

OFFICE OF THE CITY MANAGER



September 26, 2005

Illinois American Water Co.  
Att: Mr. Terry Gloriod  
300 N. Water Drive  
Belleville, IL 62223

Illinois American Water Co.  
Att: Ms. Sue A. Schultz, Esq.  
Juliano, P.C.  
772 Wall Street  
O'Fallon, IL 62269

Mr. Joe A. Conner, Esq.  
Baker, Donelson, Bearman, & Caldwell, P.C.  
1800 Republic Centre  
633 Chestnut Street  
Chattanooga, TN 37450

*Re: City of Peoria Option*

Ladies and Gentlemen:

Pursuant to Paragraph 10 of the Rules of Order for the Commission, the City of Peoria hereby notifies you, that after receiving additional information and conducting further analysis, the City of Peoria declines to exercise the Purchase Option.

Thank you for your cooperation in this matter.

Sincerely,

A handwritten signature in cursive script that reads 'Charles R. Oliver'.

Charles Randy Oliver  
City Manager

cc: Randy Ray, Corporation Counsel

Illinois American050926



City Hall Building  
419 Fulton Street Room 207  
Peoria, Illinois 61602  
(309) 494-8524  
FAX (309) 494-8559