Salt River Engineering, PLLC

22 July 2010



Hon. Gerald Wuetcher Public Service Commission P.O. Box 615 211 Sower Boulevard Frankfort, Kentucky 40602-0615

Re: Proposed Adjustment of the Wholesale Water Service Rates of the City of Irvine Case No. 2010-00148

Dear Mr. Wuetcher,

This letter is offered on behalf of Irvine Municipal Utilities and in response to the PSC order entered 14 July 2010 for the above referenced case. The ECWD and IMU commissioners met on 7 July 2010 to discuss withdrawing the protest to the rate increase proposed by IMU. The decision of the ECWD commissioners was to withdraw the objection to the rate increase. We have requested minutes from the meeting. We will forward the minutes upon receipt; as of this date we have not received them. The ECWD and IMU representatives discussed timing of the proposed rate to allow for ECWD to issue water bills under the new rate as the new rate is passed to the ECWD by IMU. IMU commissioners were in general agreement to coordinate the timing of the rate increase to the benefit of ECWD.

We propose to send a written request to PSC to approve the rate increase once ECWD has sent the PSC written evidence of their withdrawal of the objection to the increase. If other responses are required of IMU, please notify Mr. Williams or me. Mr. Williams may be reached on his cellular phone at 606-567-5279 or office phone 606-723-2197. My phone number is listed below. Thank you for your assistance.

Sincerely, the analysis of a very second particles of the analysis of agencies of the analysis of the analysis

108 West Poplar Harrodsburg, KY 40330 (859) 734-2334