

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF MARION COUNTY)
WATER DISTRICT FOR A RATE ADJUSTMENT)
PURSUANT TO 807 KAR 5:076)

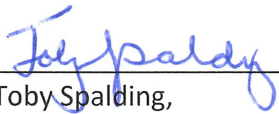
CASE NO. 2021-00394

**RESPONSE OF MARION COUNTY WATER DISTRICT
TO COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION**

Marion County Water District submits its Response to the Commission Staff's Second Request for Information.

Date: January 20, 2022

Respectfully submitted,



Toby Spalding,
General Manager
1835 Campbellsville Road
P.O. Box 528
Lebanon, KY 40033
(270) 692-2004
mcwdh2o@yahoo.com

**COMMONWEALTH OF KENTUCKY
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**ELECTRONIC APPLICATION OF MARION COUNTY)
WATER DISTRICT FOR A RATE ADJUSTMENT)
PURSUANT TO 807 KAR 5:076)**

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**RESPONSE OF MARION COUNTY WATER DISTRICT
TO COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION**

FILED: January 20, 2022

VERIFICATION

COMMONWEALTH OF KENTUCKY)
)
COUNTY OF MARION)

The undersigned, Toby Spalding, being duly sworn, deposes and states that he is the General Manager of the Marion County District and that he has personal knowledge of the matters set forth in the responses for which he is identified as the witness, and the answers contained herein are true and correct to the best of his information, knowledge, and belief.

Toby Spalding
Toby Spalding

Subscribed and sworn to before me, a Notary Public in and before said County and State, this 20th day of January 2022.

Jessica Butcherland (SEAL)
Notary Public

My Commission Expires May 25, 2022

Notary ID: 601218


VERIFICATION

COMMONWEALTH OF KENTUCKY)

)

COUNTY OF MARION)

The undersigned, Cheryl Sullivan, being duly sworn, deposes and states that she is the Bookkeeper/Accountant of the Marion County District and that she has personal knowledge of the matters set forth in the responses for which she is identified as the witness, and the answers contained herein are true and correct to the best of her information, knowledge, and belief.


Cheryl Sullivan

Subscribed and sworn to before me, a Notary Public in and before said County and State, this 20th day of January 2022.

 (SEAL)
Notary Public

My Commission Expires May 25, 2022

Notary ID: 601218

VERIFICATION

COMMONWEALTH OF KENTUCKY)

)

COUNTY OF ANDERSON)

The undersigned, Lee Mudd, being duly sworn, deposes and states that he is the Consultant to the Marion County District and that he has personal knowledge of the matters set forth in the responses for which he is identified as the witness, and the answers contained herein are true and correct to the best of his information, knowledge, and belief.

Lee Mudd
Lee Mudd

Subscribed and sworn to before me, a Notary Public in and before said County and State, this 20th day of January 2022.

Janice Sutherland (SEAL)
Notary Public

My Commission Expires *May 25, 2022*

Notary ID: *601218*

ATTACHMENT Q/A.1

MARION COUNTY WATER DISTRICT

**RESPONSE TO COMMISSIONS STAFF'S SECOND REQUEST FOR INFORMATION
CASE NO. 2021-00394**

Question No. 1

Responding Witness: Cheryl Sullivan

Q.1 Refer to the Application, Exhibit C, Reference F. Provide the agreement between United Systems and Marion District.

A.1 The agreement between United Systems & Software, Inc. and Marion District is attached as Exhibit A.1.

ATTACHMENT Q/A.2

MARION COUNTY WATER DISTRICT

RESPONSE TO COMMISSIONS STAFF'S SECOND REQUEST FOR INFORMATION CASE NO. 2021-00394

Question No. 2

Responding Witness: Cheryl Sullivan

- Q.2 Refer to the Excel spreadsheet provided in Marion District's response to Commission Staff's First Request for Information (Staff's First Request), Item 1.a., entitled "Exhibit_A.1.a_(2020)_-2020_General_Ledger.xls." Provide a copy of the check and supporting invoice for check number 50694 paid to United Systems & Software and state whether the amount paid is reasonably expected to recur after the agreement Marion District and United Systems was entered into on July 1, 2020.**
- A.2 A copy of Check No. 50694 payable to United Systems & Software, Inc. and supporting invoice is attached as Exhibit A.2. The amount paid is the annual cost of web hosting including SSL Certificate as required to accept customer payments by credit card via the internet. This service is not included the annual service agreement with United Systems and therefore the cost will recur in the future.

ATTACHMENT Q/A.3

MARION COUNTY WATER DISTRICT

**RESPONSE TO COMMISSIONS STAFF'S SECOND REQUEST FOR INFORMATION
CASE NO. 2021-00394**

Question No. 3

Responding Witness: Cheryl Sullivan

Q.3 Refer to the Nonrecurring Charge Cost Justification sheet for Marion District's Returned Check Fee. Provide the actual bank fee that Marion District is charged when a deposited check is returned as nonsufficient funds.

A.3 Marion District's bank does not currently charge a fee for returned checks.

ATTACHMENT Q/A.4

MARION COUNTY WATER DISTRICT

RESPONSE TO COMMISSIONS STAFF'S SECOND REQUEST FOR INFORMATION CASE NO. 2021-00394

Question No. 4

Responding Witness: Toby Spalding and Lee Mudd

- Q.4 **Refer to Marion District's response to Staff's First Request, Item 6, which indicated three 1-inch meter connections were installed in 2020. The cost justification sheet submitted as Exhibit A.6.c. to the request lists expenses for the meter size of 5/8" x 3/4". Provide an Average Meter Connection Expense Cost Justification sheet for a 1-inch meter size.**
- A.4 Marion District's approved Tariff does not provide a standard charge for 1-Inch Meter Connection and all meter connections larger than 5/8-Inch x 3/4-Inch are charged the actual cost incurred by the District to install the meter connection. Given the relatively small number of 1-Inch Meter Connections installed by the District and the great variance in the installation requirements associated with these and other larger meters, the District feels that an average cost for installation of 1-Inch Meter Connections cannot be accurately determined.

ATTACHMENT Q/A.5

MARION COUNTY WATER DISTRICT

RESPONSE TO COMMISSIONS STAFF'S SECOND REQUEST FOR INFORMATION CASE NO. 2021-00394

Question No. 5

Responding Witness: Cheryl Sullivan

Q.5 Refer to the Application, Exhibit C, Schedule of Adjusted Operations, Other Water Revenues and the responses to Staff's First Request, Item 7. In its application, Marion District reported Miscellaneous Service Revenues for the Test Year in the amount of \$26,688 but provides support for \$23,705 in revenues in its data request response. Explain the discrepancy of \$2,983 of these two amounts.

A.5 The discrepancy is a result of other miscellaneous revenue collected by the District for items not included in the non-recurring charges category. This includes monthly fire hydrant fees, repairs to mains and hydrants damaged by customers and contractors, main line relocations, and water used by contractors for flushing new mains.

Also, an error was made in the District's response to Staff's First Request relative to the answer for Question No. 7. The response incorrectly stated that there were no occurrences of the Meter Relocation Charge. There were in fact three (3) occurrences with the total amount bill and collected being \$846.24.

ATTACHMENT Q/A.6

MARION COUNTY WATER DISTRICT

**RESPONSE TO COMMISSIONS STAFF'S SECOND REQUEST FOR INFORMATION
CASE NO. 2021-00394**

Question No. 6

Responding Witness: Cheryl Sullivan

- Q.6 Refer to the Application, Exhibit C, Schedule of Adjusted Operations; Other Water Revenues; Other Water Revenues for the test period in the amount of \$1,241. Provide a detailed breakdown of the items resulting in the above amount.**
- A.6 The other water revenues for the test period in the amount of \$1,241 is a result of a dividend check in that amount issued to the District by the Kentucky Association of Counties All Lines Fund. Documentation relative to this dividend check is attached as Exhibit A.6.

EXHIBIT A.1

**Agreement with
United Systems & Software, Inc.
Uploaded as PDF File**

EXHIBIT A.2

**Check No. 50694 payable to
United Systems & Software, Inc.
with Supporting Invoice
Uploaded as PDF File**

EXHIBIT A.6

**Kentucky Association of Counties
Dividend Check and Explanation
Uploaded as PDF File**