

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

**ELECTRONIC FARMDALE WATER)
DISTRICT’S UNACCOUNTED-FOR) CASE NO. 2020-00217
WATER LOSS REDUCTION PLAN,)
SURCHARGE AND MONITORING)**

MOTION TO EXPEND SURCHARGE FUNDS

Farmdale Water District (“Farmdale District”), by counsel, hereby respectfully requests the Kentucky Public Service Commission (“Commission”) to authorize Farmdale District to expend a portion of the surcharge funds for the purposes described in this Motion. In support of this Motion, Farmdale District states as follows:

1. On July 7, 2020, in Case No. 2020-00021, the Commission authorized Farmdale District to assess a monthly surcharge of \$3.00 per customer for 48 months or until \$380,000 has been collected. This surcharge will be referred to as the “Water Loss Reduction Surcharge” and the funds collected as the “Surcharge Funds.”

2. Farmdale District has collected approximately \$7,500 in Surcharges each month since September 2020. To date, none of the Surcharge Funds have been expended. As of July 31, 2022, Farmdale District’s Water Loss Surcharge Account at Community Trust Bank had a balance of **\$166,592.91**.

3. Farmdale District seeks approval from the Commission to reimburse itself from the Surcharge Funds for the following expenditures that it has made:

- A. Line Locator purchased from C&S Solutions, Inc. on October 18, 2021 in the amount of **\$16,290.00**;
- B. HMB Professional Engineers, Inc., Invoice No. 1, in the amount of **\$8,350.00** for Engineering Services associated with the South Benson Road Service Line Replacement Project (“South Benson Project”); and
- C. Frankfort News Media, LLC for advertising the South Benson Project for construction bids. The amount is **\$220.00**.

TOTAL: \$24,860.00

A copy of each invoice is attached as composite **Exhibit 1**.

4. A portion of the South Benson Project is being paid with grant funds. The balance of it is being paid by Farmdale District from its unrestricted reserve funds. Once the South Benson Project has been completed, Farmdale District plans to seek approval from the Commission to reimburse itself from the Surcharge Funds. The approximate amount for which it will seek reimbursement is **\$10,000.00**, but this amount may increase because of change orders.

5. The South Benson Project consists of transferring customer services from the old 3-inch diameter water line, which runs alongside South Benson Road,

to the newer 6-inch diameter water line which is located on the opposite side of South Benson Road and was constructed several years ago. Because of insufficient funds, the customers' service lines were never transferred to the 6-inch water line when it was installed. The old 3-inch line has had multiple leaks and continues to have leaks on a regular basis. Approximately 18 customers will be transferred from the 3-inch diameter water line to the 6-inch water line. Then, the 3-inch water line will be cut, "capped," and abandoned. The South Benson Project has been Farmdale District's top priority for reducing its water loss for the past several years.

WHEREFORE, Farmdale District respectfully requests that the Commission issue an order approving its request to reimburse itself the sum of **\$24,860.00** from the Surcharge Funds.

Dated: September 2, 2022.

Respectfully submitted,



Felisa S. Moore
Stoll Keenon Ogden PLLC
300 West Vine Street, Suite 2100
Lexington, Kentucky 40507
Telephone: (859) 231-3000
felisa.moore@skofirm.com

Damon R. Talley
Stoll Keenon Ogden PLLC
P.O. Box 150
Hodgenville, KY 42748-0150
Telephone: (270) 358-3187
Fax: (270)358-9560
damon.talley@skofirm.com

Counsel for Farmdale Water District

CERTIFICATE OF SERVICE

In accordance with 807 KAR 5:001, Section 8, and the Public Service Commission's Order of July 22, 2021 in Case No. 2020-00085, I certify that this document was transmitted to the Public Service Commission on September 2, 2022, and that there are currently no parties that the Public Service Commission has excused from participation by electronic means in this proceeding.



Counsel for Farmdale Water District

EXHIBIT 1

C&S SOLUTIONS, INC.
 10620 NEW HAVEN RD.
 HARRISON, OH 45030

| |
|---------------------|
| Web Site |
| www.locatorguys.com |

QUOTE

| | |
|------------|------------|
| Date | Estimate # |
| 10/18/2021 | 17974 |

| | |
|------------------------------------|--|
| MAIN OFFICE 513-922-7444 | REPAIR DIVISION 513-922-7444 |
|------------------------------------|--|

| |
|---|
| Name / Address |
| FARMDALE WATER DISTRICT JAMIE ROBERTS 100 HIGHWOOD DRIVE FRANKFORT, KY 40601 |

| |
|---|
| Ship To |
| FARMDALE WATER DISTRICT JAMIE ROBERTS 100 HIGHWOOD DRIVE FRANKFORT, KY 40601 |

PAID
 10-18-21
 CK# 1454

| | |
|--------|-----|
| Terms | Rep |
| Net 15 | RR |

| Description | Qty | Rate | Total |
|--|-----|-----------|-----------|
| LMX100 GPR#--100-10-0150 | 1 | 14,990.00 | 14,990.00 |
| SYSTEM FLIGHT CASE FOR LMX MODELS INCLUDES DISPLAY BAG, PART #100-60-0058 | 1 | 1,050.00 | 1,050.00 |
| SHIPPING & HANDLING | | 250.00 | 250.00 |
| The above estimate includes: 1) 1 Year Warranty 2) Free On Site Training, free on site training once a year 3) Free 24/7 Support | | 0.00 | 0.00 |
| C&S Solutions, Inc. is licensed and certified to repair all Radiodetection/Pearpoint equipment at our home office in Cincinnati, Ohio. Thank you for the opportunity to earn your business. Please call Robie at (513) 300-4451 with any questions. Quote good for 30 days. | | | |

| | | |
|--|--------------|-------------|
| C&S SOLUTIONS IS NOT RESPONSIBLE FOR ANY ITEMS LOST OR DAMAGED IN SHIPPING | Total | \$16,290.00 |
|--|--------------|-------------|

HMB PROFESSIONAL ENGINEERS, INC.
3 HMB CIRCLE
FRANKFORT, KENTUCKY 40601
(502) 695-9800

STATEMENT OF ENGINEERING SERVICES

Mr. Clifford Toles
Farmdale Water District
100 Highwood
Frankfort, KY 40601

Farmdale Water District Continuing Services
HMB Project No. 4328.00
February 16, 2022
Invoice No. 1

PAID
3-9-22
CK#
1781

Scope of Services

Professional Engineering Services related to Farmdale Water District Continuing Services through February 12, 2022.

002 Project Profile

| | | | | | |
|----------------|-----|---------|----------|----|--------|
| CAD Technician | 2.0 | hours @ | \$110.00 | \$ | 220.00 |
| Subtotal | 2.0 | | | \$ | 220.00 |

003 South Benson

| | | | | | |
|------------------------|------|---------|----------|----|----------|
| Senior Design Engineer | 29.0 | hours @ | \$195.00 | \$ | 5,655.00 |
| CAD Technician | 22.5 | hours @ | \$110.00 | \$ | 2,475.00 |
| Subtotal | 51.5 | | | \$ | 8,130.00 |

TOTAL AMOUNT DUE (Payable Upon Receipt) \$ 8,350.00

For Internal Use Only

KYEN: \$ 8,350.00

Advertising Invoice

FRANKFORT NEWSMEDIA, LLC
PO BOX 947
COLUMBIANA, AL 35051
(502) 871-4559

FARMDALE WATER DISTRICT
100 HIGHWOOD DRIVE
FRANKFORT KY 40601

Acct #: 244073
Date: 1/5/2022
Ad #: 1374860

Sarah Benson

Notes: SEE AD NOTES

| DESCRIPTION | START | STOP | INSERTS | AMOUNT |
|-------------|----------|----------|---------|--------|
| BIDS | 1/5/2022 | 1/5/2022 | 1 | 220.00 |

 **PAID**
1-26-22
CK # 1681

Total: \$220.00
Tax: \$0.00
Net: \$220.00
Paid: \$0.00

Total Due: \$220.00