COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JOANN ESTATES)
UTILITIES, INC. FOR AN ADJUSTMENT)
OF RATES PURSUANT TO THE) CASE NO. 2007-00308
THE ALTERNATIVE RATE FILING)
PROCEDURE FOR SMALL UTILITIES)

ORDER

On August 2, 2007, Joann Estates Utilities, Inc. ("Joann Estates") applied for Commission approval to increase its monthly sewer rates from \$17.05 to \$19.66, an increase of 15.3 percent. This proposed increase would generate additional revenues of \$8,413.

By Order dated September 13, 2007, the Commission issued a Staff Report containing Commission Staff's findings and recommendations regarding the proposed rate adjustment. In its report, Staff recommended that Joann Estates' proposed rate increase be accepted. In its Order of September 13, 2007, the Commission directed Joann Estates to file any written comments regarding the Staff Report or requests for a hearing or informal conference within 10 days. If no request for hearing was received within that period, the Commission further ordered that the case would stand submitted for decision. No comments or requests for a hearing or informal conference have been received.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.

2. The rates in Appendix A will produce annual revenue from sewer service of \$63,450.

IT IS THEREFORE ORDERED that:

1. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

2. The rates in Appendix A are approved for service rendered by Joann Estates on and after the date of this Order.

3. Within 30 days of the date of this Order, Joann Estates shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 12th day of October, 2007.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00308 DATED October 12, 2007

The following rates and charges are prescribed for the customers in the area served by Joann Estates Utilities, Inc. 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 Sewer Rate

Flat rate per customer

\$19.66 per month