January 18, 2010

Mr. Jeff Derouen, PSC Executive Director Public Service Commission 211 Sower Blvd P.O. Box 615 Frankfort, KY 40602-0615

RECEIVED

JAN 20 2010

PUBLIC SERVICE COMMISSION

Re: Case No. 2010-00011

Dear Mr. Derouen:

Enclosed, please find a second letter from Bath County Water District, concerning the water purchase adjustment recently submitted for approval. The water purchase adjustment rate changed from the proposed rate of \$.05 per 1000 gallons to \$.06 per 1000 gallons.

As per phone conversation with Jason Green, my original application will be corrected by the PSC staff and I will have 30 days to file the revised tariff sheet.

Sincerely,

Gayle Haney District Manager

BATH COUNTY WATER DISTRICT

POST OFFICE BOX 369 SALT LICK, KENTUCKY 40371 TELEPHONE: (606) 683-6363

TDD/TTY 1-800-648-6056

January 12, 2010

Ms. Gaye Haney Sharpsburg Water District P.O. Box 248 Sharpsburg, KY 40374

Re: Adjustment of Wholesale Water Rate

Dear Gayle Haney:

On December 9, 2009, I sent the Sharpsburg Water District a formal notice that the Bath County Water District had filed an application with the Public Service Commission to pass on a rate increase. The rate increase was passed on to the Bath County Water District by Morehead Utility Plant Board. The Bath County Water District proposed a \$.05 increase per 1, 000 gallons and the Sharpsburg Water District was notified of this change on December 9, 2009.

Just this week, January 11, 2010, the Bath County Water District received a notice from the Public Service Commission that they denied the \$.05 increase and approved a \$.06 increase due to a new calculation that the PSC has in place. Therefore, this is a formal notice that your current rate of \$2.73 per 1,000 gallons will now be \$2.79 per 1,000 gallons instead of the December 9, 2009, notice of \$2.78 per 1,000 gallons.

I am sorry for any inconvenience. If you have any questions or desire additional information, please call our office.

Sincerely,
Forrest Mikeryne

Forrest McKenzie

Manager