AMENDMENT AND ADDENDUM TO WATER SALE CONTRACT

This Amendment and Addendum to a Water Sale Contract dated November

11, 2001 by and between the CITY OF LANCASTER, herein known as

SELLER, and the GARRARD COUNTY WATER ASSOCIATION, INC., herein known as PURCHASER.

WITNESSETH: That for and in conformance with the conditions and consideration as herein set out, the original contract for water sale between the City of Lancaster, Seller, and the GARRARD COUNTY WATER ASSOCIATION, INC., Purchaser, is amended and changed as follows: That the original rate that the City of Lancaster is now selling water to the GARRARD COUNTY WATER ASSOCIATION, INC. is \$1.45 per thousand gallons.

That the rate which will be effective the _______ day of ________, 2001, shall be \$1.70 per thousand gallons.

That this rate shall be effective for three years from the date the new water rates go into effect. That should no new rate be agreed to prior to the end of the three years, then said rate shall stay effective until a new rate is agreed to.

That all other contractual items in the original contract between the City of

Lancaster and the GARRARD COUNTY WATER ASSOCIATION, INC. shall remain in

effect under this Amendment.

CITY OF LANCASTER

PUBLIC SERVICE COMMISSION OF KENTUCKY

FEFFOTIVE

By:

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PURSUANT TO 807 KAR 5.011, SECTION 9 (1)

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GARRARD COUNTY WATER ASSOCIATION, INC.

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PURSUANT TO 807 KAR 6011.
SECTION 9 (1)
BY SKARAN BLLL
SECRETARY OF THE COMMISSION