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October 13, 2006

RECEIVED

OCT 13 2006

PUBLIC SERVICE
COMMISSION

Beth O'Donnell
Executive Director
Public Service Commission
211 Sower Blvd.
Frankfort, KY 40601

Re: Case No. 2005-00400

Dear Beth:

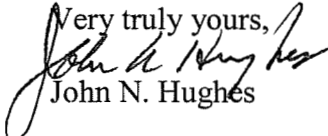
In response to the commission's order of October 10, 2006, Northern Kentucky Water District provides this response to clarify the issue referenced on page two of the order:

5. 807 KAR 5:001 Section 11(2)(c), If property to be acquired. Detailed estimates by Uniform System of Accounts number.

The District is not acquiring any property associated with this project. The construction involves the upgrading of facilities on the existing treatment plant site. However, to facilitate the review of the project and attempt to avoid any delay in the issuance of the final approval of the application, the following information is provided.

Account 304	Structures and Improvements	\$5,058,804
Account 311	Pumping equipment	\$ 420,264
Account 320	Water treatment equipment	\$1,385,932

If you have any other questions, please contact me.

Very truly yours,

John N. Hughes

Attorney for Northern Kentucky
Water District

Cc: Attorney General