

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TRANSFER OF OWNERSHIP OF
MILLSTONE WATER, INC.

) CASE NO.
) 10273

O R D E R

On October 12, 1987, the Commission Staff inspected the water distribution system owned and operated by Millstone Water Works for compliance with Commission regulations and the provisions of KRS chapter 278. During this inspection, the Commission Staff discovered that the water distribution system had been transferred to Millstone Water, Inc. ("Millstone").

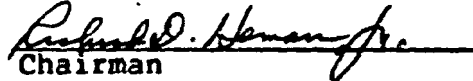
On May 16, 1988, the Commission by letter requested that Millstone provide confirmation of the transfer, a statement of the operator's qualifications to operate a water distribution system, and a copy of its existing tariffs. That information was supplied on June 1, 1988. On August 9, 1988, the Commission ordered Millstone to file a copy of its articles of incorporation and information on its current financial condition. This information was filed on September 6, 1988.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that Millstone possesses the financial, managerial, and technical abilities to provide reasonable service. Accordingly, the transfer of the water distribution system from Millstone Water Works to Millstone Water, Inc., should be approved.

BE IT SO ORDERED.

Done at Frankfort, Kentucky, this 26th day of September, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director