CANNONSBURG WATER DISTRICT

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RECEIVED

JUL 1 4 2008

PUBLIC SERVICE

Ms. Stephanie Stumbo Public Service Commission P O Box 615 Frankfort, KY 40602-0615

RE: Case No. 2008-00220

Dear Ms. Stumbo:

In response to the order on June 17, 2008 concerning minimum water rates for its employees and commissioners. While attending a 2007 Water Personnel Training presented by the Ky Public Service and Ky Rural Water Association on November 7th and 8th, our Commissioners heard and also seen in the handouts that were given that any utility may grant free or reduced rate service to its officers, agents or employees. KRS 278.170(2). A copy of handout is enclosed.

Cannonsburg Water District is not asking for free service just a reduced rate to benefit our employees and Commissioners. If the Commission will not approve a minimum rate, will it consider reducing the water rate to what the District is producing the water for.

Sincerely,

Danny R. Clarkston

Manager

Enclosure

DRC/sph