

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF PINWOOD SUBDIVISION,)	
INC. d/b/a PINWOOD SUBDIVISION SEWER FOR)	
AN ADJUSTMENT OF RATES FOR SEWER)	CASE NO.
SERVICE AND ESTABLISHMENT OF CERTAIN)	2006-00029
NON-RECURRING CHARGES)	

ORDER

On January 17, 2006, Pinewood Subdivision, Inc. d/b/a Pinewood Subdivision Sewer ("Pinewood") filed its application for Commission approval of proposed rates for sewer service and certain non-recurring charges. The proposed rates for service would generate additional annual revenues of \$6,079, a 51 percent increase in normalized test-year sales of \$11,914. The proposed rates would increase the monthly flat rate for sewer service from \$14.60 to \$22.05, or 51 percent. The requested non-recurring charges included a \$25 return check charge and a 10 percent late payment penalty.

Upon request, intervention was granted to the Attorney General of the Commonwealth of Kentucky by Order dated February 1, 2006.

Commission Staff performed a limited financial review of Pinewood's operations and prepared a Staff Report that was issued by Order dated February, 23, 2006. Staff's report recommended that the Commission approve the rates and non-recurring charges requested in Pinewood's application. The Order issuing the report granted all parties 10 days to comment or request an informal conference or hearing. The Commission has not received any comments or requests.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that the rates and non-recurring charges proposed by Pinewood and shown in this Order at Appendix A are fair, just, and reasonable.

IT IS THEREFORE ORDERED that:

1. The rates and non-recurring charges proposed by Pinewood and contained in Appendix A of this Order are approved for service rendered by Pinewood on and after the date of this Order.

2. Within 30 days of the date of this Order, Pinewood shall file with the Commission its revised tariffs setting out the rates approved herein.

Done at Frankfort, Kentucky, this 14th day of March, 2006.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke at the bottom.

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2006-00029 DATED March 14, 2006

The following rates and charges are prescribed for the customers in the area serviced by Pinewood Subdivision, Inc. d/b/a Pinewood Subdivision Sewer. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Residential Sewer Charge	\$22.05
Returned Check Charge	25.00
Late Payment Penalty	10 percent