

STATE of INDIANA

INDIANA UTILITY REGULATORY COMMISSION
101 WEST WASHINGTON STREET, SUITE 1500 EAST
INDIANAPOLIS, INDIANA 46204-3419



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PETITION OF THE CITY OF EVANSVILLE, INDIANA,)
FOR AUTHORITY TO ISSUE BONDS, NOTES, OR OTHER)
OBLIGATIONS, FOR AUTHORITY TO INCREASE ITS) CAUSE NO. 45545
RATES AND CHARGES FOR WATER SERVICE, AND)
FOR APPROVAL OF NEW SCHEDULES OF WATER)
RATES AND CHARGES.)

You are hereby notified that on this date the Indiana Utility Regulatory Commission (“Commission”) has caused the following entry to be made:

The Presiding Officers, having reviewed the parties’ filings, request that the City of Evansville, Indiana (“Evansville”) and the Indiana Office of Utility Consumer Counselor (“OUCC”) respond, as indicated below, to the following on or before noon on October 26, 2021.

Evansville

1. Evansville’s Attachment DLB-R1 to Douglas Baldessari’s rebuttal testimony contains a document titled, Forward Looking Test Year Annual Cash Operating Expenses, and reflects an adjustment of \$254,412 for periodic maintenance (page 1 of Tab PF II (Forward)). Please identify the rebuttal workpaper and/or testimony that explains the derivation of this adjustment.

2. Please identify the rebuttal workpaper and/or testimony that reflects the calculation for the inflationary adjustment proposed by Evansville for Phase 1 periodic maintenance.

3. Please identify the rebuttal workpaper and/or testimony that reflects the calculation for the inflationary adjustment proposed by Evansville for Phase 2 periodic maintenance.

4. OUCC witness Margaret Stull, at page 48 of her testimony, addresses Evansville’s recording of \$26,594 for a fraud loss expense during the base period. Please provide a copy of Evansville’s cybersecurity policy that was in place during the time that the fraud loss expense was incurred. If no policy existed at that time, please provide a copy of Evansville’s current cybersecurity policy.

5. Using Workpaper DLB-11, which reflects a joint cost for the Professional Plaza Building Lease (in Row 124) of \$113,016, please explain how one may determine whether that joint cost was included in Evansville’s Sewer Share of Joint Costs (in Row 135) for the Forward Phase 1 amount of \$12,308,927 and the Forward Phase 2 amount of \$12,998,903.

6. Attachment DLB-R1 (p. 6 of 37) to Douglas Baldessari's rebuttal testimony indicates a pro forma sewer reimbursement of \$13,480,710 for Phase 1 and \$13,923,368 for Phase 2. Please provide the summary workpaper that Mr. Baldessari relied upon to calculate these amounts. In addition, if not included in the summary workpaper, please explain any inflation factors used and provide a breakout of the inflation adjustments that may exist in the reimbursement adjustments.

7. Attachment DLB-1 (p. 30 of 52) to Douglas Baldessari's direct testimony includes a line item for "Plus proposed improve projects – (2022 – 2026)" in Evansville's payments in lieu of property taxes ("PILT") calculation. Please provide the detailed calculations and any assumptions made for the amounts shown on this line item.

8. Evansville's witness Lane Young (at 5 of his direct testimony) states that Evansville requests authority to issue long-term debt not to exceed \$260,000,000. However, Mr. Douglas Baldessari (at p. 16 of his rebuttal testimony) indicates Evansville is requesting borrowing authority of \$235,705,000. Please reconcile what appears to be a reduction of \$24,295,000 in requested borrowing authority.

9. Evansville's Workpaper DLB-9 (at p. 61), contains columns labeled Year 1 through Year 10 that appear to reduce the "Total \$ / YR" by \$18,000 to yield the amounts shown in the row labeled "Checking." Please explain how the \$18,000 adjustments referenced in this schedule relates to Petitioner's proposed tank maintenance.

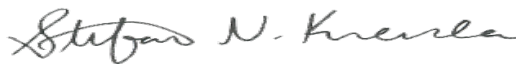
OUCC

OUCC Schedule 8 attached to Margaret Stull's testimony includes a line item for "Proposed Capital Improvement Projects" in the OUCC's PILT calculation. Please provide the detailed calculations and any assumptions made for the amounts shown on this line item.

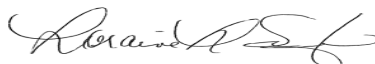
IT IS SO ORDERED.



David E. Ziegner, Commissioner



Stefanie N. Krevda, Commissioner



Loraine L. Seyfried, Chief Administrative Law Judge

Date: October 22, 2021