

**October 1, 1996**

**APPLICATION OF  
CARTWRIGHT CREEK UTILITY  
COMPANY, INC. TO  
INCREASE ITS RATES**

**AGREED ORDER**

At the hearing the following appearances were made: Gail Pigg, Attorney at Law, 219 Second Avenue, North, Nashville, Tennessee 37201, appearing on behalf of Cartwright Creek Utility Company, Petitioner; and David W. Yates, Associate Consumer Advocate, Consumer Advocate Division, Office of Attorney General, 404 James Robertson Parkway, Suite 1504, Nashville, Tennessee 37243-0500.

Petitioner is a public utility under T.C.A. §65-4-101 that holds a certificate of convenience and necessity to operate as a sewer utility within the Seventh Civil District of Williamson County. On April 16, 1996, Cartwright Creek filed a Petition requesting that all monthly sewer service rates for residential and non-residential customers be increased by 15% each year for the next three years.

At the hearing, it was announced by David Yates, Consumer Advocate, that after extensive review and investigation, Counsel for the Company and the Consumer Advocate had reached an agreement for an increase of 12.1% per year over a three year period for both residential and non-residential units. Said agreement is evidenced by signature of counsel hereto. Counsel for Company stated further that the increase in years two and three would save the Company the added expense involved with subsequent filings.

After consideration of the record and statements and arguments of counsel, the Regulatory Authority found that the stipulated increase of 12.1% per year over a three year period should be granted, i.e., 12.1% for the first year, beginning October 1, 1996; an increase of 12.1% beginning October 1, 1997; and an increase of 12.1% beginning October 1, 1998.

**IT IS THEREFORE ORDERED:**

1. That the Petition of Cartwright Creek Utility Company, Inc. for an increase of 15% per year in rates over the next three years is hereby denied, but that an increase of 12.1% per year for the next three years is hereby granted.

2. That the increase in rates as agreed to by Cartwright Creek and the Consumer Advocate and as set out below is hereby approved as just and reasonable.

**MONTHLY RATES**

1 -	Bedroom Residential	16.19
2 -	Bedroom Residential	20.46
3 -	Bedroom Residential	23.87
4 -	Bedroom Residential	27.70
5 -	Bedroom Residential	31.11
Non-Residential - per 1,000 gallons per month		2.63


3. That the rates hereby approved shall be effective for service rendered on or after October 1, 1996. Thereafter, the rates for both residential and non-residential service shall be increased October 1, 1997 by 12.1 percent and shall be increased October 1, 1998 by 12.1 percent.

4. The Company shall file appropriate tariffs to reflect these increases.

5. That any party aggrieved with the decision of the Regulatory Authority in this matter may file a Petition for Reconsideration with the Authority within ten (10) days from and after the date of this Order.

6. That any party aggrieved with the decision of the Regulatory Authority in this matter has the right of judicial review by filing a Petition for Review in the Tennessee Court of Appeals, Middle Section, within sixty (60) days from and after the date of this Order.

Attest:


  
EXECUTIVE SECRETARY

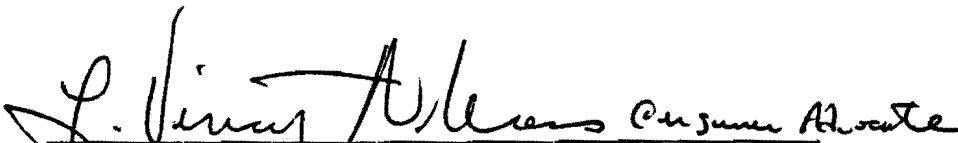
  
CHAIRMAN

  
DIRECTOR

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DIRECTOR

Approved for Entry:

  
GAIL P. PIGG, #2491  
Attorney for Petitioner, Cartwright  
Creek Utility Company, Inc.

  
DAVID YATES  
Associate Consumer Advocate  
Consumer Advocate Division  
Office of Attorney General