GRAVES COUNTY WATER DISTRICT PO BOX 329 MAYFIELD, KY 42066

January 2, 2013

RECEIVED

Mr. Jeff Derouen, Executive Director Kentucky Public Service PO Box 615 Frankfort, KY 40602-0615 JAN 4 2013 PUBLIC SERVICE COMMISSION

Case No. 2012-00358 (Case No. 2012-543)

Dear Mr. Derouen:

We received the Certificate of Service for our original case of 2012-00358 dated December 18th. We appreciate the extension of time to complete this merger.

We wanted to give you an update on our progress. The Board met for a special meeting on January 2, 2013 to sign the Resolution to set the effective date of merger and the adoption notice. We have mailed those under separate cover.

We continue to work on the new tariff and start proceedings to contact local banks for closing of Hickory bank accounts and the eventual transfer of monies.

At the regular monthly meeting the Board will review the final copy of the tariff for signature and review any details left to be completed before February 24, 2013.

Sincerely,

Joey Morrow,

Secretary for the Board

Jung Morre