

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING) CASE NO.
OF POWELL'S VALLEY WATER DISTRICT) 2023-00387

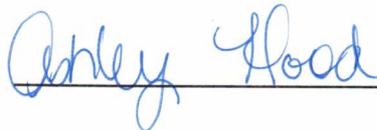
VERIFICATION OF KENDELL KNOX

COMMONWEALTH OF KENTUCKY)
)
COUNTY OF Powell)

Kendell Knox, Manager of Powell's Valley Water District, states that he has supervised the preparation of certain responses to the second 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.


Kendell Knox

The foregoing Verification was signed, acknowledged and sworn to before this 30 day of April, 2024. By Kendell Knox.



Commission expiration: February 17, 2026

POWELL'S VALLEY WATER DISTRICT
CASE NO. 2023-00387 RESPONSE TO
COMMISSION STAFF'S THIRD REQUEST FOR INFORMATION

1. Refer to the Powell's Valley District's response to Commission Staff's First Request for Information (Staff's First Request), Item 22. Using the format below, provide the number of occurrences for each nonrecurring charge that was recorded during the test year and the total amount recorded for each nonrecurring charge for the sewer division. If the revenue for any nonrecurring charge was zero, include that charge and indicate that no revenue was recorded. Include the general ledger account numbers where each nonrecurring charge is recorded.

		Current	Total
	Occurrences	Charge	Collected
Disconnection Charge	0	0	0
Reconnection Charge	0	0	0
Late Payment Penalty	224	2.76/min charge	1535.60
Returned Check Charge	0	0	0

a. Provide an updated cost justification sheet for each nonrecurring charge listed in Powell's Valley District's sewer tariff.

Response: See attached

Witness: Randy Ledford

b. Provide an updated cost justification sheet for each Sewer Connection/Tap-on Fee listed in Powell's Valley District's tariff.

Response: See attached

Witness: Randy Ledford

2. Refer to Powell's Valley District's response to Staff's First Request, Item 25. Powell's Valley stated that it will provide its findings in a supplemental response but has not provided it yet. Explain and provide support for such a large adjustment to the adjusted test year revenues from water sales. If Powell's Valley District is still reviewing the system billing information, then provide an estimated date by when that information will be submitted to the Commission.

Response:

The district is still reviewing the billing information. We will have it by May 3, 2024 and send it in.

Witness: Randy Ledford

3. Refer to Powell's Valley District's response to Commission Staff's Second Request for Information, Item 3b. Powell's Valley District's response did not include a statement about whether each item listed in the table below should have been capitalized, and if not, why Powell's Valley District believes that recording each of the items as an operating expense is appropriate. Provide the following information for each item in the table below.

a. State whether each of the items in the table below should have been capitalized.

Response: The district believes the items in the table should be viewed as expenses instead of being capitalized. Each item that was purchased was replacing parts that were already within the district. We do not have to purchase these items very often.

Witness: Randy Ledford

b. For each item that Powell's Valley District believes that recording as an operating expense is the appropriate accounting treatment, explain why the item should not have been recorded as a capital expenditure.

Description	Reference Number	Transaction Date	Amount
389 14024 Whitaker Bank, Inc	Draft 8/25/2	8/25/2022	3,056.61
411 13993 Marty's Refrigeration, I	CK# 18468	8/30/2022	2,250.00
410 14057 Ditch Witch Mid-States	CK #18478	9/13/2022	5,383.39
410 14170 Ditch Witch Mid-States	CK# 18517	10/12/2022	5,383.39
389 14368 Whitaker Bank, Inc	Draft 10/25/	10/25/2022	5,514.00
72 14300 Kentucky Auto Parts Sale	CK# 18562	11/14/2022	4,566.94
389 14372 Whitaker Bank, Inc	Draft 11/25/	11/25/2022	5,514.00

Response: The district believes the items should not have been recorded as a capital expenditure because it is not a reoccurring charge. We do not have to purchase these items that often.

Witness: Randy Ledford