Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

April 12, 2013

David L. Armstrong Chairman

James W. Gardner Vice Chairman

> Linda Breathitt Commissioner

Mr. Ronald Lovan Mr. Jack Bragg Northern Kentucky Water District P.O. Box 18640 Erlanger, Kentucky 41018-0640

John N. Hughes, Esq. 124 West Todd Street Frankfort, Kentucky 40601

Re: Case No. 2006-00315 Northern Kentucky Water District

Gentlemen:

In its Order of December 26, 2007 in the above-referenced case, the Commission directed Northern Kentucky Water District ("Northern District") to include with its financial and statistical report for calendar year ending December 31, 2012 a description of how Subdistrict F facilities have been integrated into Northern District's overall operations, a listing and description of all benefits that Subdistrict F facilities provide to Northern District customers who are not within Subdistrict F, and a statement as to whether further adjustments to the Subdistrict F surcharge are necessary to reflect any benefits to Northern District customers who are not within Subdistrict F.

Commission Staff has reviewed the information submitted with Northern District's financial and statistical report for calendar year ending December 31, 2012. While this information addresses generally Northern District's subdistricts, it does not address the specific issues pertaining to Subdivision F that the Commission expressly raised in its Order of December 26, 2007.

Commission Staff respectfully requests that Northern District submit to the Commission the required information pertaining specifically to Subdistrict F within 20 days of the date of this letter.

Mr. Ronald Lovan Mr. Jack Bragg Mr. John N. Hughes, Esq.

Please direct any questions regarding this letter to Gerald Wuetcher, Executive Advisor, at (5020 782-2590.

Sincerely,

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Jeff Derouen Executive Director