

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

A JOINT APPLICATION OF THE CITY OF)
BARDSTOWN AND THE BOSTON WATER DISTRICT,)
THAT THE PUBLIC SERVICE COMMISSION) CASE NO. 10020
APPROVE THE TRANSFER OF THE BOSTON)
WATER DISTRICT'S DISTRIBUTION)
SYSTEM TO THE CITY OF BARDSTOWN)

O R D E R

On September 9, 1987, the City of Bardstown, Kentucky (the "City"), a municipal corporation of the fourth class, and the Boston Water District (the "District"), a public utility organized under the authority of KRS Chapter 74, filed a joint application for approval of the transfer of the District's water distribution and metering system to the City. The terms of the proposed transfer were set forth in a contract of sale previously approved by the Bardstown City Council and the Boston Water District Board of Commissioners.

The Commission has reviewed the Contract for Sale as well as the financial, technical and managerial abilities of the City and is of the opinion that the City is ready, willing, and able to own and operate the District's water distribution and metering system. The City has successfully operated its own water system for several years. It employs several persons with the necessary expertise to manage and operate a water distribution system and has sufficient financial resources to provide reasonable service.

The Commission shall approve the proposed transfer of assets to the City.

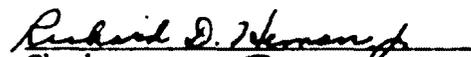
IT IS THEREFORE ORDERED that:

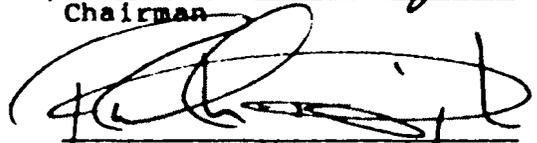
1. The transfer of the District's water distribution and metering system to the City be and it hereby is approved.

2. The District shall have the responsibility of filing with the Commission an annual report for the portion of 1987 in which it operated its system.

Done at Frankfort, Kentucky, this 5th day of November, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director