COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF M.O.S.T., INC. TO) TRANSFER THE LAND AND PHYSICAL) ASSETS OF THE HEATHER HILLS SEWAGE) TREATMENT SYSTEM IN OLDHAM, COUNTY,) KENTUCKY, TO HEATHER HILL SEWACE) TREATMENT PLANT, INC.)

ORDEP

IT IS ORDERED that M.O.S.T., Inc., ("M.O.S.T.") shall file an original and six copies of the following information with the Commission no later than November 26, 1986. If the information cannot be provided by this date, a motion requesting an extension of time which states the reason for the delay and a date by which the information will be furnished shall be submitted for the Commission's consideration:

1. Per M.O.S.T.'s response to a request at the hearing in Case No. 8512, the original cost of the Heather Hills Sewage Treatment System was \$345,000 of which \$215,000 was the cost of the collection system and \$130,000 was the cost of the treatment plant. The response also showed that \$138,600 had been recovered through tap fees. Is the calculation of \$138,600 + \$345,000 the manner in which M.O.S.T. determined that 40 percent of plant had been recovered through lot sales?

2. The 1985 Annual Report shows 9,570 feet of pipe (mains). Does M.O.S.T. presently own the mains or has ownership been transferred to the development corporation, EOCAMOST? 3. Per Exhibit E (contract of sale) of the application the proposed transfer includes the treatment plant and the sewers. Although the land and the treatment plant are the only items of utility plant reflected in M.O.S.T.'s annual report is it true that the sewer lines are included in the physical assets being transferred?

Done at Frankfort, Kentucky, this 11th day of November, 1986.

PUBLIC SERVICE COMMISSION

Rad D. Ideman f.

ATTEST:

Executive Director