

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE JOINT APPLICATION FOR THE)	
TRANSFER OF THE WASTEWATER)	
TREATMENT PLANT FROM BIG BEAR)	CASE NO. 98-089
RESORTS, INC. TO BIG BEAR WASTEWATER,)	
INC.)	

O R D E R

IT IS ORDERED that Big Bear Wastewater, Inc. ("Big Bear Wastewater") shall file the original and 8 copies of the following information with the Commission within 20 days of the date of this Order, with a copy to all parties of record. Each copy of the information requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure its legibility.

1. Provide a detailed utility plant schedule that includes in-service dates and accumulated depreciation.
2. Other than the sewage treatment plant and collection mains, what assets or liabilities, if any, are included in the proposed transfer?
3. List the journal entries that Big Bear Wastewater will enter on its accounting books to record the transfer.

4. What is the relationship, if any, between Big Bear Wastewater and Big Bear Resorts, Inc. ("Big Bear Resorts")?

5. List the principal stockholders of Big Bear Wastewater.

6. List the principal stockholders of Big Bear Resorts.

7. a. Does Big Bear Wastewater currently operate the sewage treatment plant and facilities owned by Big Bear Resorts?

b. If yes,

(1) How long has Big Bear Wastewater operated these facilities?

(2) Under what arrangements with Big Bear Resorts does Big Bear Wastewater operate these facilities?

(3) What changes in the operation of these facilities , if any, does Big Bear Wastewater plan?

8. Provide a balance sheet for Big Bear Wastewater as of December 31, 1997.

9. Provide a statement of income and retained earnings for the calendar year 1997 for Big Bear Wastewater.

10. a. Does Big Bear Wastewater currently employ any certified wastewater treatment plant operators?

b. If yes, state their names, their classification, and date originally certificated.

c. If no, does Big Bear Wastewater intend to employ a certified wastewater treatment plant operator?

11. Provide a curriculum vitae for each Big Bear Wastewater employee who will be responsible for the technical, financial or operational management of the sewage treatment facilities.

12. a. Did Big Bear Wastewater issue any notes or other evidences of indebtedness as part of its proposed purchase of the sewage treatment facilities?

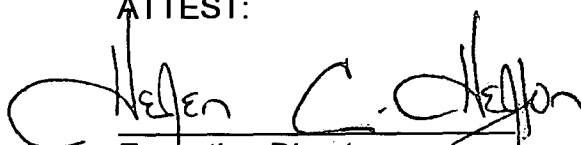
b. If yes, provide all evidences of indebtedness issued.

Done at Frankfort, Kentucky, this 18th day of June, 1998.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director