

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

In the Matter of:

ELECTRONIC APPLICATION OF HYDEN-LESLIE	)	CASE NO.
COUNTY WATER DISTRICT FOR A RATE	)	2024-00022
ADJUSTMENT PURSUANT 807 KAR 5:076	)	

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RESPONSE OF HYDEN-LESLIE COUNTY WATER DISTRICT  
TO THE COMMISSION STAFF'S SECOND REQUEST FOR  
INFORMATION DATED APRIL 15, 2024

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

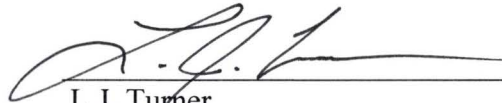
In the Matter of:

ELECTRONIC APPLICATION OF HYDEN-LESLIE	)	CASE NO.
COUNTY WATER DISTRICT FOR A RATE	)	2024-00022
ADJUSTMENT PURSUANT 807 KAR 5:076	)	

VERIFICATION OF L.J. TURNER


COMMONWEALTH OF KENTUCKY )  
 )  
 COUNTY OF LESLIE )

L.J. Turner, Kentucky Rural Water Association on behalf of Hyden-Leslie County 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 therein are true and accurate to the best of his knowledge, information and belief, formed after reasonable inquiry.

  
 L.J. Turner

The foregoing Verification was signed, acknowledged and sworn to before me this 29<sup>th</sup> day of April, 2024, by L.J. Turner.



  
 Commission expiration: 7-6-27

**Hyden-Leslie County Water District  
Case No. 2024-00022  
Commission Staff's Second Request for Information**

**Witness:** L.J. Turner # 1-7

1. Refer to the 2022 audited financial statements, page 6. The Receivables is \$289,488.

a. Provide the total Receivables for the year ending December 31,2023.

**Response:**

b. Provide a breakdown of the age of the Receivables for the years ending December 31, 2022, and 2023 in the following table.

<u>Outstanding</u>	<u>2023</u>	<u>2022</u>
Less than 30 days		
30 to 60 days		
60 to 90 days		
More than 90 days		
Total		<u>\$289,488</u>

**Response:**

<u>Outstanding</u>	<u>2023</u>	<u>2022</u>
Less than 30 days	\$255,986	\$218,266
30 to 60 days	26,358	32,087
60 to 90 days	9,524	44,135
More than 90 days	<u>8,121</u>	<u>0</u>
Subtotal	299,989	294,488
Less Allowance for Doubtful Accounts	<u>(5,000)</u>	<u>(5,000)</u>
Total	\$294,989	\$289,488

2. Refer to the Cover letter and redacted spreadsheet, 3\_6\_Pay\_and\_Benefits.xlsx, Columns Z and AA.

- a. Confirm Hyden-Leslie District began participating in the Kentucky Public Pension Authority in 2023.

**Response: Hyden-Leslie District began participating in Kentucky Public Pension Authority in August 2023.**

- b. Confirm if Hyden-Leslie District still matches 401K contributions, or was the 401K matching discontinued. If discontinued, provide the date the contributions were terminated.

**Response: Hyden-Leslie District discontinue matches to 401k contributions in August 2023.**

- c. If Hyden-Leslie still matches contributions, explain the terms of the match (x percent up to y dollars).

**Response: Hyden-Leslie District does not match retirement contributions.**

3. Refer to the Cover letter and redacted spreadsheet, 3-6\_Pay\_and\_Benefits.xlsx. Also refer to Hyden-Leslie District's response to Commission Staff's First Request for Information (Staff's First Request), item 1f, 2022\_Rate\_Study\_Hyden-Leslie.xlsx.

a. Confirm that Employee 7 from the Rate Study is a part time employee. If not, describe the employment classification of Employee 7.

**Response: Employee # 7 was a seasonal employee during 2022 which is not eligible for full time benefits.**

b. Confirm that Employee 10, the employee who was terminated subsequent to the test year, from the pay and benefits list is the same Employee 10 from the rate study. If not, explain which employee from the rate study is Employee 10 from the pay and benefits list.

**Response: Employee #10 is the same person on both sheets.**

4. Refer to the Cover letter and redacted spreadsheet, 3-6\_Pay\_and\_Benefits.xlsx, line 12. Also refer to Hyden-Leslie District's response to Staff's First Request, item 4, 4\_Benefits\_Invoice\_Redacted.pdf. Confirm whether Employee 10, the employee who was terminated subsequent to the test year, is included in the benefits invoice. If so, identify which policies are for Employee 10.

**Response: Employee # 10 was terminated 02/06/2024 but is included on this invoice as credit items. Lines 41,42 and 43 were for employee # 10.**

5. Refer to the 2022 audited financial statements, page 6. Also refer to the Application, Exhibit 7, Book Asset Detail 12-01-22 to 12-31-022, page 14, net grand totals row. Gross Capital Assets, less Construction in Progress of \$265,438, equals \$34,962,968 in the 2022 audited financial statements. However, the Depreciation Schedule reflects a net grand total less CIP assets of \$34,905,951. Reconcile and explain the \$57,017 difference.

	<u>Cost Basis</u>
Audited Financial Statement- Gross Fixed Assets	\$ 35,228,406
Less: Construction-In-progress ( )	<u>(265,438)</u>
Gross Fixed Assets	34,962,968
Net Grand Total Less CIP assets ( )	<u>(34,905,951)</u>
Difference	<u>\$ 57,017</u>

**Response: The difference consists of the following adjustments made during the audit:**

**\$47,750 CIP Engineering DOT US 421 Bridge was reclassified to Group 1480 – Distribution Mains as the project had been placed in service.**

**\$ 9,267 2022 Meter Installations were reclassified from expense to capital asset as of 12/31/22.**

**\$57,017**

**A revised depreciation schedule is attached that reflects these changes and agrees to the audit report.**

**See file Revised\_Depreciation\_Schedule.**

6. Refer to Hyden-Leslie District's response to Staff's First Request, Item 21 and Hyden-Leslie District's current tariff. Provide updated cost justification sheets for Reconnection Charge (After Hours), Service Call/Investigation (After Hours), and Meter Test Request.

**Response: See files**

**Nonrecurring\_Charges\_2024\_After\_Hours  
Nonrecurring\_Charges\_2024\_Meter\_Test**



7. Refer to the Hyden-Leslie District's response to the Staff's First Request, Item 20. Using the format below, provide the number of occurrences for each nonrecurring charge that were recorded during the test year and the total amount recorded for each nonrecurring charge for the water 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.

	Occurrences	Current Charge	Total Collected			
Broken Lock Fee						
Connection/Turn-on Charge						
Connection/Turn-on Charge (After Hours)						
Field Collection Charge						
Meter Relocation Charge						
Meter Re-read Charge						
Meter Test Charge						
Reconnection Charge						

**Response:**

2022					
	Occurrences	Current Charge	Total Collected	GLAccount#	
Broken Lock Fee	0			4030	
Connection/ Turn-on Charge	201	\$ 10.44	\$ 2,098.44	4030	
Connection/ Turn-on Charge (After Hours)	0	\$ -	\$ -	4030	
Field Collection Charge	0	\$ -	\$ -	4030	
Meter Relocation Charge	0	\$ -	\$ -	4030	
Meter Re-read Charge	0	\$ -	\$ -	4030	
Meter Test Charge	0	\$ -	\$ -	4030	
Reconnection Charge	14	\$ 10.44	\$ 146.16	4030	
2023					
	Occurrences	Current Charge	Total Collected	GLAccount#	
Broken Lock Fee	3	\$ 15.00	\$ 45.00	4030	
Connection/ Turn-on Charge	234	\$ 10.44	\$ 2,442.96	4030	
Connection/ Turn-on Charge (After Hours)	0		\$ -	4030	
Field Collection Charge	0	\$ -	\$ -	4030	
Meter Relocation Charge	1	\$ 500.00	\$ 500.00	4030	
Meter Re-read Charge	0	\$ -	\$ -	4030	
Meter Test Charge	0	\$ -	\$ -	4030	
Reconnection Charge	495	\$ 10.44	\$ 5,167.80	4030	