COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

PECENTED)
SEP 0 4 2007
GENERAL COUNSEL

In the Matter of:

Application of Kentucky-American Water)	
Company, a/k/a Kentucky American Water)	
For Certificate of Convenience and Public)	
Necessity Authorizing Construction of)	Case No. 2007-00134
Kentucky River Station II ("KRS II"),	ý	
Associated Facilities, and Transmission Line	j	

CITIZENS FOR ALTERNATIVE WATER SOLUTIONS RESPONSE TO LOUISVILLE WATER COMPANY'S INITIAL REQUESTS FOR INFORMATION AND UNOPPOSED MOTION FOR LEAVE TO FILE OUT OF TIME

Comes the Intervenor Citizens for Alternative Water Solutions CAWS), and respectfully requests leave to file out of time these Responses to Interrogatories and Requests for Production of Documents propounded by Louisville Water Company ("LWC").

Counsel for CAWS has consulted with the parties, and there has been no opposition expressed to filing this response out of time. Counsel <u>appreciates</u> the courtesy shown by counsel for the other parties.

In response to the interrogatories and requests for production of documents (collectively, the "Discovery Requests") propounded on the Citizens for Alternative Water Solutions ("CAWS") by the Louisville Water Company, states as follows:

1. Identify each person who participated in the consideration and preparation of your answers to these Discovery Requests and identify to which particular Discovery Request each person was involved in answering.

ANSWER: The person who prepared these answers on behalf of CAWS is undersigned counsel, Tom FitzGerald.

v.				

2. Please explain whether (and why) you would/would not support a proposal such as that attached as Exhibit 2 to the prefiled direct testimony of Greg Heitzman.

ANSWER: Yes, CAWS conceptually supports an option such as that presented in Exhibit 2 to the Heitzman pre-filed testimony, when coupled with a comprehensive and meaningful demand management program to assure efficient utilization and minimization of wasteful consumption and non-consumptive loss of water with the current Kentucky-American Water Company system.

As noted in the prefiled direct testimony of CAWS Board Member Elizabeth

Felgendreher, CAWS supports a solution to the water needs of Central Kentucky that is
environmentally sound, fiscally responsible and socially just, and which is most consistent with
the requirements for issuance of a Certificate of Public Necessity and Convenience, to wit a
demonstration of need and an absence of wasteful duplication of facilities.

As noted in that testimony, CAWS believes that KAWC has failed to evaluate and implement reasonable measures that could help manage demand under average and peak demand conditions. CAS believes that only after such measures are evaluated can KAWC define the actual need that must be met through supply augmentation.

As part of a strategy that includes demand management through comprehensive conservation and loss-reduction measures, CAWS believes that a two-river solution that matches the virtually unlimited raw water supply and excess available and expandable treatment capacity with a community whose utility is lacking both raw water and treatment capacity to meet design peak needs, through a delivery system that is located and designed to avoid significant interference with valuable ecological resources in the natural environment and with landowners

in the built environment, is a resolution that is preferable and more consonant with the standards for approval of a CPCN by the Commission.

REQUESTS FOR PRODUCTION OF DOCUMENTS

1. Please produce all documents referenced, relied upon, or identified in response to the interrogatories set forth above.

RESPONSE: No documents were referenced, relied upon or identified in response to the inquiry, other than the Heitzman Exhibit and the pre-filed Direct Testimony of Elizabeth Felgendreher that is already in the possession of all parties. As far as the larger question of the lack of comprehensive conservation measures, CAWS references the responses to CAWS Data Requests and Supplemental requests propounded to KAWC.

Respectfully submitted,

Tom FitzGerald

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Counsel for Citizens for Alternative Water Solutions, Inc. (CAWS)

CERTIFICATE OF SERVICE

I hereby certify that the original and 10 copies have been mailed for filing with the Commission and that a true and correct copy has been served by first-class mail (and electronically) upon the following individuals this 31st day of August, 2007:

Hon. A.W. Turner Jr. Kentucky-American Water Company 2300 Richmond Road Lexington, KY 40502

Hon. Lindsey Ingram Jr. Hon. Lindsey Ingram, III Stoll Keenon Ogden PLLC 300 West Vine Street Suite 2100 Lexington, Kentucky 40507 (electronically also)

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Hon. David Boehm Boehm, Kurtz and Lowry 36 East Seventh Street, Suite 2110 Cincinnati OH 45202

Hon. Jerry Wuetcher Beth O'Donnell, Executive Director Public Service Commission 211 Sower Boulevard Frankfort, KY 40601

Hon. Damon R. Talley P.O. Box 150 Hodgenville, Kentucky 42748

Hon. Barbara K. Dickens Louisville Water Company 550 South Third Street Louisville, KY 40202

Hon. John E. Selent Hon. Edward T. Depp DINSMORE & SHOHL LLP 1400 PNC Plaza 500 West Jefferson Street Louisville, Kentucky 40202

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