

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF)	
KENTUCKY-AMERICAN WATER COMPANY)	CASE NO.
TO AMEND TARIFF FOR THE ESTABLISHMENT)	2020-00027
OF QUALIFIED INFRASTRUCTURE PROGRAM)	
CHARGE)	

ORDER

On March 2, 2020, Kentucky-American Water Company (Kentucky-American) submitted an application, pursuant to KRS 278.030, KRS 278.040, and the Commission's June 27, 2019 Order in Case No. 2018-00358,¹ to establish a Qualified Infrastructure Program (QIP) Rider to recover the costs of replacing or upgrading Kentucky-American's aging infrastructure. Consistent with the Commission's June 27, 2019 Order in Case No. 2018-00358, Kentucky-American proposed that the QIP Rider tariff rate become effective on July 1, 2020.

In the June 27, 2019 Order in Case No. 2018-00358, the Commission granted Kentucky-American the authority to file an annual QIP filing based on forecasted test-period expense with an annual reconciliation of projected and actual costs. Under the timeframe set forth in Case No. 2018-00358, Kentucky-American was to make its first annual QIP filing no later than April 2, 2020. As Kentucky-American explained in its application, Kentucky-American filed its initial QIP application

¹ Case No. 2018-00358, *Electronic Application of Kentucky-American Water Company for an Adjustment of Rates* (Ky. PSC June 27, 2019), final Order at 83.

roughly one month early to allow the Commission and the parties sufficient time to review the initial QIP application.

The Commission approved a 90-day review period for QIP annual filings, but reserved the right to extend the 90-day review upon good cause. With the March 3, 2020 filing, the Commission has 119 days to conduct the review prior to issuing an Order on or before June 30, 2020, which is the last date the Commission can issue an order before the proposed July 1, 2020 effective date for the QIP Rider. With the additional time to review the QIP application, the Commission has determined that it has sufficient time to conduct a thorough review prior to the July 1, 2020 effective date for the QIP Rider, but reserves the right to extend the review period upon good cause.

The Commission finds that a procedural schedule should be established to review the reasonableness of the proposed QIP Rider. The procedural schedule is attached as an Appendix to this Order.

IT IS THEREFORE ORDERED that:

1. The procedural schedule set forth in the Appendix to this Order shall be followed.
2. a. Responses to requests for information shall be appropriately bound, tabbed, and indexed, with the original and an electronic version to the Commission. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

b. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or an association or a governmental agency, be accompanied by a signed certification of the preparer or 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.

c. A party 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.

d. For any request to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

e. Careful attention should 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.

f. Any party filing a paper containing personal information shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that the personal information cannot be read.

3. Any party filing a paper with the Commission shall file an electronic copy in accordance with the electronic filing procedures set forth in 807 KAR 5:001, Section 8. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked.

4. As set forth in 807 KAR 5:001, Section 4(11)(a), a person requesting permissive intervention in a Commission proceeding is required to demonstrate either (1) a special interest in the proceeding which is not adequately represented in the case, or (2) that the person requesting permissive intervention is likely to present issues or develop facts that will assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings. Further, KRS 278.040(2) requires that a person seeking intervention must have an interest in the rates or service of a utility, as those are the only matters that are subject to the Commission's jurisdiction. Therefore, any person requesting to intervene in a Commission proceeding must state with specificity the person's special interest that is not otherwise adequately represented, or the issues and facts that the person will present that will assist the Commission in fully considering the matter. A mere recitation of the quantity of utility service consumed by the movant or a general statement regarding a potential impact of possible modification of rates will not be deemed sufficient to establish a special interest. In addition, any motion to intervene filed after the date established in the procedural schedule in the Appendix shall also show good cause for being untimely. If the untimely motion is granted, the movant shall accept and abide by the existing procedural schedule.

5. Kentucky-American shall give notice of a hearing, if any, in accordance with the provisions set forth in 807 KAR 5:001, Section 9(2). In addition, the notice of hearing shall include the following statement: "This hearing will be streamed live and may be viewed on the PSC website, psc.ky.gov." At the time publication is requested, Kentucky-American shall forward a duplicate of the notice and request to the Commission.

6. At any public hearing in this matter, neither opening statements nor summarization of direct testimonies shall be permitted.

7. Pursuant to KRS 278.360 and 807 KAR 5:001, Section 9(9), a digital video recording shall be made of the hearing.

8. The Commission does not look favorably upon motions for continuance. Accordingly, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

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By the Commission

ENTERED
MAR 09 2020
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Case No. 2020-00027

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00027 DATED MAR 09 2020

Last day for intervention requests to be accepted.....	03/16/2020
All initial requests for information to Kentucky-American shall be filed no later than	03/17/2020
Kentucky-American shall file responses to initial requests for information no later than.....	03/25/2020
All supplemental requests for information to Kentucky-American shall be filed no later than.....	04/03/2020
Kentucky-American shall file responses to supplemental requests for information no later than.....	04/13/2020
Intervenor testimony, if any, in verified prepared form shall be filed no later than.....	04/20/2020
All requests for information to Intervenors shall be filed no later than	04/27/2020
Intervenors shall file responses to requests for information no later than	05/04/2020
Kentucky-American shall file, in verified form, its rebuttal testimony no later than	05/08/2020
Last day for Kentucky-American to publish notice of hearing	To be scheduled
Public Hearing to be held in the Richard Raff Hearing Room (Hearing Room 1) of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses of Kentucky-American and Intervenors	To be scheduled
Post-Hearing Briefs, if any	To be scheduled

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