

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF PARADISE VALLEY SEWAGE)
PLANT, INC., FOR AUTHORITY TO ACQUIRE) CASE NO. 9946
AND OPERATE THE PARADISE VALLEY SEWER)
SYSTEM IN JOHNSON COUNTY, KENTUCKY)

O R D E R

On June 8, 1987, Paradise Valley Sewage Plant, Inc., filed an application for approval to acquire control of the Paradise Valley Sewer System located in Johnson County, Kentucky. The terms of the transfer were set forth in a lease entered into by Dewey L. Bocook, Jr., President of Paradise Valley Sewage Plant, Inc., and Paul and Justene Pelphrey, the lessors of the Paradise Valley Sewer System plant. The Commission has reviewed the lease and application for authority to acquire and operate the system. The Commission has also reviewed the financial, technical and managerial abilities of Paradise Valley Sewage Plant, Inc., and is of the opinion that Paradise Valley Sewage Plant, Inc., is ready, willing and able to operate the sewage treatment facilities formerly operated by Suburban Sewage, Inc. Paradise Valley Sewage Plant, Inc., currently employs personnel who will be able to adequately operate and maintain the system.

Thus the Commission should approve the transfer of control of the system to Paradise Valley Sewage Plant, Inc.

IT IS THEREFORE ORDERED that:

1. The transfer of control of the Paradise Valley Sewer System to Paradise Valley Sewage Plant, Inc., be and it hereby is approved.

2. Paradise Valley Sewage Plant, Inc., shall have the responsibility of filing with the Public Service Commission an annual report for the portion of 1987 in which it operates the system.

3. Suburban Sewage, Inc., shall have the responsibility of filing with the Public Service Commission an annual report for any portion of 1987 in which it operated the system.

4. Paradise Valley Sewage Plant, Inc., shall keep records for the sewage treatment plant in accordance with the Uniform System of Accounts.

5. Paradise Valley Sewage Plant, Inc., shall file an adoption notice, adopting, ratifying and making its own all rates, rules and regulations of the Paradise Valley Sewer System which are effective and on file with the Commission at the time of change of ownership.

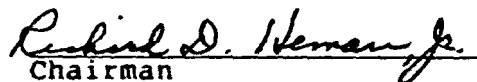
6. Paradise Valley Sewage Plant, Inc., shall file its tariff within 10 days from the date of the adoption notice.

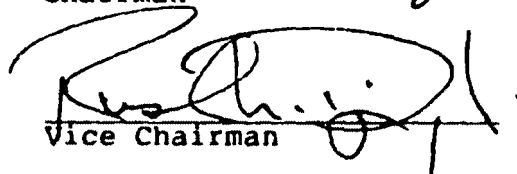
7. Notwithstanding any contrary provision contained in the lease between Paul Pelphrey, Justene Pelphrey and Paradise Valley Sewage Plant, Inc., any obligation arising under KRS Chapter 278 shall remain with the lessor of the utility property, in the event of any repossession by the lessor, or abandonment by the lessee.

8. The lease of the subject utility plant is assignable only to the extent that any assignment is approved by the Public Service Commission pursuant to KRS 278.020, and any assignee shall be subject to the lawful authority of the Kentucky Public Service Commission.

Done at Frankfort, Kentucky, this 13th day of July, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director