



O'BRIEN & GERE

November 3, 2007

Mr. Michael F. Burford  
Director of Filings Division  
Public Service Commission  
211 Sower Blvd  
PO Box 615  
Frankfort KY 40602

RECEIVED

FEB 25 2008

PUBLIC SERVICE  
COMMISSION

RE: Case No. 2007-00385  
Status Report

Dear Mr. Burford:

Construction began November 3, 2007 on the Rowan Water, Inc. project funded by Rural Development. We apologize for not notifying the Public Service Commission one-week prior to this date.

The construction is approximately 40 percent complete (combined percent complete of two construction contracts). We will notify the Commission when the 50 percent completion point is reached.

Should you have any questions, please contact either Jerry Patrick, , Manager, Rowan Water Inc. at 606.784.9818 or me at 859.333.9742.

Sincerely,

Holly L. Nicholas  
Sr. Project Financing Specialist

C: Jerry Patrick, Manager, Rowan Water, Inc.  
Riley Sumner, Project Manager, O'Brien & Gere Engineers, Inc.