

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF ) CASE NO.  
EAST DAVIESS COUNTY WATER ) 2023-00025  
ASSOCIATION, INC )

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VERIFICATION OF KASEY K. EMMICK

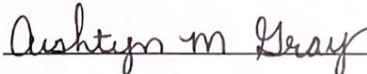
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COMMONWEALTH OF KENTUCKY )  
 )  
COUNTY OF DAVIESS )

Kasey K. Emmick, Manager of East Daviess County Water Association Inc., 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 are true and accurate to the best of his knowledge, information and belief, formed after reasonable inquiry.

  
Kasey K. Emmick

The foregoing Verification was signed, acknowledged and sworn to before this 21 day of April, 2023. By Kasey K. Emmick.

 KYNP54413

Commission expiration: 10/30/26

EAST DAVIESS COUNTY WATER ASSOCIATION, INC.  
CASE NO. 2023-00025  
Commission Staff's Second Request for Information

1. Refer to Application, Exhibit 4.
  - a. Provide supporting calculations in Excel spreadsheet format with all formulas, rows, and columns fully accessible and unprotected for the incremental cost of upgrading and expanding software systems for adjustment H in the Schedule of Adjusted Operations.

**Response: See the response to item 6 of the Staffs Initial request for information the file titled EDCWA Rate Study.xlsx, attached to EDCWA response. Specifically, the tab labeled Materials and Supplies and the tab labeled Amortization.**

**Witness: Sam Reid**

- b. Describe and quantify the benefits that East Daviess Water will achieve, beyond the project \$4,299 cost savings, from the software upgrade.

**Response: United Systems & Software notified East Davies WA that technical support for the G4 software used by East Daviess WA will end 12/31/23. The G5 software will allow the utility to operate more efficiently. The new software is more user friendly, will save staff time and training new employees will be an easier process. Monthly and yearly charges will no longer be billed separately, they are included in the fee for the G5 software.**

**Witness: Agnes Johnson**

- c. Provide a copy of the Brown Service Company contract, notice of increased service fees, and supporting invoices for adjustment I in the Schedule of Adjusted Operations.

**Response: See the attached files titled 1.(c) Brown Service Co contract.pdf; 1.(c) BSC Notice of increase.pdf**

**Witness: Agnes Johnson**

2. Refer to response to Commission Staff's First Request for Information (Staff's First Request), Item 5, Attachment 5. \_2023\_Board\_Meeting\_Minutes.pdf. Provide a copy of the accepted proposal United System & Software supplied East Daviess Water on January 18, 2023, in the Monthly Board Meeting.

**Response: See the attached file titled, 2.United systems work order.pdf**

**Witness: Agnes Johnson**

3. Refer to Staff's First Request, Item 1, Attachment 1.\_(a)\_2020\_Ledger\_Analysis.xls, Attachment 1.\_(a)\_2021\_Ledger\_Analysis.xls, and Attachment 1.\_(a)\_2022\_Ledger\_Analysis.xls. Explain why the test year amount paid to Brown Service Company is representative of ongoing operations given the contract labor account amounts of \$34,515, \$58,002, and \$29,709 for the years 2020, 2021 (Test Year), and 2022, respectively.

**Response: In reviewing the 2021 payments to Brown Service, there were directional bores for two creeks, line extensions, line relocations and repairs that had been on hold until the contractor could get to them.**

**Witness: Agnes Johnson**

4. Refer to Staff's First Request, Item 8, Attachment

8.\_Rate\_Analysis\_2023.xlsx. Reconcile the difference between the total gallons sold to customers reported in the 2021 Annual Report 253,105,000 and the total gallons reported in the 2021 Billing Analysis 250,014,010.

**Response:** The application Billing Analysis uses data from East Daviess WA billing program. See the attached file titled, 4. 2021 code summary.pdf. The information in the 2021 annual report was provided using a different report, the monthly code summary reports are generated at the end of each month. Daviess WA staff contacted United Systems Software and believe the reporting mis-match is due to billing adjustments, for an example meter misreads. The monthly code summary report does not consider adjustments made after the billing period. Some adjustments may occur several months later when an error is discovered.

**Witness: Agnes Johnson**

5. a. Identify the number of new connections (meters) that East Daviess Water installed in the test year of 2021.

**Response: 49 (36 at \$850 and 11 at \$1,000). The fee was increased during the test year.**

**Witness: Agnes Johnson**

b. Identify the amount of tap-on fees that East Daviess Water billed in the test year of 2021.

**Response: \$48,386**

**Witness: Agnes Johnson**

c. Identify the account where East Daviess recorded its tap-on fees.

**Response: Account number 0271-0000**

**Witness: Agnes Johnson**

d. State whether East Daviess Water keeps a record of the dollar amounts of labor and materials used to install new customer taps. If so, state the amount of labor and materials expense for the test year and where it is located in the general ledger. Separately, state the amounts expensed to install each new meter during the test year.

**Response: East Daviess WA does not keep a breakdown of expenses for each new meter tap.**

**Witness: Agnes Johnson**

e. Provide revised cost justification sheets to support any changes to the Meter Connection/Tap-on Fees.

**Response: East Daviess WA last revised its Tap Fee in 2021 through the commissions tariff filing process in TFS2021-00275. See the updated cost justification sheets in the attached file titled 5.(e) 2023 Tap Fee Cost Justification-EDCWD.pdf**

**Witness: Agnes Johnson**

6. Refer to response to Staff's First Request, Item 11, Cost Justification Sheets. For Clerical and Office Expense, Supplies of \$2.50, explain what supplies are used that equate to a \$2.50 expense.

a. Explain how this amount of \$2.50, was determined to be appropriate.

**Response: The \$2.50 clerical and office expense has been previously used in NRC cost justification by East Daviess WA and accepted by the Commission, See case No. 2009-00341. The expense includes an estimate for paper, printer use, calculator, postage, envelopes, copy machine, receipt books and other miscellaneous office items. Expenses have increased since 2009, however the \$2.50 seems to be adequate.**

**Witness: Agnes Johnson**

b. Provide all calculations and assumptions used to determine the

amount of the expense.

**Response:** The amount is an estimate of the office materials and supplies used.

**Witness:** Agnes Johnson

7. Refer to response to Staff's First Request, Item 9, Late Fees. Provide the dollar amount for the late fees that were assessed during the calendar years 2021 and 2022.

**Response: Late Fees**

2021 - \$30,522.38

2022 - \$35,662.39

**Witness:** Agnes Johnson