

**COMMONWEALTH OF KENTUCKY**  
**BEFORE THE PUBLIC SERVICE COMMISSION**

**In the Matter of:**

**ELECTRONIC APPLICATION OF )  
MOUNTAIN WATER DISTRICT FOR A ) CASE NO. 2022-00366  
GENERAL ADJUSTMENT OF WATER )  
RATES )**

**MOUNTAIN WATER DISTRICT'S AMENDED RESPONSE TO  
COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION**

Mountain Water District amends its Response to Commission Staff Request 1-13. The attached response is substituted for and supersedes the response to Request 1-14 filed with the Commission on March 20, 2023.

Dated: August 18, 2023

Respectfully submitted,



Gerald E. Wuetcher  
Stoll Keenon Ogden PLLC  
300 West Vine Street, Suite 2100  
Lexington, Kentucky 40507-1801  
Telephone: (859) 231-3017  
Fax: (859) 259-3517  
gerald.wuetcher@skofirm.com

*Counsel for Mountain 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 August 18, 2023 and that there is currently no party that the Public Service Commission has excused from participation by electronic means in this proceeding.



*Counsel for Mountain Water District*

**MOUNTAIN WATER DISTRICT**

**Amended Response to Commission Staff's First Request for Information  
Case No. 2022-00366**

Question No. 14

Responding Witness: Michael Spears

**Q-14. Provide a copy of the utility's most recent depreciation schedule. The schedule should include a list of all facilities by account number, service life and accrual rate for each plant item, the methodology that supports the schedule, and the date the schedule was last updated.**

A-14. Embedded in and also attached separately to this response is the Excel workbook named Q14\_Amended\_DepreciationSchedule.xlsx. The depreciation schedule provided as Exhibit 14 in the Application and referenced in the original response to this request used a service life of 55 years to determine depreciation expense for water distribution and transmission mains. For financial reporting purposes, Mountain District currently uses a service life of 62.5 years to calculate depreciation expense for those assets but has proposed the use of a 55-year service life to calculate depreciation expense for those assets. The attached spreadsheet reflects the use of a service life of 62.5 years. As a result of this correction, test period depreciation expense is reduced from \$2,722,308 to \$2,568,111. Please note that four assets were inadvertently omitted from the original depreciation schedule. These assets are highlighted in yellow. As a result of these corrections, the proposed adjustment to test period depreciation expense is \$129,317 and proposed adjusted test period expense is \$2,697,438.