

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LAKE COLUMBIA ESTATES )  
SEWER SYSTEM FOR APPROVAL OF THE TRANSFER ) CASE NO. 95-175  
OF ASSETS TO LAKE COLUMBIA UTILITIES, )  
INC. )

O R D E R

IT IS ORDERED that Lake Columbia Utilities, Inc. ("Lake Columbia Utilities") or Lake Columbia Estates Sewer System ("Lake Columbia Sewer") shall file the original and 12 copies of the following information with the Commission with a copy to all parties of record within 15 days of the date of this Order. The appropriate party shall furnish with each response the name of the witness who will be available to respond to questions concerning each item of information requested should a public hearing be scheduled.

1. Provide verification that Lake Columbia Utilities has the financial, technical, and managerial abilities to operate Lake Columbia Sewer after the transfer.

2. Provide a copy of a valid third-party beneficiary agreement guaranteeing the continued operation of the sewage treatment facilities involved in the transfer, or such other evidence of financial integrity as will ensure the continuity of sewage service.

3. List in detail the assets that will be acquired by Lake Columbia Utilities from Lake Columbia Sewer. Include the original

cost, accumulated depreciation, and net book value for each asset listed.

4. Provide a balance sheet from Lake Columbia Utilities at the anticipated date of sale.

5. Provide the accounting entries to be made on Lake Columbia Utilities' books and Lake Columbia Sewer's books to record the transfer. Such entries must be in conformity with the Uniform System of Accounts ("USoA").

6. The "Sewer Plant Purchase Agreement", Exhibit A of the "Application for the Approval of Transfer" filed by Lake Columbia Utilities on September 11, 1995, contains references to appendices A, B, and C. Provide copies of these appendices.

7. Paragraph 4 of the Sewer Plant Purchase Agreement addresses free sewage service for the Grantor, her children, and her children's children. Provide a more complete explanation of this free service.

Done at Frankfort, Kentucky, this 9th day of October, 1995.

PUBLIC SERVICE COMMISSION

  
For the Commission

ATTEST:

  
Executive Director