

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF)	CASE NO.
EAST CLARK COUNTY WATER DISTRICT)	2021-00318

RESPONSE OF EAST CLARK COUNTY WATER DISTRICT
TO THE COMMISSION STAFF'S SECOND REQUEST FOR
INFORMATION DATED NOVEMBER 23, 2021

**East Clark County Water District
Case No. 2021-00318
Commission Staff's Second Request for Information**

Witnesses: Alan Vilines (Item 1)
William Ballard (Items 2 and 3)

1. Refer to the Application, Attachment 4, Schedule of Adjusted Operations. Provide an itemized breakdown of the Miscellaneous Service Revenue amount of \$6,745 and an itemized breakdown of the Other Water Revenue amount of \$849.

Response:

<u>Acct. No.</u>	<u>Description</u>	<u>Amount</u>
4051	Other Inc - Reconnect	770
4052	Other Inc - Turn On	5,605
4053	Other Inc - Field Coll	270
4054	Other Inc - Serv Call	<u>100</u>
Total Misc Service Revenue		\$ 6,745
4011	Over/Short	(163)
4058	Ret. Check Revenue	550
4090	Misc. Income	<u>462</u>
Total Other Water Revenue		\$ 849

2. Refer to the Application, Attachment 1, Customer Notice. Explain in detail the reasons for the proposed rate of \$9.08, which would increase the Bulk rate by approximately 40.3 percent, in contrast to the proposed across-the-board increase of approximately 7.33 percent for the other water rates.

Response: The original rate for bulk loading stations was established many years ago when East Clark had two loading stations located relatively close to points of purchase from the city of Winchester. Therefore, the rate was set at the same rate the city charged for water at its loading station. Since then, both of the District's stations close to the city have been eliminated and the two now in operation are located near ends of the District's distribution system. Water purchased at the current stations travels through a substantial portion of the distribution system including pump stations and storage tanks. It is rational and appropriate that the rate for purchases from these current stations, with significant use of the distribution system and maintenance of the stations themselves, be equal to the lowest rate block in the retail rate schedule.

3. Refer to East Clark District's response to Commission Staff's First Request for Information, Item 9. The response does not include bulk sales information. Provide the total gallons sold and revenues collected through bulk sales for the test year.

Response: In the test year there were 731,600 gallons sold and \$4,630 collected through bulk sales.