

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED MERGER OF KINGSTON-TERRILL WATER)
DISTRICT, WACO WATER DISTRICT AND WHITE) CASE NO. 96-012
HALL WATER DISTRICT)

O R D E R

IT IS ORDERED that the parties shall file the original and 12 copies of the following information with the Commission with a copy to all parties of record no later than 14 days from the date of this Order. The parties 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 a copy of the merger agreement between the parties which is referenced in each of the resolutions adopted by the respective districts.

2. If not addressed in the merger agreement, provide a narrative describing the following:

- a. organization of management after merger.
- b. composition of the new board of commissioners for the merged entity.
- c. names of and dates when the current commissioners' terms expire for each of the districts.
- d. technical qualifications of personnel to be employed to run the merged system.
- e. the name of the new district and its address.

f. operational considerations including meter reading and consolidation of functions, maintenance responsibilities, consolidation of billing functions, office space and other administrative duties.

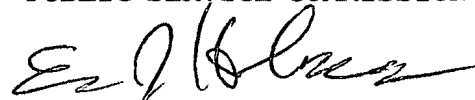
3. Project the total number of employees for the merged entity and provide a brief description of the responsibilities for each.

4. Describe any economies of scale which will result during the first year of operations if the merger is approved.

5. Provide a projected consolidated balance sheet for the merged district.

Done at Frankfort, Kentucky, this 10th day of April, 1996.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director