

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

A REQUEST TO THE KENTUCKY PUBLIC)
SERVICE COMMISSION FOR A CERTIFICATE)
OF CONVENIENCE AND NECESSITY AND) CASE NO. 9982
THE ESTABLISHMENT OF SEWER RATES)
FOR OLDHAM WOODS SANITATION, INC.)

O R D E R

IT IS ORDERED that Oldham Woods Sanitation, Inc., ("Oldham Woods") shall file an original and seven copies of the following information with the Commission with a copy to all parties of record no later than February 26, 1988. If the information cannot be provided by this date, Oldham Woods should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission. Oldham Woods shall furnish with each response the name of the witness who will be available at the public hearing for responding to questions concerning each item of the information request.

1. Per the response to the Commission's first information request filed on January 19, 1988, Oldham Woods will incur some expenses during the initial filling time of the lagoons including, but not limited to, maintaining plant equipment, having the grass cut, and Oldham County Water District's charge for billing and collecting. Please list these anticipated expenses in detail with

an estimated annual cost. In addition, provide the information used to determine the estimated costs.

2. Provide a detailed description of the financing plan for the proposed \$964,283 construction project, including the following:

- a) source of funds
- b) anticipated interest rate
- c) bond or loan agreement
- d) period of loan or schedule of bond retirements
- e) amortization schedule

3. How many customers will the proposed \$964,283 plant serve?

4. Provide a balance sheet and other financial data to support Kentucky Engineering Corporation's ("Kentucky Engineering") ability to maintain and operate the facility if the Third Party Agreement is invoked.

5. Provide the legal, equitable or other financial interest Kentucky Engineering has in Oldham Woods treatment plant.

6. Explain why Kentucky Engineering, rather than the mortgagee, should be the representative in the Third Party Agreement.

7. Explain the legal and financial relationship of Kentucky Engineering to the owners of Oldham Woods treatment plant.

8. In case of default, who has liens on Oldham Woods treatment plant?

9. What assurances can Kentucky Engineering provide that it will be financially able to operate the plant in case of default?

10. The information submitted on specifications for the proposed construction is not adequate. Therefore, Oldham Woods should provide the Commission with specifications that are acceptable in engineering practice.

11. Provide the exact cost for the construction of the sanitary sewer lines and the treatment facilities. Previously submitted cost information includes water lines, electric lines, etc. These expenses should be excluded from the cost information submitted.

Done at Frankfort, Kentucky, this 9th day of February, 1988.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Executive Director