Garrard County Mater Association, Inc.

P.O. BOX 670 315 LEXINGTON ROAD LANCASTER, KY 40444-0670 (859) 792-4501 TTY: 800-648-6056 FAX: (859) 792-1671



July 13, 2006

Honorable Gerald E. Wuetcher Public Service Commission P.O. Box 615 Frankfort, KY 40602-0615

RE: Case No. 2006-00182

Dear Mr. Wuetcher:

In reference to your letter of July 12, 2006, please be advised that the Association is in agreement with the \$0.04 charge per 1,000 gallons by the City of Lancaster for the withdrawal fee that the Kentucky River Authority presently assesses.

We therefore agree that this charge is valid at this time or as it may be increased or decreased in the future.

Sincerely,

Harold C. Ward

President/Executive Director

cc: Millard Rose, City of Lancaster