Fountain Run, Kentucky 42133

Mr. Jeff Derouen Executive Director PSC PO Box 615 Frankfort, KY 40601



Subject: Fountain Run Water District #1

PSC Certificate of Service Case No 2007 – 00508

Dear Mr. Derouen:

We wish to notify the PSC, that the Fountain Run Water District #1 (FRWD) is now in compliance with the above case number. We completed the construction on a new 200,000 gallon elevated water storage tank in May, 2010. This new tank, along with our existing 100,000 gallon elevated tank, gives the FRWD a total of 300,000 gallons of water storage.

Our average daily usage is approximately 150,000 gallons per day. As you can see, we now have adequate storage capacity and are in compliance with the Administrative Regulation.

We now ask that appropriate action be taken by the PSC to show us in compliance with Administrative Regulation 807 KAR 5:066, section 4 (4). Additionally, we wish to thank the Staff of the PSC for all of their kind assistance and understanding over the last 7 years, as we have worked through this issue.

If additional information is required, please contact us and/or our Engineer: HMB Professional Engineers, Inc. Frankfort, KY (502 - 695-9800).

Sincerely,

Fountain Run Water District #1

Joe Cornwell Chairman

cc: Rick Ross, Manager Melissa Melton (RCAP) Bob Blankenship (HMB)