

Purchase Public Service Corporation
P.O. Box 5100
Mayfield, Kentucky 42066
270/247-7171

November 3, 2008

Ms. Stephanie Stumbo, Executive Director
Kentucky Public Service Commission
P.O. Box 165
211 Sower Boulevard
Frankfort, Kentucky 40602-0615

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PUBLIC SERVICE
COMMISSION

Re: Case Number 2008-00346

Dear Ms. Stumbo:


As previously reported, on June 21, 2007 a vehicle crashed into the wastewater treatment plant serving the Holifield Heights Subdivision in Graves County. This accident completely destroyed the treatment system and the Purchase Public Service Corporation (PPSC) has been hauling waste from this plant since the accident. At an average of \$4,000 per month, this practice was cost prohibitive on a long term basis. In fact, PPSC was projected to go bankrupt in early 2009 at this rate of expenditure.

When the process to replace this system was initiated, PPSC was not aware that a Certificate of Public Convenience and Necessity (CPCN) was required. It was our understanding that this type of project was strictly under the jurisdiction of the Purchase District Health Department, with whom we were working and had received approval. After corresponding with the Commission, and learning otherwise, an application was submitted and deemed complete on October 7, 2008.

This letter is being sent to inform you that in the interest of maintaining a financially viable corporation, PPSC proceeded with construction and has now completed the lagoon treatment system and initiated operation as of October 25, 2008.

Please feel free to contact me by phone at 270/251-6166 or by e-mail at jennifer.beckwalker@purchaseadd.org if you have questions or need additional information.

Sincerely,


Jennifer Beck Walker
Executive Director
Purchase Area Development District

Cc: James Rice