

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

APPLICATION OF GREEN SPRING)
UTILITIES, INC., FOR AUTHORITY)
TO ACQUIRE THE STOCK AND OPERATE)
THE SEWER TREATMENT SYSTEM OWNED)
BY GREEN SPRING SANITATION COM-) CASE NO. 9234
PANY, INC., IN JEFFERSON COUNTY,)
KENTUCKY: TO BORROW THE NECES-)
SARY FUNDS TO FINANCE PURCHASE)
OF THE SYSTEM)

O R D E R

IT IS ORDERED that Green Spring Utilities, Inc., ("Green Spring") shall file an original and 10 copies of the following information with the Commission, with a copy to all parties of record, by March 12, 1985, or within 2 weeks after the date of this Order, whichever is later. When a number of pages is required for item, each page should be appropriately indexed and careful attention should be given to copied material to insure that it is legible. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

Information Request No. 1

1. Provide the proposed journal entries that will reflect the acquisition of the stock of the Green Spring Sanitation Company, Inc., ("Green Spring Sanitation") and the Green Spring balance sheet showing the results of these entries.

2. Provide a detailed explanation, including all appropriate citations, of the accounting method under which this transaction is being recorded and why said method is appropriate.

3. a. Provide a list of the services which Green Spring Sanitation presently has performed by outside contractors, operators, etc.

b. Provide the names of the persons or firms providing those services, along with their current fees, and the names of the persons or firms Green Spring intends to employ and their expected fees.

4. Describe and explain any improvements in service that are expected due to the change of ownership of the utility stock.

5. According to the annual report for 1983 of Green Spring Sanitation, the book value of the existing utility is zero (\$40,000 in utility plant less \$40,000 in contributions in aid of construction). Explain, in as much detail as possible, how the purchase price of \$84,000 was determined.

6. Provide a detailed explanation of the reasons for which Green Spring wishes to acquire this system.

7. Provide a detailed description of any negotiations that took place in arriving at the terms of the proposed purchase agreement.

Done at Frankfort, Kentucky, this 27th day of February, 1985.

PUBLIC SERVICE COMMISSION

ATTEST:


For the Commission

Secretary