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September 19, 2011

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Via Hand Delivery Mr. Jeff R. Derouen, Executive Director Kentucky Public Service Commission 211 Sower Boulevard P. O. Box 615 Frankfort, Kentucky 40602-0615

JOHN B. BAUGHMAN

THOMAS J. HELLMANN

ROBERT C. MOORE

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PUBLIC SERVICE COMMISSION

Re: Application of Farmdale Development Corporation ("Farmdale") for an Adjustment of Rates ("Application") Case No. 2011-00048

Dear Executive Director Derouen:

I am writing to you to respectfully request that the Public Service Commission approve the rate that was agreed to in the Stipulation entered into by Farmdale and Commission Staff in this matter. The above-referenced Application was received by the Commission on February 9, 2011, and a rate increase from \$32.60 to \$42.38 was requested. The additional revenue to be generated by the new rate is needed by Farmdale to pay the ongoing costs to maintain and operate the utility's assets. On August 8, 2011, a Stipulation was filed by Commission Staff and Farmdale indicating that the parties agreed that \$40.19 was a fair, just and reasonable rate for the sewer services provided by Farmdale. Farmdale anticipated that the entry into the Stipulation would result in the resolution of this case shortly after the filing of the Stipulation so that the new rate could be implemented. The purpose of this letter is to respectfully request the Commission to move to approve the rate set forth in the Stipulation so that Farmdale will receive the increased revenue needed to pay its bills. Otherwise, Farmdale will have to implement the \$42.38 rate requested in its Application in order to generate badly needed funds, and then make the necessary reimbursements upon the entry of the decision in this case. Farmdale would prefer to avoid taking this action because it imposes a burden on its customers, but the additional revenue is needed to pay its ongoing expenses.

Thank you for your consideration of this request, and please contact me should you wish to discuss this matter.

Respectfully, Kolut (. Moore

Robert C. Moore

RCM/neb cc: Carroll Cogan Gerald Wuetcher