



COMMONWEALTH OF KENTUCKY

**ERNIE FLETCHER**  
Governor

KENTUCKY RIVER AUTHORITY  
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**STEPHEN REEDER**  
Executive Director

**ROBERT W. WARE**  
Chairman

June 6, 2007

Ms. Beth O'Donnell  
Executive Director  
Public Service Commission  
211 Sower Boulevard  
Frankfort, Kentucky 40601

RECEIVED  
JUN - 8 2007  
PUBLIC SERVICE  
COMMISSION

Dear Ms. O'Donnell:

Please find enclosed a Resolution approved by the Kentucky River Authority at its May 25, 2007 meeting endorsing the use of Kentucky River Pool 3 as a regional water source. This Resolution relates to Case No. 2007-00134 pending before the Commission. This is in addition to the Authority's petition for full intervention in the same case filed June 5, 2007.

If you have any questions, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Stephen Reeder".

Stephen Reeder  
Executive Director

CC: Robert W. Ware, Chairman, Kentucky River Authority

## KENTUCKY RIVER AUTHORITY

**WHEREAS**, Kentucky-American Water Company has filed an Application with the Public Service Commission of the Commonwealth of Kentucky seeking approval to build a water treatment plant near Pool 3 on the Kentucky River, Case No 2007-00134, and

**WHEREAS**, Kentucky-American Water Company intends to utilize water from Pool 3 for the plant, and

**WHEREAS**, the water treatment plant is designed to produce 20 million gallons of water a day, and is expandable to 30 million gallons of water a day, and

**WHEREAS**, the Division of Water, Department for Environmental Protection, Environmental and Public Protection Cabinet has issued Water Withdrawal Permit 1572 to Kentucky-American Water Company for its withdrawal of water from Pool 3 of the Kentucky River, and

**WHEREAS**, the Bluegrass Water Supply Commission has entered into an Agreement with Kentucky-American Water Company for the performance of the incremental engineering design work necessary to increase the water treatment plant capacity from 20 million gallons a day to 25 million gallons of water per day, and

**WHEREAS**, the Kentucky River Authority has been established to manage the surface water and ground water of the Kentucky River Basin, and


**WHEREAS**, the Kentucky River Authority supports and endorses the regional use of water in the Kentucky River, and

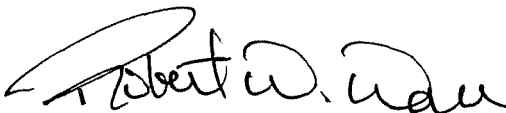
**WHEREAS**, the capital plan of the Kentucky River Authority includes the renovation of the lock and dam at Dam 3 and the addition of a crest gate to provide an additional 1.5 billion gallons of water in Pool 3 for drought mitigation,

**NOW, THEREFORE**, in consideration of the premises and the mission of the Kentucky River Authority, be it

**RESOLVED**, that the Kentucky River Authority endorses the use of Pool 3 of the Kentucky River by Kentucky-American Water Company and the Bluegrass Water Supply Commission as a source of raw water for regional use.

Adopted this 25<sup>th</sup> day of May, 2007.

  
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Stephen Reeder, Executive Director

  
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Robert Ware, Chairman