



O'BRIEN & GERE

May 19, 2008

Mr. Michael F. Burford  
Director of Filings Division  
Public Service Commission  
211 Sower Blvd  
PO Box 615  
Frankfort KY 40602

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MAY 22 2008  
PUBLIC SERVICE  
COMMISSION

RE: Case No. 2007-00385  
Status Report

Dear Mr. Burford:

Rowan Water, Inc. is continuing with its construction project funded by Rural Development. With the pay estimates presented this month by the contractors, the project is at the 85 percent complete mark.

We will notify you again at the 100 percent completion milestone.

Should you have any questions please contact either Jerry Patrick, Manager, Rowan Water, Inc. at 606.784.9818 or Riley Sumner, Project Manager, O'Brien & Gere Engineers at 859.223.0137 ext. 26.

Sincerely

Holly L. Nicholas  
Sr. Project Financing Specialist

C: Jerry Patrick, Manager, Rowan Water, Inc.  
Riley Sumner, Project Manager, O'Brien & Gere Engineers, Inc.