

**EXHIBIT K**

# BULLITT COUNTY SANITATION DISTRICT



April 22, 2014

Commissioners

Donald Watkins

Chuck Callahan

Lynn Spencer

Bullitt Utilities  
C/O Christopher Cogan  
Southeast Venture Holdings, LLC  
1800 Second Street  
West Tower  
Suite 892  
Sarasota, Florida 34236

REF: Hunters Hollow

Dear Mr. Cogan:

This letter is to inform you of the method upon which the Bullitt County Sanitation District shall proceed in assisting Bullitt Utilities in the matter of the failure of the Hunters Hollow Wastewater Treatment Facility.

The District's Attorney has recommended to the Commissioners the terms upon which to proceed and our Commissioners have formally adopted the recommendations as set forth below:

- The attached invoices for work efforts to date to resolve the problem in the amount of \$14,603.90 must be paid immediately.
- The District will, based on your and/or your on-site representatives' concurrence of scope of work, continue to assist providing the estimated cost of the scope of work is paid in advance.
- The immediate problem is the diversion of as much flow as possible from the Hunters Hollow WWTP to the District's other plants by way of the temporary force main and our Union Tool Pump Station. This work is in place and the District is finalizing the set-up of the Union Tool Pump Station. The cost of the wholesale treatment of wastewater from the Hunters Hollow WWTP shall be \$4.62 per 1,000 gallons. The District shall determine the flow rate from your existing pump and install an hour meter on the control panel for billing purposes.
- A short term solution to divert dry weather flow from Hunters Hollow should be engineered next. The District believes all wastewater flow from Hunters Hollow, except for extreme peak flow, can be diverted to either our Pioneer Village WWTP or our Prologis WWTP. This would allow Bullitt Utilities to decommission the temporary treatment facility while all parties are developing a long term solution.
- The long term solution would be the construction of a new facility at either our Pioneer Village WWTP or our Prologis WWTP.

P.O. Box 818 ♦ Hillview, Kentucky ♦ 40129  
Phone: 502-957-6140 ♦ Fax: 52-957-0224  
bullittsanitation@windstream.net

- The short term solution along with the anticipated long term solution must be agreed to prior to start of construction.
- The estimated costs for the short term and long term solutions must be paid in advance to an interest bearing escrow account from which the District may withdraw funds to pay for engineering, land acquisition and construction. An additional deposit may be required depending on the opening of the bids.

The Commissioners of the Bullitt County Sanitation District have adopted the above recommendations in order to protect the current customers of the District should Bullitt Utilities and/or the Kentucky Division of Water have a change of direction in solving the problem.

Please advise the District if the above terms and conditions are acceptable in order that a new scope of work can be completed.

Respectfully,



Jerry Kennedy  
District Manager

CC:

Judge Roberts, Bullitt County Judge Executive  
Lynn Spencer, Commissioner  
Chuck Callahan, Commissioner  
Monica Robinson, District Attorney  
Mayor Parker, Mayor of Hunters Hollow  
Larry Smither, Covered Bridge Utilities  
Mayor Eden, Mayor of Hillview  
Dave Derrick, District Engineer  
Shafiq Amawi, Kentucky Division of Water  
Mayor Hatcher, Mayor Pioneer Village  
Rob Moore, Hazelrigg & Cox