

REED & JOHNSON

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March 6, 2007

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MAR 07 2007

**PUBLIC SERVICE
COMMISSION**

VIA UPS

Ms. Beth A. O'Donnell
Executive Director
Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, Kentucky 40602-0615

In re: Application of East Casey County Water District Case No. 2007-00087

Ms. O'Donnell:

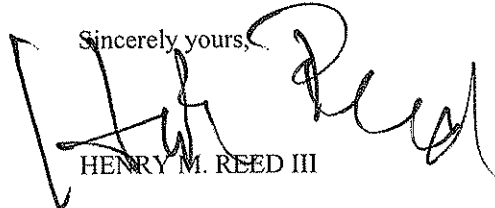
As Mr. Bob Robards of the Commission's Engineering Division has pointed out I failed to update the Certificate of Chairman of District filed in support of the Petition of the East Casey County Water District.

In order to correct my error enclosed please find 10 copies of a new Certificate of Chairman updating the construction period signed by the new Chairman.

I have forwarded a copy to Mr. Robards.

I apologize for the inconvenience my mistake has caused.

Sincerely yours,



HENRY M. REED III

cc: Mr. Eddie Brown, P.E.
Kenvirons, Inc.
452 Versailles Road
Frankfort, Kentucky 40601.

Mr. Andy Greynolds, Manager
East Casey Water District
P.O. Box 56
Liberty, Kentucky 42539

Mr. Lloyd Hart
District Loan Manager
US Department of Agriculture,
Rural Development
957 Campbellsville Road
Columbia, Kentucky 42728

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Mr. Bob Robards
Division of Engineering
Public Service Commission
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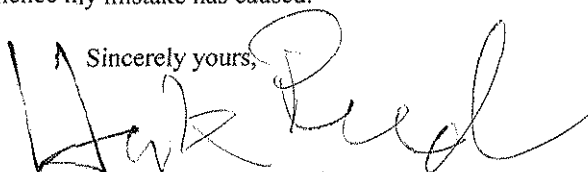
Mr. Robards:

As you have pointed out I failed to update the Certificate of Chairman of District filed in support of the Petition of the East Casey County Water District.

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CERTIFICATION OF DISTRICT CHAIRMAN REGARDING COMPLIANCE WITH PUBLIC SERVICE COMMISSION REQUIREMENTS

PUBLIC SERVICE COMMISSION

The undersigned certifies that he is the duly authorized and acting Chairman of the East Casey County Water District (the "District") which intends to file with the Public Service Commission of Kentucky ("PSC") a Petition seeking a Certificate of Public Convenience and Necessity in connection with the construction of additions, extensions, and improvements to the District's water distribution system, consisting of the construction of approximately 320,000 L.F. of 3 and 4-inch PVC water lines to serve approximately 250 new customers (the "Construction Project").

The undersigned has executed this Certificate in reliance upon information and advice of Kenvirons, Inc., Frankfort, Kentucky (the "Engineers") which firm has been retained by the District to provide engineering services in connection with the Construction Project.

The undersigned states that the proposed plans and specifications for the Construction Project have been designed to meet the minimum construction and operating requirements established in 807 KAR 5:066, Section 4(3) and (4), Section 5(1), Sections 6 and 7, Section 8(1) through (3), Section 9(1) and Section 10.

The undersigned states that all other State approvals or permits have been obtained.

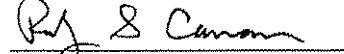
The undersigned further certifies that the Construction Project is to be financed through the issuance of the District's Water Revenue Bonds, Series of 2006, in the principal amount of approximately \$1,001,000 (the "Bonds") which are to be sold to the United States of America, acting through the U.S. Department of Agriculture, Rural Development ("USDARD"), supplemented by (a) a USDARD Grant of approximately \$410,000, (b) a HUD-CDBG Grant of approximately \$581,000, (c) Commonwealth of Kentucky HB269 Grant of approximately \$750,000 and (d) new user tap on charges of approximately \$50,000.

Based upon the information supplied by the Engineers, it is estimated that construction of the Construction Project will commence on or about April 15, 2007 and end on or about April 10, 2008.

Based upon the advice of the Engineers and USDARD, the undersigned believes that an increase in water rates will be required by the District, as existing rates are estimated to be insufficient to meet the expenses incident to the operation and maintenance of the District's water distribution system and pay and retire all of the District's outstanding Water Revenue Bonds. The District has submitted to the Kentucky Public Service Commission for approval a Schedule of Water Rates reflecting the required increases.

Dated this 6th day of March, 2007.

EAST CASEY COUNTY WATER DISTRICT


Ricky Carman
Chairman