

Bronston Water Association
P.O. Box 243
Bronston, Kentucky 42518
January 4, 2007

RECEIVED

JAN 2 2007

PUBLIC SERVICE
COMMISSION

Ms. Beth O'Donnell
Executive Director
KY Public Service Commission
P.O. Box 615
Frankfort, KY 40602

RE: Formal Application to Increase Rates Pursuant to Purchased Water
Adjustment Regulation 807 KAR 5:068

Dear Ms. O'Donnell:

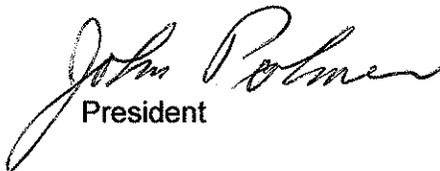
Case No. 2007-00006

This is an application to increase rates in accordance with the Purchased Water Adjustment regulation. The Association has received an increase from its supplier, Monticello Utilities Commission. This rate was approved by the Commission for services rendered on and after January 1, 2007.

A copy of the notice to be published is enclosed. The Association will publish the notice in accordance with Commission regulations and will provide verification that such notice has been given.

If you have questions you may contact me at 606-561-5209.

Sincerely,


President

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit 1.

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From November 2005 through December 2006
(month and year) (month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
<u>Monticello Utility Commission</u>	<u>98,632,300</u>
<u>TOTAL PURCHASES</u>	<u>98,632,300</u>

4. Total sales for the 12 month period 67,834,715

5. Increased water cost \$36,494

The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

$$98,632.2 \times 2.02 = 199,237$$

$$98,632.3 \times 1.65 = 162,743$$

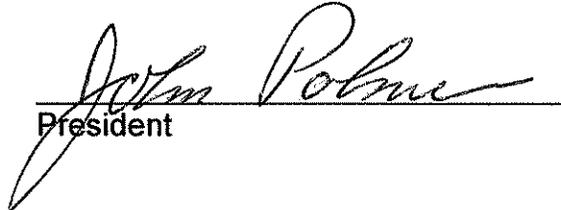
Increase 36,494

6. Purchased water adjustment factor \$0.54 per thousand gallons

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.

Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.

7. Proposed effective date January 1, 2007



President

FOR Pulaski Co. Ky
Community, Town or City

P.S.C. KY. NO. 1

1st Revised SHEET NO. 4

CANCELLING P.S.C. KY. NO. 1

Original SHEET NO. 4

Bronston Water Association
(Name of Utility)

RATES AND CHARGES

A. MONTHLY RATES

5/8 X 3/4 Inch

First 1,500 Gallons	\$10.84 Minimum Bill
Next 13,500 Gallons	4.13 Per 1,000 Gallons
Over 15,000 Gallons	3.62 Per 1,000 Gallons

1 Inch

First 5,000 Gallons	\$25.30 Minimum Bill
Next 10,000 Gallons	4.13 Per 1,000 Gallons
Over 15,000 Gallons	3.62 Per 1,000 Gallons

Hydrants 4.17 Per Hydrant/Month

DATE OF ISSUE JAN 4, 2007
Month / Date / Year

DATE EFFECTIVE JAN 1, 2007
Month / Date / Year

ISSUED BY John Robinson
(Signature of Officer)

TITLE President

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

MONTICELLO UTILITY COMMISSION



P.O. BOX 549 • MONTICELLO, KY 42633 • (606) 348-8473 • FAX: (606) 348-0484

NOTICE

The Monticello Utility Commission has filed a proposed rate schedule which will increase by 22.4% percent the rate which it currently charges to Bronston Water Association for water service. The Monticello Utility Commission currently charges Bronston Water Association \$1.65 per 1,000 gallons for water service. It proposes to charge Bronston Water Association \$2.02 per 1,000 gallons for water service effective January 1, 2007.

The rates contained in this notice are the rates proposed by the Monticello Utility Commission. The Public Service Commission, however, may order rates to be charged that differ from the proposed rates contained in this notice.

Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other filings made by the Monticello Utility Commission by contacting Leroy Mikel at the offices of the Monticello Utility Commission or by calling 606-348-8473.

Any person may examine the Monticello Utility Commission's rate application and any other filings at its main office at 1100 North Main Street, Monticello, Kentucky or at the Public Service Commission's Offices at 211 Sower Boulevard, Frankfort, Kentucky.



Ernie Fletcher
Governor

Teresa J. Hill, Secretary
Environmental and Public
Protection Cabinet

Christopher L. Lilly
Commissioner
Department of Public Protection

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

Mark David Goss
Chairman

John W. Clay
Commissioner

December 1, 2006

Russell Alley
Monticello Utility Commission
P.O. Box 549
Monticello, KY 42633

RE: TFS2006-01543 Rate Increase for Bronston Water Association

Dear Mr. Alley:

The above referenced filing has been received, reviewed, and accepted for administrative purposes by the Public Service Commission. The filing will be allowed to become effective on January 1, 2007, barring action by the above referenced wholesale customer prior to that date.

Please don't hesitate to contact me if you have any questions regarding this matter.

Sincerely,

Dennis Brent Kirtley
Tariff Review Branch Manager

Enclosures

KentuckyUnbridledSpirit.com



An Equal Opportunity Employer M/F/D

NOTICE

Notice is hereby given that because of an increase in the cost of water purchased from the Monticello Utilities Commission, the Bronston Water Association will increase its rates for services rendered on and after January 1, 2007. An application has been filed with the Kentucky Public Service Commission to increase rates as follows:

	Current Rates	Proposed Rates
First 1,500	\$10.03	\$10.84
Next 13,500	3.59	4.13
Over 15,000	3.08	3.62

Based on the increased cost of water from Monticello, all rates will increase \$0.54 per 1,000 gallons.

Flat Rate Envelope

Flat Rate Envelope envelope. Flat Rate Envelope. Domestic use only.

DOMESTIC USE ONLY

Go online - Go to www.usps.com/flat-rate

PLEASE PRINT

REGISTERED MAIL

PRIORITY POSTAGE

PRIORITY MAIL
UNITED STATES POSTAL SERVICE®



From: *Bronston Water Assoc
P.O. Box 243
Bronston Ky 40618*



To: *Mrs. Beth O'Donnell
Executive Director
Ky. Public Service Commission
P.O. Box 615
Frankfort Ky 40602*

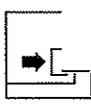


Any amount of mailable material may be enclosed, as long as the envelope is not modified, and the contents are entirely confined within the envelope with the adhesive provided as the means of closure. Domestic use only.

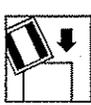
We Deliver.



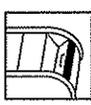
Address information in designated area or on label.



2. PAYMENT METHOD
Affix postage or meter strip to area indicated in upper right hand corner.



3. ATTACH LABEL (Optional)
Remove label backing and affix in designated location.



4. Bring your Priority Mail package to a post office, present it to your letter carrier, or call 1-800-222-1811 for pick up service. Stamped mail may be deposited in a collection box ONLY if it weighs less than 16 ounces.