Rubin & Hays

Kentucky Home Trust Building, 450 South Third Street, Louisville, Kentucky 40202-1410 Telephone (502) 569-7525 Telefax (502) 569-7555 www.rubinhays.com

CHARLES S. MUSSON W. RANDALL JONES CHRISTIAN L. JUCKETT

November 1, 2010

Mr. Jeff Derouen, Executive Director **Public Service Commission** P.O. Box 615 Frankfort, Kentucky 40602

HOV 0.2 2010 PUBLIC SERVICE COMMISSION

Butler County Water System, Inc. PSC Case No. 2010-00419 Re:

Dear Mr. Derouen:

On October 26, 2010, we filed an Application of the Butler County Water System, Inc. ("Butler System") for an Order authorizing the Association to issue securities pursuant to KRS 278.300.

The Application stated in Paragraph #5 that the loan to Butler System was being made by the Kentucky Rural Water Finance Corporation. The loan is actually being made by the County of Butler, Kentucky pursuant to a loan agreement by and between the County and Butler System.

If you have any questions or need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

WRJ:jlm Enclosures

cc: Mr. Alan Vilines, P.E., BCWS
Ms. Kristen Millard, Morgan Keegan