

North McLean County Water District
217 Hill Street, PO Box 68
Livermore, KY 42352
Phone: 270-278-2800
Fax: 270-278-2792

August 26, 2020

Via Electronic Filing

Kent Chandler
Acting Executive Director
Kentucky Public Service Commission
PO Box 615
211 Sower BLVD
Frankfort, KY 40602

Re: Case No. 2020-00238

Mr. Chandler

Enclosed please find filings with the Commission in the above referenced case North McLean County Water District's responses to the Commission's Initial Request for Information.

The original versions of the documents transmitted electronically will be filed with the Commission in paper medium within thirty days of the state of emergency being lifted.

Please contact me with any questions.

Sincerely,


Keith Ayer, Chairman

Enclosures

**Commonwealth of Kentucky
Before the Public Service Commission**

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF)	CASE NO.
NORTH MCLEAN COUNTY WATER DISTRICT)	2020-00238

RESPONSE OF NORTH MCLEAN COUNTY WATER DISTRICT TO THE COMMISSION
STAFF'S INITIAL REQUEST FOR INFORMATION DATED AUGUST 20, 2020.

**Commonwealth of Kentucky
Before the Public Service Commission**

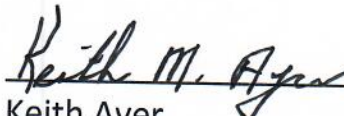
In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF)
NORTH MCLEAN COUNTY WATER DISTRICT) CASE NO.
2020-00238

VERIFICATION OF KEITH AYER

COMMONWEALTH OF KENTUCKY)
COUNTY OF MCLEAN)

Keith Ayer, Chairman of North McLean County Water District, states that he has supervised the preparation of certain responses to the Request for Information in the above referenced case and that the matters and things set forth therein are true and accurate to the best of his knowledge, information and belief, formed after reasonable inquiry.



Keith Ayer

The foregoing Verification was signed, acknowledged and sworn to before me this 2th day of August, 2020 by Keith Ayer.

 - 599651

Commission expiration: April 20, 2022



**North McLean County Water District
Case No. 2020-00238**

Commission Staff's Initial Request for Information issued August 20, 2020

1. Provide copies of each of the following. When appropriate, provide in Excel spreadsheet format with all formulas intact and unprotected and all rows and columns fully accessible.
 - a. General ledger and trial balance for the calendar years 2018, 2019, and 2020 to date;

RESPONSE: See Attachments 1.a_ General Ledger

- b. The trial balance for the calendar years 2018, 2019, and 2020 to date;

RESPONSE: See Attachment 1. B_ Trial Balance

- c. Schedule of notes and bonds payable on December 31, 2018; December 31, 2019; and the current period;

RESPONSE: See Attachment 1. c_ Notes Payable

- d. All debt agreements/bond ordinances and amortization schedules, including related party debt;

RESPONSE: See Attachment 1. D_ Amortization Schedule

- e. Insurance policies for 2018 and 2019 and the current period, if available;

RESPONSE: See Attachment 1.e) Insurance Policy

**North McLean County Water District
Case No. 2020-00238**

Commission Staff's Initial Request for Information issued August 20, 2020

f. Hours worked by each employee for the calendar year 2019;

RESPONSE: See Attachment 1.f_Employee Hours

g. A document listing the names, job titles, job description, and pay rates for each employee on December 31, 2017, December 31, 2018, December 31, 2019, and for those currently employed;

RESPONSE: See Attachment 1.g_Employee Title

h. A list that describes all employee benefits, other than salaries and wages, paid to, or on behalf of, each employee for each of the previous five years;

RESPONSE: See Attachment 1.h_Empolyee Benefits

i. Minutes from North McLean District Commissioner meetings for the calendar years 2018, 2019, and the current period;

RESPONSE: See Attachment 1i. Minutes from North McLean District Commissioner meetings for the calendar years 2018, 2019, and the current period

**North McLean County Water District
Case No. 2020-00238
Commission Staff's Initial Request for Information issued August 20, 2020**

- j. A document listing the name of all Commissioners for each of the five previous years, and state, individually, the total amount of each benefit paid to, or on the behalf of, each Commissioner during each year (i.e., wages, health insurance premiums, life insurance premiums, FICA taxes, etc.); and

RESPONSE: See Attachment 1.j_ Commissioners and pay

- k. Fiscal Court minutes approving each Commissioner's appointment and compensation.

RESPONSE: See Attachment 1.k_ Fiscal Court minutes approving each Commissioner's appointment and compensation

**North McLean County Water District
Case No. 2020-00238**

Commission Staff's Initial Request for Information issued August 20, 2020

2. Provide a copy of the Adjusted Trial Balance showing unaudited account balances, audit adjustments, and audited balances for the calendar year ended 2019 in Excel spreadsheet format with all formulas intact and unprotected and all rows and columns fully accessible.

RESPONSE: See Attachment 2. Adjusted Trial Balance

**North McLean County Water District
Case No. 2020-00238**

Commission Staff's Initial Request for Information issued August 20, 2020

3. Refer to North McLean District application, Attachment 3, Current and Proposed Rates. North McLean District proposes to raise its monthly water service rates by an across-the-board percentage amount.
 - a. Provide an explanation of how the across-the-board percentage increase method to increase monthly water service rates was chosen.
 - b. Provide a list of alternative methods North McLean District considered and an explanation as to why each alternative was not chosen to increase its monthly water service rates.

RESPONSE: See Attachment 3.a-b Explanation of Percentages

**North McLean County Water District
Case No. 2020-00238
Commission Staff's Initial Request for Information issued August 20, 2020**

4. State when the last time North McLean District performed a cost of service study (COSS) to review the appropriateness of its current rates and rate design.
 - a. Explain whether any material changes to North McLean District system would cause a new COSS to be prepared since the last time it has completed one.

RESPONSE: See Attachment 4.a-b-c Cost of Service

- b. If there has been no material changes to the North McLean District system, explain when North McLean District anticipates completing a new COSS.

RESPONSE: See Attachment 4.a-b-c Cost of Service

- c. Provide in Excel spreadsheet format a copy of the most recent COSS that has been performed by North McLean District's system..

RESPONSE: See Attachment 4.a-b-c Cost of Service

North McLean County Water District
Case No. 2020-00238
Commission Staff's Initial Request for Information issued August 20, 2020

5. Refer to North McLean District's 2019 Annual Report, page 57, line 4, Total Water Produced and Purchased. The total water produced and purchased is 119,183 gallons. Also, refer to page 52, Pumping and Water Statistics- part one, which states the total as 123,380 gallons. Reconcile these two and provide the correct Total Produced and Purchased gallons.

REPSONSE: See Attachment 5. Correction 2019 Annual Report