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Commissioner
Department of Public Protection

January 24, 2007

Paul Thomas
Big Sandy Water District
18200 Kentucky Route #3
Catlettsburg, Kentucky 41129

RE: Case No. 2007-00014
Filing Deficiencies

The Commission staff has reviewed your application in the above case. This filing is rejected for the reasons set forth below.

1. Filing deficiencies pursuant to 870 KAR 5:001:

807 KAR 5:001: Section 9(2)(a).....The facts relied upon to show that the proposed new construction is or will be required by public convenience or necessity.

807 KAR 5:001: Section 9(2)(b).....Copies of franchise or permits, if any, from the proper public authority for the proposed new construction or extension, if not previously filed with the Commission.

807 KAR 5:001: Section 9(2)(c).....A full description of the proposed location, route, or routes of the new construction or extension, including a description of the manner in which same will be constructed, and also the names of all public utilities, corporations, or persons with whom the proposed new construction or extension is likely to compete.

807 KAR 5:001: Section 9(2)(d).....Three (3) maps to suitable scale (preferable not more than two (2) miles per inch) showing the location or route of the proposed new construction or extension, as well as the location to scale of any like facilities owned by others located anywhere within the map area with adequate identification as to the ownership of such other facilities.

807 KAR 5:001: Section 9(2)(f).....An estimated cost of operation after the proposed facilities are completed.

The statutory time period in which the Commission must process this case will not commence until the above mentioned information is filed with the Commission. If your filing contains a proposed effective date, the rejection of your filing for reasons of deficiencies voids that proposed effective date. When you file the required information to correct the deficiencies, you may refile your proposed tariff with a new proposed effective date that is at least 30 days from the date you file the required information. You are requested to file 10 copies of this information within 15 days of this letter. If you need further assistance, please contact Scott Lawless at 502/564-3940 ext. 239.

Response to the above requests will complete the filing requirements of your application. To ensure the expeditious processing of your application also respond the the following requests:

1. Provide a calculation of the savings to be realized from the refinancing of the Kentucky Rural Water Financing Corporation debt in the amount of \$316,000.
2. If no savings will be realized from the refinancing the Kentucky Rural Water Financing Corporation debt state why refinancing is necessary and appropriate.

Sincerely,

Michael F. Burford
Director
Division of Filings

Enclosure
/mb