COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION INTO THE FEASIBILITY AND ADVISABILITY OF KENTUCKY-AMERICAN WATER COMPANY'S PROPOSED SOLUTION TO ITS WATER SUPPLY DEFICIT	))))	CASE NO. 2001-00117

ORDER

Kentucky-American Water Company ("Kentucky-American") has moved for an informal conference in this matter to discuss the establishment of a process for the collection and examination of existing information on potential sources of supply to ensure that it has an adequate water supply to meet the "total reasonable requirements of its customers under maximum consumption through the year 2020." No party has objected to the motion. Having considered the motion and being otherwise sufficiently advised, the Commission finds that the motion should be granted.

IT IS THEREFORE ORDERED that:

1. Kentucky-American's Motion for Informal Conference is granted.

2. An informal conference shall be held in this matter on March 14, 2006 at 1:00 p.m., Eastern Time, in Conference Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

3. Within 10 days of the date of this Order, Kentucky-American shall file with the Commission and serve on all parties of record a proposed agenda for the informal conference that expressly identifies each topic that it wishes to discuss. It shall also file a list of all persons and entities who are not parties to this proceeding but who, in its

opinion, could play a useful role in the collection and examination of relevant information on water supply issues.

3. Within 21 days of date of this Order, all parties other than Kentucky-American shall file in writing with the Commission any objections or additions to Kentucky-American's proposed agenda and a list of all persons and entities who are not parties to this proceeding but who, in their opinion, could play a useful role in the collection and examination of relevant information on water supply issues.

4. On or before March 1, 2006 the Executive Director shall publish an agenda for the informal conference and shall invite to the conference any persons or entities who are not parties to this proceeding but who, in her opinion, could play a useful role in the collection and examination of relevant information on water supply issues.

Done at Frankfort, Kentucky, this 19th day of January, 2006.

By the Commission

ATTEST:

Executive Director