

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF NORTH)	CASE NO.
MARSHALL WATER DISTRICT FOR A RATE)	2023-00134
ADJUSTMENT PURSUANT TO 807 KAR 5:076)	

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION
TO NORTH MARSHALL WATER DISTRICT

North Marshall Water District (North Marshall District), pursuant to 807 KAR 5:001, shall file with the Commission an electronic version of the following information. The information requested is due on July 31, 2023. The Commission directs North Marshall District to the Commission's July 22, 2021 Order in Case No. 2020-00085¹ regarding filings with the Commission. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked.

Each response shall include the question to which the response is made and 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

¹ Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC July 22, 2021), Order (in which the Commission ordered that for case filings made on and after March 16, 2020, filers are NOT required to file the original physical copies of the filings required by 807 KAR 5:001, Section 8).

response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

North Marshall District shall make timely amendment to any prior response if North Marshall District obtains information that indicates the response was incorrect or incomplete when made or, though correct or complete when made, is now incorrect or incomplete in any material respect.

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

Careful attention shall be given to copied and scanned 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. When filing a paper containing personal information, North Marshall District shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the response to Commission Staff's First Request for Information (Staff's First Request), Item 1.h., NMWD_Rate_Study.xlsx, Depreciation tab, Table A, Depreciation Expense Adjustments. Provide a copy of the depreciation information justifying the proposed 15-year service life for Meter Change Outs.

2. Provide the following information concerning the costs for the preparation of this case:

a. A detailed schedule of expenses incurred to date for the following categories:

- (1) Accounting;
- (2) Engineering;
- (3) Legal;
- (4) Consultants; and
- (5) Other Expenses (identify separately).

b. For each category identified in Item 2.a., the schedule should include the date of each transaction, the check number or other document reference, the vendor, the hours worked, the rates per hour, the amount, a description of the services performed, and the account number in which the expenditure was recorded. Provide copies of contracts or other documentation that support charges incurred in the preparation of this case. Identify any costs incurred for this case that occurred during the test year.

c. An itemized estimate of the total cost to be incurred for this case. Expenses should be broken down into the same categories as identified in Item 2.a., with an estimate of the hours to be worked and the rates per hour. Include a detailed explanation of how the estimate was determined, along with all supporting workpapers and calculations.

d. Provide monthly updates of the actual costs incurred in conjunction with this rate case, reported in the manner requested in Items 2.a. and 2.b., and a cumulative total of cost incurred to date for each category. Updates will be due when the

utility files its monthly financial statements with the Commission, through the month of the public hearing.

3. Refer to the response to Staff's First Request, Item 1.f., NMWD Commissioners.xlsx. Provide the fiscal court minutes appointing Dan McCoy, term beginning on July 1, 2023.

4. Refer to the response to Staff's First Request, Item 17, and Item 21.(b) the Late fees reported in these two schedules are of differing amounts.

a. Verify that the response to Item 17, is what was reported in the General Ledger.

b. Regarding the response to Item 21, Late Fees of \$20,294, was the amount in addition to the Late Fees in Item 17 or were they included in the Late Fees in Item 17?

5. Refer to the Application, Schedule of Adjusted Operations, Attachment 4 (SOA-4), and to the response to Staff's First Request, Item 18.

a. The total stated on the SAO-4 is \$16 249, and the total stated in Item 18 is \$18,424. Reconcile these two totals.

b. Explain what has caused this to increase from the test-year amount of \$16,249.

6. Refer to the response to Staff's First Request, Item 18, the Nonrecurring Charges 2022 Table.

a. Reconcile and explain the difference between the recorded \$940 and the Return Check/ACH Fee number of occurrences of 40, with the tariff rate being \$25.

b. Reconcile and explain the difference between the total recorded amount of \$573 and the Meter Installation Fee number of occurrences of 8, with the tariff rate being \$50.

c. The Replace Box or Lid Fee has the number of occurrences of 8, with the total being \$400. The Replace Box or Lid Fee is not a charge stated in the current Tariff on file with the Commission. Explain in detail this fee including the calculation of the amount charged, and why the North Marshall District believes this fee is authorized.

d. The Turn Off Fee has the number of occurrences of 119, with the total being \$5,950. The Turn Off Fee is not a charge stated in the current Tariff on file with the Commission. Explain in detail this fee, including the calculation of the amount charged and why North Marshall Water District believes this fee is authorized.

7. Refer to the Application, Attachment 5, Current Billing Analysis Usage and Existing Rates (Attachment 5), and the response to Staff's First Request, Item 21.(b), the Other Operating Revenues Table.

a. Verify that the response in Attachment 5, is what is correct, and is the total of the adjustments made to the billing records for both Residential Customers and Commercial Customers.

b. Provide an itemized listing of the Adjustments in Attachment 5.

(1) Explain the response to Item 21.(b) of Leak Adjustments of \$13,612.

(2) Explain whether these adjustments are in addition to the adjustments stated in Attachment 5.

(3) Explain whether these adjustments are included in the adjustments in Attachment 5.

8. Refer to the response to Staff's First Request, Item 21.(b), the Other Operating Revenues Table.

a. Explain the entry of Miscellaneous Income/Insurance.

b. Explain the entry of Tap Main.

c. Explain the entry of Meter Installation.

d. Explain the entry of Sewer Disconnects.

e. Explain where in the Tariff on file with the Commission for North Marshall District these charges are provided or referenced.



Linda C. Bridwell, PE
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DATED JUL 17 2023

cc: Parties of Record

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