can operate the Edmonson District sewer system more efficiently.

4. Provide the anticipated journal entries by Uniform System of Accounts (USoA) Account Numbers to record the selling transactions.

5. Refer to the Application, page 8, Items 21 and 33. Provide the current outstanding principal and accrued interest of Edmonson District's RD Sewer Bond.

6. Provide a breakdown of the revenue requirement impact of the proposed transaction including the following items.

- a. Operating revenue increase or decrease;
- b. Operating expense increase or decrease by expense component;
- c. Annual depreciation, including calculations, for each component for which there are different depreciation lives;
- d. Annual debt service;
- e. Twenty percent working capital on debt service amounts listed in Item 6 (d); and
- f. Total of all items above.

7. Refer to the Application, Exhibit I, Operating Agreement. Explain whether any employees will be transferred as part of the sale of the Edmonson District sewer system or whether they will remain employed by Edmonson District.

8. Explain any anticipated benefits the 57 residential customers in the Hilltop area would realize due to the proposed transfer.

9. Explain any anticipated benefits Edmonson District would realize due to the proposed transfer.


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

DATED SEP 17 2026

cc: Parties of Record

Service List for Case 2026-00136

* David Peterson
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508 South Dixie Highway
Cave City, KY 42127

* Kenly Ames
English, Lucas, Priest & Owsley
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* Kevin Shaw
General Manager
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