Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection



Commonwealth of Kentucky **Public Service Commission** 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

August 6, 2007

John N Hughes, Esq. 124 West Todd Street Frankfort, Kentucky 40601

David Edward Spenard, Esq. Office of the Attorney General Utility & Rate Intervention Division 1024 Capital Center Drive Suite 200 Frankfort, Kentucky 40601-8204

Re: Case No. 2005-00148 Northern Kentucky Water District

Gentlemen:

The enclosed memorandum has been filed in the record of the above-referenced case. Any comments regarding this memorandum's contents should be submitted to the Commission within five days of receipt of this letter. Any questions regarding this memorandum should be directed to Gerald Wuetcher, Assistant General Counsel, at (502) 564-3940, Extension 259.

incore

Beth O'Donnell Executive Director

gw Enclosure



Mark David Goss Chairman

> John W. Clay Commissioner

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INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File No. 2005-00148

FROM: Gerald Wuetcher GTW Assistant General Counsel

DATE: August 6, 2007

RE: Telephone Conference of August 6, 2007

On August 6, 2007, Commission Staff conducted a telephone conference call in this case. Participating were:

Richard Harrison	_	Northern Kentucky Water District
John N. Hughes	-	Northern Kentucky Water District
Ronald Lovan	-	Northern Kentucky Water District
Jack Bragg	-	Northern Kentucky Water District
David Spenard	-	Office of Attorney General
Eddie Beavers	-	Commission Staff
Mark Frost	-	Commission Staff
Jason Green	-	Commission Staff
Sam Reid	-	Commission Staff
James Rice	-	Commission Staff
Gerald Wuetcher	-	Commission Staff

On June 22, 2007, the Commission ordered that the conference be convened.

Beginning the conference, Mr. Wuetcher stated that Commission Staff would prepare minutes of the conference for the case record, that a copy of these minutes would be provided to all parties, and that all parties would be given an opportunity to submit written comments upon those minutes.

Mr. Hughes and Mr. Spenard indicated that neither party wished to make opening statements. Mr. Spenard stated that the Attorney General ("AG") would not present any witness. Mr. Hughes stated that Mr. Harrison would testify on behalf of Northern Kentucky Water District ("NKWD"). He further stated that NKWD did not expect to present any other witnesses, but that Mr. Bragg and Mark Lofland would be available if the AG or Commission had questions in their area of expertise that Mr. Harrison could not answer.

Commission Staff inquired whether NKWD would present either drawings or photographs of water meter installations to better illustrate the need for its requested Case File No. 2005-00148 August 6, 2007 Page 2

relief. Mr. Hughes stated that NKWD had such photographs and was prepared to present them in a digital format. Commission Staff advised that it would make arrangements to accommodate this presentation.

Mr. Hughes inquired whether Commission Staff required any further information other than that already presented in the written testimony or responses to information requests. Mr. Wuetcher stated that, while the record had an exact number of inside building meter installations resulting from municipal water distribution systems that the water district had acquired, it lacked a total number of such installations. Mr. Hughes stated that NKWD would ascertain this number.

Mr. Spenard indicated that the AG did not wish an opportunity to submit written briefs. Mr. Hughes stated that NKWD wished to retain the option of submitting such a brief. He further stated that NKWD did not presently intend to submit such brief, but may reconsider depending upon the issues raised at hearing.

The conference then adjourned.

cc: Parties of Record