

POWELL'S VALLEY WATER DISTRICT
31 ADAMS RIDGE ROAD
P.O. BOX 550
CLAY CITY, KY 40312
(606) 663-5870

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PUBLIC SERVICE
COMMISSION

March 7, 2007

Public Service Commission of Kentucky
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40601

Attn: Michael F. Burford

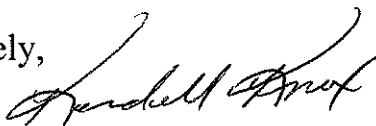
Re: Case no. 2006-00404

Dear Mr. Burford,

This letter is to update you on the Phase II Nada Sewer Construction that began in November 2006. The construction is 50% complete at this time.

If you have any questions, our office hours are Monday - Friday, 8:00 a.m. - 3:00 p.m.

Sincerely,



Kendell Knox, Superintendent
Powell's Valley Water District