

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE FILING OF SEDALIA) CASE NO.
WATER DISTRICT) 2009-00107

COMMISSION STAFF'S FIRST INFORMATION REQUEST
TO SEDALIA WATER DISTRICT

Sedalia Water District ("Sedalia"), pursuant to 807 KAR 5:001, is to file with the Commission the original and six copies of the following information, with a copy to all parties of record. The information requested herein is due on or before July 15, 2009. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Sedalia shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Sedalia fails or refuses

to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

1. Provide a legible copy of Sedalia's monthly billing registers for January 2007 through December 2007. The billing registers should show individual customers, usage, and amount billed. The preferred medium is to provide the customer billing information on a computer disk in Microsoft Office Excel format.

2. Provide a schedule, by customer, of water leak allowances or any other adjustments to customer's usage during the calendar year 2007.

3. Monthly water loss reports for the calendar year 2007 and up through the most recent report. Provide a worksheet summarizing total test period water loss if available.

4. Refer to the Application, Attachment A, Proposed Pro Forma. Provide legible copies of the invoices for the period of January 1, 2007 through May 31, 2009, for each expense listed in Table 1 below.

Table 1		
Ref.	Descriptions	Amounts
a.	Purchased Power	\$ 3,108
b.	Chemicals	\$ 3,994
c.	Water Testing	\$ 1,664

5. Refer to the Application, Adjustment A, Purchased Power Expense, and Adjustment B, Chemical Expense. Sedalia states that its line loss for the calendar year 2007 was 53 percent.

a. Provide a comparison of Sedalia's calendar year line losses for 2004 through 2008.

b. Provide a schedule listing the monthly water production and sales in gallons for the period of January 1, 2007 through May 31, 2009.

c. Provide a detailed explanation of how continuously running the pumps at the elevated water tower would impact Sedalia's test-period line loss.

6. Sedalia reports a test-period contractual services expense of \$8,883. For each item listed in Table 2 below, provide a description of the service that was provided and a legible copy of the invoice.

Table 2				
Ref.	Date	Check #	Vendor	Amounts
a.	02/17/07	1225	Champion Plumbing	\$ 330.00
b.	03/23/07	1239	Jimmy Ray	\$ 235.00
c.	03/28/07	1246	Champion Plumbing	\$ 440.00
d.	05/30/07	1278	Jimmy Ray	\$ 260.00
e.	07/05/07	1305	Darwin Noffsinger	\$ 528.47
f.	07/19/07	1401	Duffy Roland	\$ 120.00
g.	08/01/07	1412	Ky. Joe's Tree Service	\$ 275.00
h.	08/11/07	1420	D&C Rentals	\$ 200.34
i.	08/28/07	1429	J&L Plumbing	\$ 280.00
j.	10/01/07	1456	J&L Plumbing	\$ 250.00
k.	10/03/07	1458	Jimmy Ray	\$ 300.00
l.	11/27/07	1476	J&L Plumbing	\$ 425.00
m.	12/24/07	1498	Debbie Young	\$ 150.00
n.	12/24/07	1499	David Stinson	\$ 120.00

7. Refer to the Application, Adjustment D, Contractual Services. Identify Sedalia's contract operator and provide a detailed explanation of the nonrecurring payment

of \$1,875 that Sedalia is proposing to eliminate from its test-period operating expenses. Include a copy of the contract between Sedalia and its operator.

8. Refer to the Application, Adjustment E, Depreciation Expense, and to the Depreciation Schedule. During the test period, Sedalia refurbished and painted its 100,000 gallon elevated water tower at a cost of \$94,957.

a. Provide a copy of the invoice or contract to support the \$94,957 cost to refurbish and paint the 100,000 gallon elevated water tower.

b. Identify the date Sedalia placed the 100,000 gallon elevated water tower into service, the original cost of the water tower, and the depreciation life.

c. State the date Sedalia last painted or refurbished its 100,000 gallon elevated water tower. If the water tower has not been painted or refurbished since it was placed into service, explain why it has not been painted.

d. Provide a detailed explanation supporting Sedalia's decision to amortize the cost to refurbish and paint its 100,000 gallon elevated water tower over seven years. Also, include documentation to support the seven-year depreciation life.

9. Refer to the Application, Adjustment F, Amortization Expense. Provide a legible copy of the invoice(s) to support the rate case cost of \$1,575.

10. Refer to the Application, Cash Disbursements Journal, Meter Reading & Billing.


a. In the test period, Sedalia paid Karen Ballard \$10,310 to read its meters. Provide Sedalia's contract with Ms. Ballard and provide the basis for the monthly payments.

b. For the items listed in Table 3 below, provide a description of the service that was provided and a legible copy of the invoice.

Table 3				
Ref.	Date	Check #	Vendor	Amounts
a.	08/28/08	1432	Karen Ballard	\$ 1,950.00
b.	09/05/07	1438	Eric Young	\$ 1,875.00

11. Refer to the Application, Cash Disbursements Journal, Materials and Supplies. For each item listed in Table 4 below, provide a description of the service that was provided and a legible copy of the invoice.

Table 4				
Ref.	Date	Check #	Vendor	Amounts
a.	02/17/07	1229	G&C Supply	\$ 364.00
b.	02/17/07	1230	USA Blue Book	\$ 323.93
c.	06/11/07	1287	G&C Supply	\$ 424.52
d.	07/30/07	1410	GSS	\$ 422.83
e.	08/08/07	1413	GSS	\$ 145.45
f.	09/04/07	1433	Wal-Mart	\$ 215.90
g.	11/20/07	1473	Eric Young	\$ 148.70
h.	12/05/07	1485	Rena Young	\$ 287.98



 Jeff R. Derouen
 Executive Director
 Public Service Commission
 P.O. Box 615
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DATED: JUN 30 2009

cc: Parties of Record

Eric Young
Manager
Sedalia Water District
P. O. Box 56
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