

**LAW OFFICES OF
WILLIAM K. MOORE**
126 SOUTH MAIN STREET
VERSAILLES, KENTUCKY 40383

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MAY 18 2006
GENERAL COUNSEL

WILLIAM K. MOORE
DAVINA WASHINGTON, PARALEGAL
DAVINA WASHINGTON, PARALEGAL

TELEPHONE: (502) 872-0270
FAX: (502) 872-0271
EMAIL: willmoore@wmoore.com

Date: May 18, 2006 (8:43am)
To: Hon. J. R. Goff
Public Service Commission
Fax Number: (502) 564-7279
From: William K. Moore
Sent By: Davinia Washington, Paralegal to William K. Moore

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COMMISSION

Number of Pages Including This Sheet: - 2-

Message: Re: Withdrawal of proposed rate by City of Versailles

Dear J.R.

Attached please find a copy of the letter we discussed yesterday concerning the City's withdrawal of its proposed new rate for wholesale water customers and the City's request for assistance of PSC staff in developing a new rate.

Sincerely yours, William K. Moore

"The original of this fax will be sent via US Mail this date. Thank you"

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WILLIAM K. MOORE**
126 SOUTH MAIN STREET
VERSAILLES, KENTUCKY 40383

WILLIAM K. MOORE
COURT REPORTER, PARALEGAL
KATHLEEN L. LONS, PARALEGAL

TELEPHONE: (502) 573-6200
IN KY: (502) 568-7874
FAX: (502) 278-6767
EMAIL: wllmoore@kyad.net

May 17, 2006

Pat O'Donnell
Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, KY 40602-0615

Fax (502) 568-7874


Re: Case No. 2005-00369
Proposed Whole Water Service Rates for City of Versailles

Dear Ms. O'Donnell:

The purpose of this letter is to advise the Public Service Commission that the City of Versailles has determined to withdraw its proposed rate adjustment for wholesale water service that is the subject of the above-numbered proceeding.

After meetings with your staff, it is apparent that the accounting system presently being utilized by the City is not sufficient to permit your staff to determine appropriate rates for the water service provided by the City to its wholesale customers. The City of Versailles respectfully requests that the Public Service Commission authorize and direct its staff to work with the City to develop an appropriate rate structure for the City's wholesale customers and to complete this project within the next 120 days.

We are genuinely appreciative of the input of your staff on this issue and look forward to working with them on this project.

Sincerely yours,

William K. Moore
Versailles City Attorney

cc: John S. Davis, Chairman
Northeast Woodford County Water District
225A South Main Street
Versailles, KY 40383