BEFORE THE TENNESSEE REGULATORY AUTHORITY

NASHVILLE, TENNESSEE

March 9, 2007

IN RE:)	
LYNWOOD UTILITY CORPORATION TO CHANGE AND INCREASE RATES AND CHARGES)))	DOCKET NO. 07-00007

ORDER ESTABLISHING A PROCEDURAL SCHEDULE

This matter came before the Hearing Officer on February 23, 2007, at which time a Status Conference was convened in this docket for the purpose of establishing a procedural schedule and discussing preliminary matters, including discovery and the issuance of a Protective Order.

BACKGROUND

On January 4, 2007, Lynwood Utility Corporation ("Lynwood" or "Company") filed its *Petition* in which the Company requests that the Authority set a hearing and determine, after the presentation of evidence, that the increased rates proposed by Lynwood are fair and reasonable and are necessary to provide adequate sewer service to its customers and a fair rate of return to the Company.¹ On January 16, 2007, the Consumer Advocate and Protection Division of the Office of the Attorney General ("Consumer Advocate") filed a Petition to Intervene, alleging that its participation in this proceeding is necessary to determine whether the proposed rates would be "just and reasonable under the circumstances." On February 2, 2007, the Hearing Officer issued an *Order Suspending Tariff, Granting Petition to Intervene and Setting a Status Conference* setting a Status Conference for February 16, 2007 to establish a procedural schedule and address

¹ Petition at 1 (January 4, 2007).

² Petition to Intervene, p. 2 (January 16, 2007).

other preliminary matters. At the request of the Petitioner and pursuant to the agreement of the parties, the Status Conference was rescheduled by the Hearing Officer for February 23, 2007 pursuant to a *Notice of Rescheduling the Status Conference* issued on February 14, 2007.

STATUS CONFERENCE

The Status Conference was convened on February 23, 2007 at 1:00 p.m. In attendance at the Status Conference were the following parties represented by counsel:

Lynwood Utility Corporation – **Donald L. Scholes, Esq.,** Branstetter, Stranch & Jennings, PLLC, 227 Second Avenue North, Fourth Floor, Nashville, TN 37201-1631.

Consumer Advocate and Protection Division – **Ryan McGehee, Esq.,** Office of the Attorney General, 425 5th Ave. N, John Sevier Building, P.O. Box 20207, Nashville, TN 37202.

Procedural Schedule

In voting to convene a contested case proceeding, the panel assigned to this docket instructed the Hearing Officer to proceed to establish a procedural schedule which would contemplate a hearing and deliberations on the merits of the *Petition* within six months of the *Petition's* filing date.³ During the February 23, 2007 Status Conference, the Hearing Officer and the parties discussed two proposed procedural schedules, after which the parties reached agreement on the Procedural Schedule attached as **Exhibit A** to this Order.

The goals of the procedural schedule are to move this docket toward deliberations on the issues raised by the *Petition* no later than June 4, 2007 and to provide the parties a reasonable and adequate amount of time to conduct discovery, prepare and submit pre-filed testimony and prepare for Hearing. The Hearing Officer is appreciative of the efforts of the parties in proposing a procedural schedule that expedites the process and provides for thorough discovery and preparation.

While Tenn. Code Ann. § 65-5-103(a) allows nine months for the investigation by the TRA, Tenn. Code Ann. § 65-5-103(b)(1) permits the Company to place the proposed rates into effect under bond after six months.

The Procedural Schedule, attached as **Exhibit A**, governs principally discovery and the

filing of testimony. The Procedural Schedule does not include a precise hearing date at this time.

Any hearing date is subject to the approval of the panel. As with any schedule, the effectiveness

of this Procedural Schedule is directly dependent upon the extent of cooperation or delay on the

part of the parties in meeting the individual benchmark dates.

PROTECTIVE ORDER

During the Status Conference on February 23, 2007, the Hearing Officer requested that

the parties agree upon and submit a proposed Protective Order for review by March 2, 2007 for

consideration by the Hearing Officer. On March 2, 2007, the parties requested additional time to

submit a proposed Protective Order. On March 7, 2007, a proposed agreed protective order was

submitted by the parties. The Hearing Officer will enter a Protective Order in this docket

separate from this Order following review of the proposed protective order.

IT IS THEREFORE ORDERED THAT:

The Procedural Schedule, attached to this Order as Exhibit A, is adopted and is in full

force and effect.

J. Richard Collier, Hearing Officer

3

LYNWOOD UTILITY CORPORATION TO CHANGE AND INCREASE RATES AND CHARGES TRA DOCKET NO. 07-00007

PROCEDURAL SCHEDULE

March 2, 2007	1st Round of Discovery Due
March 8, 2007	Discovery Objections Due
March 14, 2007	Status Conference – 1 p.m.
March 27, 2007	Discovery Responses Due
April 13, 2007	Intervenor's Pre-Filed Testimony Due
April 17, 2007	2 nd Round of Discovery Due
April 23, 2007	Discovery Objections Due
April 26, 2007	Status Conference – 1 p.m.
May 1, 2007	2 nd Round Discovery Responses Due
May 11, 2007	Pre-filed Rebuttal Testimony Filed
May 16, 2007	Pre-Hearing Conference
May 17 – 18 or May 21- 22 (Tentative)	Hearing on the Merits (Subject to Approval of Panel)

EXHIBIT A