TRIMBLE COUNTY WATER DISTRICT NO. 1

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PUBLIC SERVICE COMMISSION

February 17, 2010

Commonwealth of Kentucky **Public Service Commission** P.O. Box 615 Frankfort, KY 40602-0615

REF: Case No. 2008-00462

To Whom It May Concern:

The bidding contractor defaulted on the contract on September 9, 2009. The construction of the project was less than 50 percent completion point at the time.

Trimble County Water District No.1 Board of Commission is in current negotiation with Travelers Insurance on the project and the negotiation is close to being completed.

The construction process will not likely take place until weather and ground conditions permit.

Trimble County Water District No.1 **Board of Commission**