COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of

THE JOINT APPLICATION OF CITY OF

HAWESVILLE, KENTUCKY, AND SOUTH
WIRE COMPANY, A GEORGIA CORPORATION,)

d/b/a KENTUCKY HILLS COMPANY, FOR

THE APPROVAL OF THE ACQUISITION

BY CITY OF THE WATER AND SEWAGE

SYSTEM OWNED BY COMPANY

CASE NO. 8442

ORDER

On January 13, 1982, the City of Hawesville, Kentucky, ("City") filed a joint application with the Southwire Company, a Georgia Corporation, d/b/a Kentucky Hills Company, ("Kentucky Hills") requesting approval of the sale of the water and sewage systems by Kentucky Hills to the City. The sales agreement provides for the sale by Kentucky Hills of its water treatment and distribution system and sewage treatment system, including all easements, contracts, water lines, sewer lines, operational equipment and real estate.

On February 10, 1982, the Commission propounded interrogatories to the City and answers were filed on March 1,
1982. This matter is now considered submitted for final
determination by the Commission.

The Commission, after careful consideration of the evidence of record and being advised, is of the opinion and finds that:

- 1. Kentucky Hills desires to sell its water and sewage systems to the City, and the City desires to buy these systems from Kentucky Hills.
- 2. Kentucky Hills and the City have executed a sales agreement regarding the sale of the water and sewage systems for an agreed price of \$70,000.
- 3. The City has owned and operated a municipal water and sewage treatment system since 1974.
- 4. The City has a water and sewer board which employs one full-time and three part-time employees to operate its water and sewage treatment systems.
- 5. The City possesses the requisite expertise to own and operate the Kentucky Hills water and sewer systems in an adequate, efficient and reasonable manner.
- 6. Kentucky Hills should file its 1982 annual reports for the period January 1, 1982, through the date of sale.
- 7. Kentucky Hills should file a copy of the closing entries recorded on its books.

IT IS THEREFORE ORDERED that the sale of the water and sewage systems by Kentucky Hills to the City be and it hereby is approved.

IT IS FURTHER ORDERED that Kentucky Hills shall file its 1982 annual reports and the closing entries recorded on its books within 60 days of the date of sale. Done at Frankfort, Kentucky, this the 12th day of April, 1982.

PUBLIC SERVICE COMMISSION

Chairman Randall

Commissioner Commissioner

ATTEST:

Secretary