

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF	)	CASE NO.
WOOD CREEK WATER DISTRICT	)	2024-00242

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RESPONSE OF WOOD CREEK WATER DISTRICT TO THE  
COMMISSION STAFF'S SECOND REQUEST FOR  
INFORMATION DATED DECEMBER 2, 2024

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF ) WOOD CREEK WATER DISTRICT )	CASE NO. 2024-00242
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VERIFICATION OF DEWAYNE LEWIS

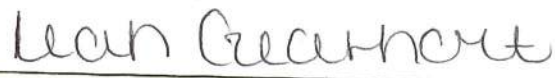
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COMMONWEALTH OF KENTUCKY )  
  )  
COUNTY OF LAUREL )

Dewayne Lewis, Manager of Wood Creek Water District, 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 therein are true and accurate to the best of his knowledge, information, and belief, formed after reasonable inquiry.

  
\_\_\_\_\_ )  
Dewayne Lewis

The foregoing Verification was signed, acknowledged, and sworn to before me this 16<sup>th</sup> day of December 2024, by Dewayne Lewis.

  
\_\_\_\_\_ )  
Commission expiration: 11-9-27

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF ) CASE NO.  
WOOD CREEK WATER DISTRICT ) 2024-00242

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VERIFICATION OF BRENDAN WELCH

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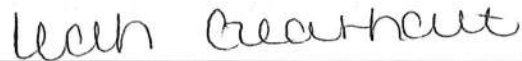
COMMONWEALTH OF KENTUCKY )  
 )  
COUNTY OF FRANKLIN )

Brendan Welch, Kenvirons, LLC on behalf of Wood Creek Water District, 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 therein are true and accurate to the best of his knowledge, information, and belief, formed after reasonable inquiry.



\_\_\_\_\_  
Brendan Welch

The foregoing Verification was signed acknowledged and sworn to before me this 16<sup>th</sup> day of December 2024, by Brendan Welch.



Commission expiration: 11-9-27

**Wood Creek Water District  
Case No. 2024-00242  
Commission Staff's Second Request for Information**

Witnesses: Dewayne Lewis (Items 1-4, 6-7)  
Brendan Welch (Item 5)

1. Provide the monthly number of gallons, monthly per gallon cost for each month, and the monthly amount billed for sewage the London Utility Commission (London) treated for Wood Creek District during the test year.:

**Response:** See file 1. – Monthly Test Year Data

2. Refer to Wood Creek District's response to Staff's First Request, Item 1a, 1a\_-\_General\_Ledger\_2023.xls, Account 00713-0090 Maintenance – Pumping System, rows 1327 through 1387.

a. Provide copy of the invoices for the transactions listed below:

<b>00713-0090</b>	Maint. Pumping System	
Date	Name	Amount
2/1/2023	45 4617 Straeffer Pump & Supply	\$10,350.00
2/1/2023	45 4618 Straeffer Pump & Supply	\$7,954.21
2/1/2023	45 4619 Straeffer Pump & Supply	\$6,407.78
2/1/2023	8 4620 Wascon Inc	\$7,925.00
2/1/2023	8 4621 Wascon Inc	\$3,460.89
4/26/2023	8 4689 Wascon Inc	\$3,655.57
9/26/2023	90 4804 Busy Bee Septic Service	\$4,250.00
10/11/2023	45 4817 Straeffer Pump & Supply	\$8,362.13
10/11/2023	45 4817 Straeffer Pump & Supply	\$10,470.00
10/11/2023	45 4820 Straeffer Pump & Supply	\$7,300.00
10/18/2023	8 4834 Wascon Inc	\$6,498.80
10/18/2023	8 4835 Wascon Inc	\$4,924.12
10/18/2023	8 4836 Wascon Inc	\$3,226.85
12/5/2023	8 4873 Wascon Inc	\$2,736.57

**Response:** See file 2a. – Maintenance Pumping System Invoices.

b. Refer to the chart listed above, Item 2(a). Describe each transaction and state whether it should have been capitalized, and if so, provide the appropriate NARUC depreciation life for each.

c. Refer to the chart listed above, Item 2(a). If Wood Creek District believes its classification as an expense is proper, explain the reasoning.

**Response:** See file 2b. & 2c. – Invoice Explanations.

3. Refer to Wood Creek District's response to Staff's First Request, Item 12.

a. Explain why the 2023 training records are not available.

**Response:** 2023 training records are not available because training was not obtained.

b. Wood Creek District provided proof of James Lewis's 12 hours initial water commissioner training, on September 24<sup>th</sup> and 25<sup>th</sup> but did not provide any records of the six annual hours of additional annual training require by each remaining commissioner to the receive salaries greater than \$3,600. Provide proof of the commissioners receiving their additional annual training.

**Response:** The 12 hours attended on September 24<sup>th</sup> and 25<sup>th</sup> was the only training that was obtained.

4. Refer to Wood Creek District's response to Staff's First Request, Item 13a. Wood Creek District stated it allocates 25 percent of Wood Creek District's Water Division's wages to the Sewer Division.

**Response:** Wood Creek does not allocate 25 percent of Wood Creek Water Division's wages to the Sewer Division. Only 25 percent of the chief foreman's wages are allocated to the Sewer Division.

a. Confirm if Wood Creek District also allocates benefits and payroll taxes to Wood Creek District's Sewer Division. If not explain why.

**Response:** Benefits and payroll taxes are not allocated to the Sewer Division because the Sewer Division only reimburses the Water Division for costs after services have been provided and documented on the work orders.

b. Provide Wood Creek District's Water Division's total wages for the calendar year 2023.

**Response:** Wood Creek District's Water Division's total wages for 2023 was \$2,448,352.78.

c. Provide Wood Creek District's Water Division's total employee pensions and benefits for the calendar year 2023.

**Response:** Wood Creek District's Water Division's total employee pensions and benefits for 2023:

Matching Pension Expense:	\$596,101.70
Employee Life Insurance:	\$13,809.95
Employee Health Insurance:	\$1,231,297.21

d. Provide Wood Creek District's Water Division's total payroll taxes for the calendar year 2023.

**Response:** Wood Creek District's Water Division's total payroll taxes for 2023 was \$191,255.55.

5. Refer to Wood Creek District's response to Staff's First Request, Item 14, 7\_Revised\_Depreciation\_Schedule.pdf. Also refer to Wood Creek District's response to Staff's First Request, Item 7a, 7\_Depreciation\_Schedule.pdf. For Asset Class 363-90 Electric Pumping Equipment, Item 14 shows the asset total as \$76,112.51. However, Item 7 shows the total as \$72,839. Reconcile and explain the difference between the two asset totals.

**Response:** See revised file 7a – Table A-Depreciation Adjustment.xls. Asset class total in the Excel file was not updated to reflect the total in file 7\_Depreciation\_Schedule.pdf.

6. Refer to Wood Creek District's response to Staff's First Request, Item 20. In the response, Wood Creek District state it installed 48 new tap-ons during the test year.

a. State whether labor costs were capitalized; and, if so, provide the total amount and designate the line in the fixed assets listing that reflects the capitalization.

**Response:** no labor costs were involved in the installation of the 48 new tap-ons. The taps were installed by a sub-contractor. The costs paid to the sub-contractor were recorded in General Ledger Acct# 354-90 In the fixed assets listing, these costs are listed as Asset# 749 in the Group: 333 Services.

b. State whether material costs were capitalized; and, if so, provide the total amount and designate the line in the fixed assets listing that reflects the capitalization.

**Response:** Material costs in the amount of \$65,194.83 were capitalized. These costs were recorded in General Ledger Acct# 363-90. In the fixed assets listing, these costs are listed as Asset# 750 in the Group: 311 Pumping Equipment.

7. Refer to Wood Creek District's response to Staff's First Request, Item 21. Explain whether the Special Non-Recurring Charges listed in Wood Creek District's Wastewater Division's tariff are valid nonrecurring charges for wastewater customers, and if so, further explain why no cost justification sheets were provided for any of the nonrecurring charges listed in the tariff.

**Response:** The valid nonrecurring charges of wastewater customers is the sewer tap-on fees. Cost justification sheets for the wastewater tap-on fees were provided in the First Data Request.