COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| JOINT APPLICATION OF CITY |) | |
|---------------------------------|----|---------------------|
| OF FALMOUTH, KENTUCKY AND EAST |) | |
| PENDLETON WATER DISTRICT FOR AN | ') | CASE NO. 2010-00313 |
| ORDER APPROVING TRANSFER OF |) | |
| SEWER UTILITY |) | |

<u>ORDER</u>

On August 4, 2010, East Pendleton Water District ("East Pendleton") and the City of Falmouth ("Falmouth") filed a joint application requesting Commission approval of the transfer of a sewer utility from East Pendleton to Falmouth.

The proposed transfer is pursuant to KRS 278.020(4) and (5), which require that the Commission find that Falmouth has the financial, technical, and managerial abilities to provide reasonable utility service in accordance with the law and in the public interest. KRS 278.020(5) requires the Commission to reach a final decision on the proposed transfer within 60 days of the filing of the application unless it is necessary, for good cause shown, to continue the application period. If good cause for a continuance exists, the Commission may extend its review for an additional 60 days.

The Commission has reviewed the record herein and finds that additional time is needed for Commission Staff to issue information requests. Therefore, pursuant to KRS 278.020(5), the Commission finds that good cause exists to extend the review period an additional 60 days up to and including December 2, 2010.

IT IS THEREFORE ORDERED that:

1. The statutory 60-day review period ending on October 3, 2010 is extended an additional 60 days up to and including December 2, 2010.

By the Commission

ENTERED

SEP 2 7 2010

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

Honorable Henry Watson, III Attorney at Law 525 High Street, Suite 328 Paris, KY 40361

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