

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF EAST LOGAN	)	
WATER DISTRICT, INC. FOR AN ALTERNATIVE	)	CASE NO.
RATE FILING ADJUSTMENT PURSUANT TO 807	)	2026-00228
KAR 5:076	)	

ORDER

On August 31, 2026, East Logan Water District, Inc. (East Logan District) filed its application with the Commission requesting an adjustment to its water rates pursuant to 807 KAR 5:076. East Logan District filed this application in compliance with the final Order in Case No. 2025-00265.¹ In that proceeding, East Logan District was ordered to file an application by August 31, 2026, for either a general rate adjustment pursuant to 807 KAR 5:001, Section 16, or for an alternative rate adjustment (ARF) pursuant to 807 KAR 5:076 to ensure its revenue is sufficient to support adequate and reliable service.²

The Commission finds that a procedural schedule³ should be established to ensure the orderly review of East Logan District's application. The procedural schedule is attached as Appendix A to this Order.

¹ Case No. 2025-00265, *Electronic Application of East Logan Water District, inc. for a Rate Adjustment Pursuant to 807 KAR 5:076* (Ky. PSC Jan. 7, 2026), final Order.

² Case No. 2025-00265, Jan. 7, 2026 Order at 4, ordering paragraph 2.

³ No action is necessary to suspend the effective date of East Logan District's proposed rates for service. Pursuant to 807 KAR 5:076, Section 7(1), an applicant who applies for a rate adjustment pursuant to the procedures set for in 807 KAR 5:076 may not place its proposed rates into effect until the Commission approves those rates or six months from the date of the filing of its application.

In addition, East Logan District shall file on or before the date set forth in the procedural schedule its responses to the Commission Staff's request for information, attached to this Order as Appendix B, and shall respond to any future requests for information propounded by Commission Staff by the date or dates set forth on any such requests.

IT IS THEREFORE ORDERED that:

1. The procedural schedule set forth in Appendix A to this Order shall be followed.
2. On or before the date set forth in the procedural schedule, East Logan District shall file its responses to the Commission Staff's request for information attached to this Order as Appendix B.
3. East Logan District shall respond to any additional requests for information propounded by Commission Staff as provided in those requests.
4. No later than the date set forth in the procedural schedule, Commission Staff shall file with the Commission and serve upon all parties of record a written report (Staff Report) containing its recommendations regarding East Logan District's requested rate adjustment.
5. No later than 14 days after the date of service of the Staff Report, each party of record shall file with the Commission:
 - a. Its written comments on and any objections to the findings contained in the Commission Staff Report; and
 - b. Any additional evidence for the Commission to consider.

6. If Commission Staff recommends that East Logan District's financial condition supports a higher rate than East Logan District proposes or the assessment of an additional rate or charge not proposed in East Logan District's application, East Logan District in its response to the Staff Report shall also state its position in writing on whether the Commission should authorize the assessment of the higher rate or the additional rate or charge.

7. If Commission Staff recommends that changes should be made to the manner in which East Logan District accounts for the depreciation of East Logan District's assets, East Logan District in its response to the Staff Report shall also state its position in writing on whether the Commission should require East Logan District to implement the proposed change for accounting purposes.

8. A party's failure to file written objections to a recommendation contained in the Staff Report within 14 days after the date of the filing of the Staff Report shall be deemed a waiver of all objections to that finding.

9. If a party requests a hearing or informal conference, then the party shall make the request in its written comments and state the reason a hearing or informal conference is necessary.

10. A party's failure to request a hearing or informal conference in the party's written response shall be deemed a waiver of all rights to a hearing on the application and a request that the case stand submitted for decision.

11. A party's failure to file a written response within 14 days after the date of service of the Staff Report shall be deemed a waiver of all rights to a hearing on the application.

12. As set forth in 807 KAR 5:001, Section 4(11), a person requesting permissive intervention in a Commission proceeding is required to demonstrate either (1) a special interest in the proceeding that is not adequately represented in the case, or (2) that intervention is likely to present issues or develop facts that will assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings. Therefore, any person requesting to intervene in a Commission proceeding must state with specificity the person's special interest that is not otherwise adequately represented or the issues and facts the person will present that will assist the Commission in fully considering the matter. A mere recitation of the quantity of the utility consumed by the movant or a general statement regarding a potential impact of possible modification of rates will not be deemed sufficient to establish a special interest.

13. Any motion to intervene filed after the date established in the procedural schedule attached as Appendix A to this Order shall also show good cause for being untimely. If the untimely motion is granted, the movant shall accept and abide by the existing procedural schedule.

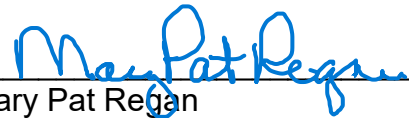
14. The Commission directs the parties to the Commission's July 22, 2021 Order in Case No. 2020-00085⁴ regarding filings with the Commission.

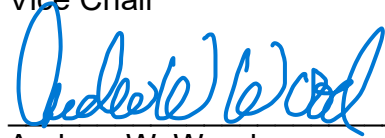
⁴ Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC July 22, 2021), Order (in which the Commission ordered that for case filings made on and after March 16, 2020, filers are NOT required to file the original physical copies of the filings required by 807 KAR 5:001, Section 8).

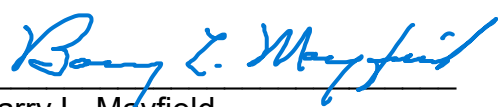
Entered on this 23rd day of September, 2026.

PUBLIC SERVICE COMMISSION



Angie Hatton
Chair

Mary Pat Regan
Vice Chair

Andrew W. Wood
Commissioner

Barry L. Mayfield
Commissioner

ATTEST:



Justin McNeil
Executive Director

Case No. 2026-00228

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2026-00228 DATED SEP 23 2026

Requests for intervention shall be filed no later than 10/12/2026

All requests for information to East Logan District
shall be filed no later than 10/19/2026

East Logan District shall file responses to requests
for information no later than 11/02/2026

All supplemental requests for information to
East Logan District shall be filed no later than 11/23/2026

East Logan District shall file responses to supplemental
requests for information no later than 12/07/2026

Commission Staff's Report shall be filed no later than..... 01/18/2027

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2026-00228 DATED SEP 23 2026

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO EAST LOGAN WATER DISTRICT, INC.

East Logan Water District, Inc. (East Logan 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 November 2, 2026. The Commission directs East Logan 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 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.

East Logan District shall make timely amendment to any prior response if East Logan District obtains information that indicates the response was incorrect or incomplete

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).

when made or, though correct or complete when made, is now incorrect or incomplete in any material respect.

For any request to which East Logan District fails or refuses to furnish all or part of the requested information, East Logan 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, East Logan 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 the following information related to billing software:
 - a. Brand or common name for software.
 - b. State whether the software is locally installed on a utility-owned computer or is a subscription service that is internet based.
 - c. If locally installed, state the installation date.
 - d. State whether the system is still serviced by the manufacturer and whether the utility maintains a service contract.
2. Provide the following information related to general ledger software:
 - a. State if the billing software and general ledger software are integrated.

- b. Brand or common name for software.
- c. State whether the software is locally installed on a utility-owned computer or is a subscription service that is internet based.
- d. If locally installed, state the installation date.
- e. State whether the system is still serviced by the manufacturer and whether the utility maintains a service contract.

3. Provide copies of each of the following, and when appropriate, provide in Excel spreadsheet format with all formulas, rows, and columns fully accessible and unprotected. Employee names should be redacted from all documents.

- a. The general ledger in Excel spreadsheet format with all transactions for each of the years ended December 31, 2025, and 2026 year to date.

- b. The trial balance in Excel spreadsheet format for the years ended December 31, 2025, and 2026 year to date.

- c. Provide a cross reference that matches each test year general ledger account to each revenue and expense line that is reported in the Schedule of Adjusted Operations and reconcile each amount that does not match.

4. Refer to the Schedule of Adjusted Operations (SAO), Revenue Requirements Calculation, SAO Adjustment References. Provide all schedules used to support each proposed adjustment in Excel format. Component details of a schedule should tie to the general ledger accounts that comprise the SAO line item including any adjustment for unreconciled amounts.

- a. Using a table format, provide an Excel spreadsheet with all formulas, rows, and columns fully accessible and unprotected that lists each position (Position 1,

Position 2, etc.), job titles, pay rates, and match cost for each employee for the year ended December 31, 2025. Include the date the employee was hired and, if applicable, the employee's termination date. If a position is recently vacated but the intent is to fill it, note the vacancy and the amount of time that it has been vacant. Employee names should be redacted from all documents. Provide calculations by employee that support pro forma wages of \$410,298. This may be provided as a separate table or combined with the table above. If a position is recently vacated but the intent is to fill it, note the vacancy and the amount of time that it has been vacant.

b. Provide a summary of overtime hours worked and costs that were due to vacant positions and thus will be eliminated when the vacant positions are filled.

c. For any part-time employees, state how many weekly hours a part-time employee is expected to work.

5. Provide a complete description of each employee benefit, paid to or on behalf of each employee for the calendar year 2025. Supplemental coverage for which the employee pays 100 percent of the cost should also be included. Employee names should be redacted from all documents.

a. Provide a copy of one invoice for 2025 for each employee benefit described above.

b. Provide a copy of the most recent invoice for each employee benefit described above.

6. Provide certificates of insurance and the most recent invoices for general liability, workers' compensation, automobile, property, and casualty.

7. Provide the current per gallon price paid for water purchased from the Logan/Todd Regional Water Commission.

8. Refer to the Application, Attachment 7, Depreciation Schedule. Provide the depreciation expense in Excel spreadsheet format with all formulas, rows, and columns fully accessible and unprotected.

9. Provide the minutes from East Logan District's Board of Commissioner meetings for the calendar years 2024, 2025, and 2026 year to date. Consider this a continuing request through the date of issuance of Commission Staff's Report.

a. Designate each action that authorizes hiring.

b. Designate each action that authorizes adjustments to wage rates and any other compensation or fringe benefit actions.

10. Provide a document listing the name of each commissioner for each of the calendar years 2024, 2025, 2026 year to date, their term (beginning and ending), and current authorized annual compensation.

a. State, individually, the amount of wages and each benefit (i.e., wages, health insurance premiums, life insurance premiums, FICA taxes, etc.), paid to, or on the behalf of, each director during each year

b. Provide documentation from the Fiscal Court that authorizes each commissioner's appointment and compensation.

c. Provide training records for each commissioner for 2024, 2025, and 2026 or a statement that the individual has not attended training.

11. Refer to the Application, Attachment 8. For each outstanding debt issuance, provide the Commission case number in which East Logan District was authorized to issue the debt.

12. Provide the following information regarding the rate case expense.

a. State whether East Logan District plans to incur any expense related to the preparation of this rate case.

b. If so, provide a quote or invoice for the amount projected or incurred.

c. State whether the amount projected is a fixed amount or describe what factors would cause the stated amount to increase or decrease.

d. State whether the expected rate case expense will be paid for by East Logan District or a third party (i.e. grant funds).

13. Provide the following with respect to new tap installations.

a. Number of installations during the test year.

b. State whether labor costs were capitalized and, if so, provide the total amount and designate the line in the fixed assets listing that reflects the capitalization.

c. State whether material costs were capitalized and, if so, provide the total amount and designate the line in the fixed assets listing that reflects the capitalization.

14. Provide the date that East Logan District's billing cycle begins (meter read date).

15. State whether the date that the billing cycle begins is the date that would be best stated as the effective date of any order the Commission issues concerning rates in this case.

16. Refer to the Application, Attachment 10, COSS document. Identify the business, organization or person(s) that performed East Logan District's most recent cost-of-service study (COSS) in the review of the appropriateness of its current rates and rate design.

a. Explain whether any material changes to East Logan District's system caused a new COSS to be prepared since the last time it completed one.

b. Provide a copy of the most recent COSS that has been performed for East Logan District's system in Excel spreadsheet format with all formulas, rows, and columns fully accessible and unprotected.

17. Refer to the Application, Attachment 6, Billing Analysis.

a. Provide the billing analysis in Excel Spreadsheet format with all formulas, rows, and columns unprotected and fully accessible.

b. Describe adjustments to the billing analysis and each respective justification.

c. Provide an analysis of the proposed pro forma adjustment to metered revenues.

18. Refer to the Application, SAO, provide an itemization of the Miscellaneous Service Revenues of \$40,529.

19. Provide the number of occurrences and dollar amounts for late fees recorded during the test year.

20. Provide a schedule of listing the number of occurrences for each non-recurring charge recorded during the test year and the total amount recorded for each non-recurring charge. If the revenue for any non-recurring charge was zero, include that

charge and indicate that no revenue was recorded. Include the general ledger account numbers where each non-recurring charge is recorded.

21. Provide updated cost justification sheets to support each nonrecurring charge listed in East Logan District's tariff.

22. Provide updated cost justification sheets to support each Meter Connection/Tap-on Charge listed in East Logan District's tariff.

23. Confirm whether East Logan District is incorporated under Kentucky law. If East Logan District is incorporated, explain why "N/A" was selected on ARF FORM-1(4)(a).

Service List for Case 2026-00228

* David P. Foster
Rural Community Assistance Partnership
101 Burch Court
Frankfort, KY 40601

* East Logan Water District, Inc.
333 S Franklin Street
Russellville, KY 42276

* Earn Brown
East Logan Water District, Inc.
333 S Franklin Street
Russellville, KY 42276