THOMAS A. MARSHALL ATTORNEY AT LAW

P.O. Box 223 Frankfort, Kentucky 40602

February 14, 2006

RECEIVED

Beth O'Donnell Executive Director Kentucky Public Service Commission 211 Sower Blvd. Frankfort, KY 40601 FEB 1 4 2006

PUBLIC SERVICE COMMISSION

Re: Case No. 2005 – 00437 Response for Peaks Mill Water District

Dear Ms. O'Donnell;

The Commission Staff held a conference on January 31, 06, at which Peaks Mill Water District and Kentucky American Water Company were asked to file information or statements. This matter was discussed at the February meeting of the Water District, and counsel was asked to pursue discussions with Kentucky American so as to obtain pertinent information for consideration by the Commissioners. The discussions have begun. According to the Staff memorandum, the filing was to be made within 15 days of the meeting. I understand that Kentucky American Water Company, by counsel, will submit a letter today asking for an additional 30 days to further review the situation and possible associated expense. As counsel for Peaks Mill, I agree with this request and ask that the additional time be granted for both Kentucky American and Peaks Mill.

Peaks Mill hereby restates that it has participated in these discussions, as initiated and encouraged by the Public Service Commission, without waiving any of the District's assertions in its Motion to Dismiss Case No. 2005-00437.

Respectfully submitted,

Thomas A. Marshall

Counsel, Peaks Mill Water District

I certify that, on February 14, 2006, copies of the foregoing letter in Case No. 2005-00437 were sent by first class mail or by hand-delivery to:

Jeffrey Charles Quarles 15480 Owenton Road Frankfort, KY. 40601

James R. Goff Kentucky Public Service Commission 211 Sower Blvd. Frankfort, KY. 40601

Herbert A. Miller, Jr., Esq. Vice-President and Corporate Counsel Kentucky American Water Company 2300 Richmond Road Lexington, KY 40502

Thomas A. Marshall