

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF WOODLAND-PRESTON)
ENTERPRISES, INC. FOR APPROVAL TO) CASE NO.
TRANSFER TO APPALACHIAN WASTE CONTROL,) 92-551
INC.)

O R D E R

On December 17, 1992, Woodland-Preston Enterprises, Inc. ("Woodland-Preston") applied for Commission approval to transfer the sewage treatment plant, certain real property on which the sewage treatment plant is located, and certain sewer mains situated in Preston Estates Subdivision to Appalachian Waste Control, Inc. ("Appalachian").

Having considered the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Woodland-Preston, a Kentucky corporation, owns, operates and maintains a sewage treatment facility which serves the Preston Estates Subdivision of Johnson County, Kentucky.

2. Appalachian, a Kentucky corporation, currently operates two sewage treatment plants which provide sewage treatment service to the public in Johnson County, Kentucky.

3. Appalachian employs and retains a Class III wastewater system operator certified by the Kentucky Board of Certification of Wastewater System Operators.

4. Appalachian has the financial, technical, and managerial abilities to provide reasonable utility service to the residents of Preston Estates Subdivision.

5. On October 31, 1992, Woodland-Preston and Appalachian executed an agreement for the transfer of the sewage treatment plant which serves the Woodland-Preston Subdivision. Under the terms of this agreement, Appalachian shall pay Woodland-Preston \$2,418 to acquire the sewage treatment plant and related properties and appurtenances.

6. The proposed transfer, as set forth in the joint application, is made in accordance with law, is for a proper purpose, and is consistent with the public interest.

IT IS THEREFORE ORDERED that:

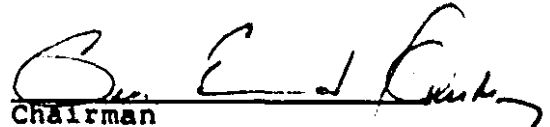
1. The proposed transfer is approved.
2. Appalachian shall file journal entries reflecting its accounting of the transfer within 30 days of the completion of the proposed transfer. The transfer shall be recorded on the books of Appalachian in accordance with the Uniform System of Accounts for Sewer Utilities.
3. If Appalachian records any plant acquisition adjustment, such adjustment shall be amortized over the remaining useful life of the purchased plant. This adjustment is for accounting purposes only and shall not be construed as Commission approval of such adjustment for ratemaking purposes.
4. Within 30 days of the date of this Order, Appalachian shall file with the Commission an adoption notice, adopting,

ratifying, and making its own all rates, rules, classifications, and regulations of Woodland-Preston.


5. If the proposed transfer has not occurred within 60 days of this Order, the parties shall advise the Commission in writing of that fact and of the expected date of transfer.

Done at Frankfort, Kentucky, this 8th day of April, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director