

June 16, 2009

Mr. Jeff R. Derouen, Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Post Office Box 615
Frankfort, KY 40602

RECEIVED

JUN 18 2009

PUBLIC SERVICE
COMMISSION

Re: Sedalia Water District Case No. 2009-00107

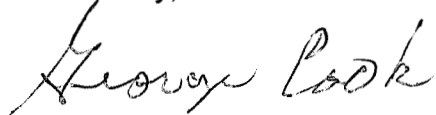
Dear Mr. Derouen:

On March 11, 2009, Sedalia Water District filed for a proposed rate increase of 25% with the PSC. Sedalia is a very small water nonprofit with limited cash reserves – down to around \$2,700 in February 2009 – and we now face several bills, including the attached insurance bill of \$2770.00, needing payment in order to continue to provide safe, reliable, and adequate water service. Also please note that no customers have objected to the proposed increase.

To date, the PSC has not issued a Staff Report addressing our proposed increase, and we are unsure how long it might take to process the case. Given the District's precarious financial position, at this time we are filing the attached tariff containing the proposed rates with an effective date of July 19, 2009. We are respectfully requesting that the PSC either expedite the processing of our case, or allow the proposed increase to go into effect subject to refund on the proposed effective date.

We would greatly appreciate anything you could do to quickly help us resolve our current financial situation.

Sincerely,



George Cook, Chairman
Sedalia Water District



Insurance Services

A SERVICE OF THE KENTUCKY LEAGUE OF CITIES

Property Insurance Invoice

F.E.I.N. 611123333

Telephone: (800) 876 - 4552

(859) 977 - 3700

Make check payable to and mail to:

Kentucky League of Cities

P.O. Box 34128

Lexington, KY 40588-4128

Sedalia Water District

P. O. Box 56

Sedalia, KY 42079

Invoice Number: 17667

Date: 05/13/2009

POLICY NUMBER AND DESCRIPTION	AMOUNT
Policy Period: 07/01/2009 - 07/01/2010 Policy Number: P5707-011070 Endorsement #001 \$894.00 Less Payments Received \$0.00 Premium Due \$894.00 Property	\$894.00
A 5% late charge will be assessed on all late payments.	
Unless payment is received when due, coverage provided by this policy may be cancelled for non-payment retroactive to the beginning of the policy inception date.	
Amount Due by 07/16/2009	\$894.00

McClain, Baugh & Sims, Inc.
P. O. Box 427
Mayfield, KY 42066

Retain this copy for your records.



Insurance Services

A SERVICE OF THE KENTUCKY LEAGUE OF CITIES

F.E.I.N. 611123333

Telephone: (800) 876 - 4552

(859) 977 - 3700

Liability Insurance Invoice

Make check payable to and mail to:

Kentucky League of Cities

P.O. Box 34128

Lexington, KY 40588-4128

Sedalia Water District

P. O. Box 56

Sedalia, KY 42079

Invoice Number: 17666

Date: 05/13/2009

POLICY NUMBER AND DESCRIPTION	AMOUNT
Policy Period: 07/01/2009 - 07/01/2010 Policy Number: L5707-011070 Endorsement #001 \$1,876.00 Less Payments Received \$0.00 Premium Due \$1,876.00 Business Auto \$126.00 General Liability \$1,750.00	
A 5% late charge will be assessed on all late payments.	
Unless payment is received when due, coverage provided by this policy may be cancelled for non-payment retroactive to the beginning of the policy inception date.	
Amount Due by 07/16/2009	\$1,876.00

McClain, Baugh & Sims, Inc.

P. O. Box 427

Mayfield, KY 42066

Return original with payment.

FOR _____
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Sedalia Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

CONTENTS

Schedule of Rates

First 2,000 gallons	\$15.18 Minimum Bill
Next 3,000 gallons	3.90 Per 1,000 Gallons
Next 10,000 gallons	2.87 Per 1,000 Gallons

DATE OF ISSUE June 15, 2009

Month / Date / Year

DATE EFFECTIVE July, 19 2009

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____