

Case No. 2007-00397  
APPLICATION FOR RATE ADJUSTMENT  
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED  
SEP 10 2007  
PUBLIC SERVICE  
COMMISSION

For Small Utilities  
Pursuant to 807 KAR 5:076  
(Alternative Rate Filing)

Woodland Estates Sewage System  
Name of Utility

P.O. Box 586

West Van Lear Ky 41268  
Business Mailing Address

Telephone Number 606 / 789-3455  
Area Code Number

I. Basic Information

NAME, TITLE, ADDRESS and Telephone number of the person to whom correspondence or communications concerning this application should be directed:

Name: Paul Butcher

Address: PO Box 586

West Van Lear, Ky 41268

Telephone Number: 606-789-3455

- 1) Do you have 500 customers or fewer?  Yes  No
- 2) Do you have \$300,000 in Gross Annual Revenue or less?  Yes  No
- 3) Has the Utility filed an annual report with this Commission for the past year and the two previous years?  Yes  No
- 4) Are the utility's records kept separate from any other commonly-owned enterprise? Yes  No

see exhibit /

NOTICE: To be eligible for consideration of a rate adjustment under this regulation, you must have answered yes to either question 1 or 2 and yes to both questions 3 and 4 above. If you answer no to questions 3 or 4, you must obtain written approval from the Commission prior to filing this Application. If these requirements are not met, you must file under the Commission's procedural rules, 807 KAR 5:001.

II. Increased Cost Information

(1) The most recent Annual Report will be used as the basic test period data in order to determine the reasonableness of the proposed rates. The Annual Report used as the basis for the 12 months ending December 31, 2006.

a. If you have reason to believe some of the items of revenue and expense listed in the Annual Report will increase or decrease, please list each item, the expected increase or decrease and the adjusted amount.

<u>Item Per</u> <u>Annual Report</u>	<u>Amount Per</u> <u>Annual Report</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Adjusted</u> <u>Amount</u>
<u>Revenues:</u>	\$	\$	\$
Total Revenues	\$ <u>7539</u>	\$ _____	\$ <u>7539</u>

Expenses:

Increase in regular maintenance fee	\$600
Increases in repairs	430

Total Expenses	\$ <u>10,428</u>	\$ <u>1030</u>	\$ <u>11,458</u>
Revenues Less Expenses	\$ <u>(2889)</u>	\$ _____	\$ <u>(3919)</u>

- b. Please describe each item that you adjusted on page 2 and how you know it will change. (Please attach invoices, letters, contracts or receipts which will help in proving the change in cost).

Regular monthly maintenance fee is now \$250 instead of \$200.00  
 My year-to-date repairs has increased \$450.00

- c. Please list your present and proposed rates for each class (i.e., residential, commercial, etc.) of customer and the percentage of increase proposed for each class:

<u>Customer Class</u>	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Residential	27.00	45.00	60 70

III. Other Information

a. Please complete the following questions:

- 1) Please describe any events or occurrences, which may have an effect on this rate review that should be brought to the Commission's attention (e.g., excessive line losses, major repairs, planned construction).

*The plant has reached a point that the entire electrical controls needs to be replaced. I have no backup blower. The age of the plant has caused a large increase in repairs. I should have filed for an increase sooner.*

- 2) Total number of Customers as of the date of filing:

24

- 3) Total amount of increased revenue requested:

\$ 5184

- 4) Please circle Yes or No:

- a) Does the utility have any outstanding indebtedness?

Yes

No

If yes, attach a copy of any documents such as promissory notes, bond resolutions, mortgage agreements, etc.

- b) Were all revenues and expenses listed in the Annual Report for 2006 incurred and collected from January 1 to December 31 of that year?

Yes

No

If no, list total revenues and total expenses incurred prior to or subsequent to this period and attach invoices or other analysis which show how amounts were calculated.

- 5) Attach a copy of the utility's depreciation schedule of utility plant in service. Reconcile any differences between total depreciation shown on the Annual Report for 2006 and the amount shown on this schedule.
- 6) If utility is a sewer utility:
  - a) Attach a copy of the latest State and Federal Income Tax Returns.
  - b) How much of the utility plant was recovered through the sale of lots or other contributions 0 \$ or %? (If unknown, state the reason).

- b. Please state the reason or reasons why a rate adjustment is requested. (Attach additional pages if necessary).

Over time expenses have increased due to the age of the plant, increased costs of complying with PSC rules and inflation. My rates have never been high enough to recoup depreciation expenses or maintain an adequate capital reserve.

I also know that Arastonsburg Utilities rate for all of the plants that they took over from Lance Bowling is \$53.00 If that rate is justified, so is mine. My plant is similar in size to those.

#### IV. Billing Analysis

The billing analysis is the chart reflecting the usage by the customers as well as the revenue generated by a specific level of rates. A billing analysis of both the current and proposed rates is mandatory for analysis of this rate filing. The following is a step-by-step description which may be used to complete the billing analysis. A completed sample of a billing analysis is also included. Although the sample reflects water usage, it is equally applicable for gas companies using declining block rate design. This billing analysis is not intended for companies using a flat rate design.

a. Usage Table (Usage by Rate Increment)

Information needed to complete the usage table should be obtained from the meter books or other available usage records. The usage table is used to spread total usage into the proper incremental rate step.

Column No. 1 is the incremental steps in the present or proposed rate schedule for which the analysis is being made. Column No. 2 is the number of bills in each incremental rate step. Column No. 3 is the total gallons used in each incremental rate step. Column Nos. 4, 5, 6, 7, 8, and 9 are labeled to correspond to the incremental rate steps shown in Column No. 1 and contain the actual number of gallons used in each incremental rate step.

Example for completing Usage Table is as follows:

Column No. 1 is incremental rate steps.

Columns numbered 2 and 3 are completed by using information obtained from usage records.

Columns numbered 4, 5, 6, 7, 8, and 9 are completed by the following steps:

Step 1:        1<sup>st</sup> 2,000 gallons minimum bill rate level  
                  432 Bills  
                  518,400 gallons used  
                  All bills use 2,000 gallons or less, therefore, all usage  
                  is recorded in Column 4.

Step2:        Next 3,000 gallons rate level  
                  1,735 Bills  
                  4,858,000 gallons used  
                  1<sup>st</sup> 2,000 minimum x 1,735 bills = 3,470,000 gallons –  
                  record in Column 4.  
                  Next 3,000 gallons – remainder of water over 2,000 =  
                  1,388,000 gallons – record in Column 5.

Step3: Next 10,000 gallons rate level  
 1,830 Bills  
 16,268,700 gallons used  
 1<sup>st</sup> 2,000 minimum x 1,830 bills = 3,660,000 gallons – record in Column 4.  
 Next 3,000 gallons x 1,830 bills = 5,490,000 gallons -- record in Column 5.  
 Next 10,000 gallons – remainder of water over 3,000 = 7,118,700 gallons – record in Column 6.

Step4: Next 25,000 gallons rate level  
 650 Bills  
 15,275,000 gallons used  
 1<sup>st</sup> 2,000 minimum x 650 bills = 1,300,000 gallons – record in Column 4.  
 Next 3,000 gallons x 650 bills = 1,950,000 gallons – record in Column 5.  
 Next 10,000 gallons x 650 bills = 6,500,000 gallons – record in Column 6.  
 Next 25,000 gallons – remainder of water over 10,000 = 5,525,000 gallons – record in Column 7.

Step5: Over 40,000 gallons rate level  
 153 Bills  
 9,975,600 gallons used  
 1<sup>st</sup> 2,000 minimum x 153 bills = 306,000 gallons – record in Column 4.  
 Next 3,000 gallons x 153 bills = 459,000 gallons – record in Column 5.  
 Next 10,000 gallons x 153 bills = 1,530,000 gallons – record in Column 6.  
 Next 25,000 gallons x 153 bills = 3,825,000 gallons – record in Column 7.  
 Over 40,000 gallons – remainder of water over 25,000 = 3,855,600 gallons – record in Column 8.

Step6: Total each column for transfer to Revenue Table.

b. Revenue Table (Revenue by Rate Increment)

The Revenue Table is used to determine the revenue produced from the Usage Table. Column No. 1 is the incremental rate steps in the rate schedule for which the analysis is being made. Column No. 2 indicates the total number of bills. Column No. 3 is the number of gallons accumulated in each rate increment (Totals from Columns 4, 5, 6, 7, and 8 of the above usage table). Column No. 4 is the rates to be used in determining revenue. Column No. 5 contains the revenue produced.

**SAMPLE**

Revenue from Present/Proposed Rates  
Test Period from 01-01-XX to 12-31-XX

**USAGE TABLE**  
Usage by Rate Increment

**Class:** Residential

(1)	(2) Bills	(3) Gallons/Mcf	(4) First 2,000	(5) Next 3,000	(6) Next 10,000	(7) Next 25,000	(8) Over 40,000	(9) Total
First 2,000 Minimum Bill	432	518,400	518,400					518,400
Next 3,000 Gallons	1,735	4,858,000	3,470,000	1,388,000				4,858,000
Next 10,000 Gallons	1,830	16,268,700	3,660,000	5,490,000	7,118,700			16,268,700
Next 25,000 Gallons	650	15,275,000	1,300,000	1,950,000	6,500,000	5,525,000		15,275,000
Over 40,000 Gallons	153	9,975,600	306,000	459,000	1,530,000	3,825,000	3,855,600	9,975,600
<b>Totals</b>	<b>4,800</b>	<b>46,895,700</b>	<b>9,254,400</b>	<b>9,287,000</b>	<b>15,148,700</b>	<b>9,350,000</b>	<b>3,855,600</b>	<b>46,895,700</b>

**REVENUE TABLE**  
Revenue by Rate Increment

(1)	(2) Bills	(3) Gallons/Mcf	(4) Rates	(5) Revenue
First 2,000 Minimum Bill	4,800	9,254,400	\$ 5.00 Minimum Bill	\$ 24,000.00
Next 3,000 Gallons		9,287,000	\$ 2.50 per 1,000 Gal.	23,217.50
Next 10,000 Gallons		15,148,700	\$ 2.00 per 1,000 Gal.	30,297.40
Next 25,000 Gallons		9,350,000	\$ 1.25 per 1,000 Gal.	11,687.50
Over 40,000 Gallons		3,855,600	\$ 0.75 per 1,000 Gal.	2,891.70
<b>Totals</b>	<b>4,800</b>	<b>46,895,700</b>		<b>\$ 92,094.10 Total Revenue</b>

**Instructions for Completing Revenue Table:**

- (1) Complete Columns No. 1, 2, and 3 using information from Usage Tables.
- (2) Complete Column No. 4 using rates either present or proposed.
- (3) Column No. 5 is completed by first multiplying the bills times the minimum charge.
- (4) Then, starting with the second rate increment, multiply Column No. 3 by Column No. 4 and total.



V. General Information/Customer Notice

1) Filing Requirements:

a. If the applicant is a corporation, a certified copy of its articles of incorporation must be attached to this application. If the articles and any amendments thereto have already been filed with the Commission in a prior proceeding, it will be sufficient to state that fact in the application and refer to the style and case number of the prior proceeding.

b. An original and 10 copies of the completed application should be sent to:

Executive Director  
Kentucky Public Service Commission  
211 Sower Boulevard  
Post Office Box 615  
Frankfort, Kentucky 40602

Telephone: 502 / 564 – 3940

c. One Copy of the completed application should also be sent at the same time to:

Public Service Litigation Branch  
Office of the Attorney General  
Post Office Box 2000  
Frankfort, Kentucky 40602-2000

2) A copy of the customer notice must be filed with this application. Proper notice must comply with Section 4 of this regulation.

3) Copies of this form and the regulation may be obtained from the Commission's Office of Executive Director; or by calling 502 / 564 – 3940.

4) I have read and completed this application, and to the best of my knowledge all the information contained in this application is true and correct.

Signed

Paul Butcher  
Officer of the Company

Title

Owner

Date

9-6-07

**BUTCHER ENTERPRISES, INC**  
**Paul D. Butcher**

P.O. Box 586  
510 KY 302  
West Van Lear, KY 41268

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Phone (606) 789-3455  
Fax 606-789-5352  
Cell 606-367-0552  
Email paul@bigsandybb.com

September 6, 2007

Public Service Commission  
P.O. Box 615  
Frankfort, KY 40602

**EXHIBIT 1**

Re: Woodland Estates Sewage System

Dear Sir,

Woodland Estates Sewage System income and expenses are filed on tax returns under the name Butcher Enterprises, Inc. Other income to Butcher Enterprises is rental income. The income and expenses are recorded in a way that is easily distinguished what belongs to the sewer utility.. I have included a profit and loss statement from my Quickbooks accounting program for your reference.

I respectfully request that I be given a deviation from the item 4 requirement for filing on page one as well as the requirement for state and federal income tax returns.

Sincerely,



Paul D. Butcher

**Paul Butcher**

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**From:** Spenard, David (KYOAG) [david.spenard@ag.ky.gov]  
**Sent:** Wednesday, September 05, 2007 3:56 PM  
**To:** paul@bigsandybb.com  
**Subject:** Alternative Rate Filing Procedure

Good afternoon.

My understanding is that Woodland Estates Sewage System is seeking an adjustment in rates. You indicate that you are seeking a deviation from the requirement in the Commission's administrative regulation which requires you to send this office the utility's three most recent annual reports. The Attorney General does not object to your request for a deviation.

Regards,

David Edward Spenard

Assistant Attorney General

Accum. Prov. for Depreciation and Amortization of Utility Plant (Ref Page: 4)

Item	Amount
Balance Beginning of Year	\$34,633.00
Accruals for Year:	
Depreciation	\$3,027.00
Amortization	
Other Accounts (detail)	
Total Accruals for Year	\$3,027.00
Credit Adjustments (describe)	
Total Credits for Year	
Net Charges for Plant Retired:	
Book Cost of Plant Retired ( same as pg 5 line 40)	
Add: Cost of Removal	
Less: Salvage	
Net Charges for Plant Retired	
Debit Adjustments (describe)	
Total Debit Adjustments for Year	\$0.00
Balance End of Year	\$37,660.00

# Butcher Enterprises, Inc.

## Profit & Loss Prev Year Comparison

January 1 through September 4, 2007

	Jan 1 - Sep 4, 07	Jan 1 - Sep 4, 06
Ordinary Income/Expense		
Income		
4000 · Income		
4010 · Rents	23,694.67	27,893.35
4015 · Stanton Chevron	9,729.68	36,000.00
<del>4020 · Sewage Fees</del>	<del>5,101.51</del>	<del>5,471.29</del>
4025 · Restaurant Equipment Sales	1,705.00	0.00
Total 4000 · Income	40,230.86	69,364.64
Total Income	40,230.86	69,364.64
Expense		
4001 · Reconciliation Discrepancies		
6000 · Total Expenses	-676.20	1,630.09
6100 · Rental Expenses		
6110 · Advertising	18.70	0.00
6120 · Auto & Travel		
6121 · Fuel	1,160.79	894.96
6122 · Maintenance	429.74	3,971.19
6123 · Travel	296.11	0.00
Total 6120 · Auto & Travel	1,886.64	4,866.15
6125 · Contributions	0.00	285.00
6130 · Cleaning & Maintenance	607.75	2,112.79
6135 · Regime Fees	3,040.00	2,480.00
6140 · Insurance	3,578.77	3,274.10
6150 · Professional	1,625.00	3,040.50
6160 · Interest	1,459.60	1,545.28
6165 · Management Fees	1,805.00	1,015.00
6170 · Repairs	14,609.96	2,130.21
6175 · Rents & Leases	0.00	173.50
6180 · Taxes	1,606.28	1,191.23
6190 · Utilities	4,959.12	3,078.00
6100 · Rental Expenses - Other	256.18	0.00
Total 6100 · Rental Expenses	35,453.00	25,191.74
6300 · Stanton Chevron		
6320 · Insurance	1,712.27	1,705.30
6330 · Professional	0.00	2,578.00
6340 · Interest	0.00	1,140.07
6350 · Repairs & Maintenance	2,875.39	1,610.27
6360 · Rents & Leases	1,705.91	2,428.03
6370 · Taxes	253.68	253.68
6380 · Utilities	534.70	0.00
6380 · Licenses & Permit Fees	125.00	100.00
Total 6300 · Stanton Chevron	7,206.95	9,815.35

**Butcher Enterprises, Inc.**  
**Profit & Loss Prev Year Comparison**  
 January 1 through September 4, 2007

	Jan 1 - Sep 4, 07	Jan 1 - Sep 4, 06
<b>6600 · Sewage Plant Expenses</b>		
6600 · Operation Expenses		
66701C1 · Sludge Hauling	400.00	610.00
66701C2 · Utility Service-Water Cost	78.40	65.28
66701C3 · Other-Labor, Mat'ls. & Exp	100.00	179.00
66703 · Fuel & Power	646.73	683.34
<b>Total 6600 · Operation Expenses</b>	<u>1,225.13</u>	<u>1,537.62</u>
<b>6700 · Maintenance Expenses</b>		
6710A · Routine Maintenance Fee	2,000.00	1,500.00
6712 · M of Collection Sewer System	377.89	355.09
6714 · M of Treatment & Disposal Plant	429.74	0.00
6700 · Maintenance Expenses - Other	139.60	0.00
<b>Total 6700 · Maintenance Expenses</b>	<u>2,947.23</u>	<u>1,855.09</u>
<b>6900 · Administrative and General Exp</b>		
6921 · Office Supplies & Other	171.69	7.00
<b>Total 6900 · Administrative and General Exp</b>	<u>171.69</u>	<u>7.00</u>
<b>69408 · Taxes Other Than Income Taxes</b>		
69408.2 · Property Taxes	-18.52	0.00
69408.3 · Utility Reg Comm Assessment	50.00	50.00
<b>Total 69408 · Taxes Other Than Income Taxes</b>	<u>31.48</u>	<u>50.00</u>
<b>Total 6600 · Sewage Plant Expenses</b>	<u>4,375.53</u>	<u>3,449.71</u>
<b>Total 6000 · Total Expenses</b>	47,035.48	38,456.80
<b>6200 · Rents &amp; Leases</b>	-6,051.09	140.49
<b>Total Expense</b>	<u>40,308.19</u>	<u>40,227.38</u>
<b>Net Ordinary Income</b>	-77.33	29,137.26
<b>Other Income/Expense</b>		
Other Income	0.00	58.50
7010 · Interest Income	0.00	58.50
<b>Total Other Income</b>	<u>0.00</u>	<u>58.50</u>
<b>Other Expense</b>		
8010 · Other Expenses	323.50	0.00
<b>Total Other Expense</b>	<u>323.50</u>	<u>0.00</u>
<b>Net Other Income</b>	-323.50	58.50
<b>Net Income</b>	<u>-400.83</u>	<u>29,196.76</u>

# Butcher Enterprises, Inc.

## Profit & Loss Prev Year Comparison

January 1 through September 4, 2007

	\$ Change	% Change
Ordinary Income/Expense		
Income		
4000 · Income		
4010 · Rents	-4,198.68	-15.1%
4015 · Stanton Chevron	-26,270.32	-73.0%
4020 · Sewage Fees	-369.78	-6.8%
4025 · Restaurant Equipment Sales	1,705.00	100.0%
Total 4000 · Income	-29,133.78	-42.0%
Total Income	-29,133.78	-42.0%
Expense		
4001 · Reconciliation Discrepancies		
6000 · Total Expenses	-2,306.29	-141.5%
6100 · Rental Expenses		
6110 · Advertising		
6120 · Auto & Travel	18.70	100.0%
6121 · Fuel	265.83	29.7%
6122 · Maintenance	-3,541.45	-89.2%
6123 · Travel	296.11	100.0%
Total 6120 · Auto & Travel	-2,979.51	-61.2%
6125 · Contributions	-285.00	-100.0%
6130 · Cleaning & Maintenance	-1,505.04	-71.2%
6135 · Regime Fees	560.00	22.6%
6140 · Insurance	304.67	9.3%
6150 · Professional	-1,415.50	-46.6%
6160 · Interest	-85.66	-5.5%
6165 · Management Fees	790.00	77.8%
6170 · Repairs	12,479.75	585.9%
6175 · Rents & Leases	-173.50	-100.0%
6180 · Taxes	415.05	34.8%
6180 · Utilities	1,881.12	61.1%
6100 · Rental Expenses - Other	256.18	100.0%
Total 6100 · Rental Expenses	10,261.26	40.7%
6300 · Stanton Chevron		
6320 · Insurance	6.97	0.4%
6330 · Professional	-2,578.00	-100.0%
6340 · Interest	-1,140.07	-100.0%
6350 · Repairs & Maintenance	1,265.12	78.6%
6360 · Rents & Leases	-722.12	-29.7%
6370 · Taxes	0.00	0.0%
6380 · Utilities	534.70	100.0%
6390 · Licenses & Permit Fees	25.00	25.0%
Total 6300 · Stanton Chevron	-2,608.40	-26.6%

**Butcher Enterprises, Inc.**  
**Profit & Loss Prev Year Comparison**  
 January 1 through September 4, 2007

	\$ Change	% Change
6500 · Sewage Plant Expenses		
6600 · Operation Expenses		
66701C1 · Sludge Hauling	-210.00	-34.4%
66701C2 · Utility Service-Water Cost	13.12	20.1%
66701C3 · Other-Labor, Mat'ls. & Exp	-79.00	-44.1%
66703 · Fuel & Power	-36.61	-5.4%
<b>Total 6600 · Operation Expenses</b>	<b>-312.49</b>	<b>-20.3%</b>
6700 · Maintenance Expenses		
6710A · Routine Maintenance Fee	500.00	33.3%
6712 · M of Collection Sewer System	22.80	6.4%
6714 · M of Treatment & Disposal Plant	429.74	100.0%
6700 · Maintenance Expenses - Other	139.60	100.0%
<b>Total 6700 · Maintenance Expenses</b>	<b>1,092.14</b>	<b>58.9%</b>
6900 · Administrative and General Exp		
6921 · Office Supplies & Other	164.69	2,352.7%
<b>Total 6900 · Administrative and General Exp</b>	<b>164.69</b>	<b>2,352.7%</b>
69408 · Taxes Other Than Income Taxes		
69408.2 · Property Taxes	-18.52	-100.0%
69408.3 · Utility Reg Comm Assessment	0.00	0.0%
<b>Total 69408 · Taxes Other Than Income Taxes</b>	<b>-18.52</b>	<b>-37.0%</b>
<b>Total 6500 · Sewage Plant Expenses</b>	<b>925.82</b>	<b>26.8%</b>
<b>Total 6000 · Total Expenses</b>	<b>8,578.68</b>	<b>22.3%</b>
6200 · Rents & Leases	-6,191.58	-4,407.1%
<b>Total Expense</b>	<b>80.81</b>	<b>0.2%</b>
<b>Net Ordinary Income</b>	<b>-29,214.59</b>	<b>-100.3%</b>
Other Income/Expense		
Other Income		
7010 · Interest Income	-58.50	-100.0%
<b>Total Other Income</b>	<b>-58.50</b>	<b>-100.0%</b>
Other Expense		
8010 · Other Expenses	323.50	100.0%
<b>Total Other Expense</b>	<b>323.50</b>	<b>100.0%</b>
<b>Net Other Income</b>	<b>-382.00</b>	<b>-653.0%</b>
<b>Net Income</b>	<b>-29,696.69</b>	<b>-101.4%</b>



**Frasure Electric**

P.O. Box 231  
Auxier, KY 41602

791-0336

# Quote

Customer No.: CASH ACC

Quote No.: 1

Quote To: **BUTCHER ENTERPRISE**  
PO BOX 586  
WEST VAN LEAR, KY 41268

Ship To: **Cash Transaction only**

Date	Ship Via	F.O.B.	Terms
07/11/07		Origin	C.O.D.
Purchase Order Number	Sales Person		Required
	RICKY FRASURE		07/11/07

Quantity		Item Number	Description	Unit Price	Amount
Required	Shipped				
		B.O.			
1		4201-5	MOTOR 5HP 1800RPM 1PH 184TZ V209	452.52	452.52
1		0764-2	FREEDOM STARTER SIZE 1 SINGLE PHASE	686.93	686.93
1		9109-1	33 URAI BLOWER	1432.50	1432.50
16.000			INSTALL NEW STARTER AND BLOWER & MOTOR TO PLANT LABOR	50.00	800.00

Quote subtotal 3371.95

Quote total 3371.95

Thank You

# Woodland Estates Sewage System

P O Box 586  
510 KY 302  
West Van Lear, KY 41268

Phone (606) 789-3455  
Fax 606-789-5352

September 5, 2007

Re: Proposed Rate Increase

Greetings Customers:

Over the past couple of years, the cost of maintaining the treatment plant at Woodland Estates has gone up considerably. Costs have increased for regular maintenance, repairs and compliance with state regulations. In addition, the plant is in need of significant upgrades to continue to operate adequately. Additional monies are need to fund these upgrades. Therefore, Woodland Estates Sewage System is filing for a monthly rate of \$45.00.

The rates contained in this notice are the rates proposed by Woodland Estates Sewage System. However, the Public Service Commission may order rates to be charged that are higher or lower than the rates proposed in this notice. Any corporation, association, body politic or person may request leave to intervene by motion within thirty (30) days after notice of the proposed rate changes is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, KY 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be obtained at no charge from Woodland Estates Sewage System at 510 KY RT 302, West Van Lear, KY 41268. Upon request from an intervener, the applicant shall furnish to the intervener a copy of the application and supporting documents.

Sincerely,



Paul Butcher