

September 25, 2007

Rose Mary Saunders
Kansas Rural Water Finance Authority
P.O. Box 3608
Wichita, KS 67201-3608

Dear Ms. Saunders,

I have reviewed the proposed project to make improvements to the water distribution and storage system for Rural Water District No. 3, Saline County.

Based on the documents attached to your request, it does not appear that there are any potential geologic hazards worth noting that might impact this project.

The above discussion represents our best assessment based on the information that the Kansas Geological Survey has about this locality and/or proposed project at the time of this writing. Other geologic conditions, not discussed herein, or for which the Kansas Geological Survey has no knowledge, may affect the viability or safe operation of this facility or property. The information provided in this letter is from regional or countywide studies and should not be used as a substitute for detailed site characterization by a licensed geologist or engineer. It is the responsibility of the applicant to provide any required site characterizations.

If you have questions please do not hesitate to contact me at my office (785 – 864-2068).

Sincerely yours,



P. Allen Macfarlane

The following form may be used by the Review Agency/Commission for comments in response to the request for clearance from the proposed Public Water Supply Loan Fund Project.

☐ Army Corps of Engineers
☐ Kansas Biological Survey
☐ State Conservation Commission
☐ Kansas Corporation Commission
☐ Division of Water Resources/Kansas Department of Agriculture
☒ Kansas Geological Survey
☐ Kansas State Historical Society/State Historic Preservation Office
☐ Kansas Water Office
☐ Kansas Department of Wildlife & Parks
☐ U.S. Dept. of Agriculture, Natural Resources Conservation Service
☐ Kansas Department of Health & Environment
☐ U.S. Department of the Interior, Fish & Wildlife Services

Agency Review Comments: (to be completed by reviewing agency and returned to applicant contact person at name and address shown below)

Comments: See attached

Recommended Action: (to be completed by reviewing agency and returned to applicant contact person at name and address shown below)

☒ Clearance of project should be granted
☐ Clearance of project should not be granted
☐ Clearance of project should be delayed until the issues or questions have been clarified
☐ Clearance of project should not be delayed, but the applicant (in the application) should Address or clarify the questions or concerns indicated above.

P. Allen Macfarlane KGS 7/25/07
Reviewer's Name Division/Agency/Commission Date

Project Title: Public Water Supply Loan Fund Application

Applicant: Rural Water District No. 3, Saline County, Kansas

Contact Person: Rose Mary Saunders, Kansas Rural Water Finance Authority

Address: P. O. Box 3608, 200 W. Douglas Avenue

City, State: Wichita, KS 67201-3608

Kansas Rural Water
FINANCE AUTHORITY



*P.O. Box 111 • Seneca, KS 66538
Ph: 785-336-3760 • Fax: 785-336-2751*

*P.O. Box 3608 • Wichita, KS 67201-3608
Ph: 316-265-4855 • Fax: 316-265-5403*

August 31, 2007

Executive Director
Kansas Geological Survey
University of Kansas
1930 Constant Avenue, Campus West
Lawrence, KS 66047

RE: Rural Water District No. 3
Saline County, Kansas
Water System Improvements
KWPCRF Project No. 2521

Dear Director:

Rural Water District No. 3, Saline County, Kansas is preparing an application to the Kansas Department of Health & Environment for a loan from the Kansas Public Water Supply Loan Fund for the water system improvements project. The District, through Saline County, is also applying for financial assistance to the Kansas Department of Commerce Small Cities Program.

The proposed project will consist of constructing a 75,000 gallon elevated water tower with appurtenances in the Smolan area to eliminate a very low pressure problem and allow for possible new hook-ups to the system and the installation an interconnection between the Smolan and Mentor sub-systems to allow for an alternate source of water should the transmission line from Salina be interrupted. The estimated project cost is \$642,700. As stated before, one half of the project costs (or \$321,750) will be from the SRF loan program and the other half will be from a grant from the Kansas Department of Commerce.

The proposed tower project is located in NW/4, Section 20, Township 15 South, Range 5 West, Saline County, Kansas (near the intersection of Smolan and Burma Roads) and the proposed interconnection is located in Section 26, T15S, R3W, Saline County, Kansas (at Kansas Highway 4 at Mentor) Enclosed for your information is a copy of the District's map with the tower and interconnection locations marked.

The District is in the process of discussing the placement of the tower adjacent to Saline County Fire District No. 6 facility at the location listed above. The District has acquired the easements for the interconnection between the two sub-systems. No persons will need to be relocated due to the construction of this project. If there are any special permits or conditions that apply, please let us know.

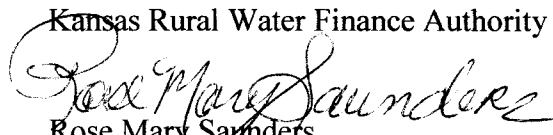
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Kansas Biological Survey
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We would appreciate receiving your comments by September 30, 2007 regarding this project. If you wish to respond to this letter via e-mail, my address is rsaunders@ransonfinancial.com. A Project Review Form has been enclosed for your convenience.

If you have any questions regarding the construction, please contact Chad Lawson at Bucher, Willis Ratliff Corporation at (785) 827-3603. If you have any questions regarding the District's application, please feel free to call me at (316) 264-3400.

Sincerely,

Kansas Rural Water Finance Authority



Rose Mary Saunders
Senior Consultant

Enc.

