COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

EXAMINATION OF THE OPERATION AND) REASONABLENESS OF THE OFFSETTING) CASE NO. 2006-00191 IMPROVEMENT CHARGE OF HENRY COUNTY) WATER DISTRICT NO. 2)

The Attorney General ("AG") has moved to modify the procedural schedule in this matter. Henry County Water District No. 2 ("Henry District") has not opposed the motion. Having considered this motion and being otherwise sufficiently advised, the Commission finds that the motion should be granted.

IT IS THEREFORE ORDERED that:

1. The AG's Motion to Modify is granted.

2. A hearing shall be held in this matter on July 31, 2007, beginning at 9:00 a.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

4. Each party shall file the testimony of each of its witnesses in verified prepared form no later than July 2, 2007.

5. A teleconference shall be held in this matter on July 26, 2007, beginning at 11:00 a.m., for the purpose of discussing procedural issues related to the hearing. Persons may access the conference by calling (502) 564-3940 and requesting Extension 7098.

6. Each party shall limit its opening and closing statements to 10 minutes each.

7. Direct examination of witnesses shall be generally limited to the authentication and adoption of that written testimony. A witnesses may briefly summarize his or her written testimony, but such summarization shall not exceed 10 minutes in length.

8. Each party to this proceeding shall file a written brief with the Commission no later than August 31, 2007 on the issues presented in this matter. At a minimum, this brief shall address the issues set forth in Appendix A to the Commission's Order of January 5, 2007.

9. All provisions of our Order of March 27, 2007 in conflict with this Order are superseded.

Done at Frankfort, Kentucky, this 25th day of April, 2007.

By the Commission

ATTEST:

Executive Director

Case No. 2006-00191