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October 21, 2008

Eddie A. Chinn
Bracken County Water District
P. O. Box 201
1324 Brooksville Germantown Road
Brooksville, KY 41004

CERTIFICATE OF SERVICE

RE: Case No. 2008-00429
Bracken County Water District

I, Stephanie Stumbo, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on October 21, 2008.

A handwritten signature in cursive script that reads "Stephanie Stumbo".

Executive Director

SS/tw
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF BRACKEN COUNTY WATER) CASE NO. 2008-00429
DISTRICT)

O R D E R

On October 1, 2008, Bracken County Water District ("Bracken County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Bracken County purchases water from the city of Augusta ("Augusta").
2. Augusta notified Bracken County that, effective October 30, 2008, its wholesale rate to Bracken County would increase from \$1.48 per 1,000 gallons to \$1.50 per 1,000 gallons.
3. Bracken County proposed a purchased water adjustment factor of \$0.02 per 1,000 gallons.
4. During the 12 months ended August 31, 2008, Bracken County purchased 188,680,870 gallons of water from Augusta, and it sold 163,403,863 gallons. The increase in the cost of purchased water is \$3,773.62, resulting in a purchased water adjustment factor of \$0.02 per 1,000 gallons.

¹ KRS 278.015 and 807 KAR 5:068.

5. The purchased water adjustment factor of \$0.02 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Bracken County are approved.

2. The purchased water adjustment factor of \$0.02 per 1,000 gallons as calculated in Appendix A is approved.

3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after October 30, 2008.

4. Within 20 days of the date of this Order, Bracken County shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 21st day of October, 2008.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00429 DATED OCTOBER 21, 2008

	New Rate	Base Rate
Augusta		
Purchases in gallons	188,680,870	188,680,870
Volumetric rate	<u>\$ 1.50 /1,000</u>	<u>\$ 1.48/1,000</u>
	\$283,021.31	\$279,247.69
	Increased water cost	\$ 3,773.62

Increased water cost	\$3,773.62
Divided by gallons sold	163,403,863
Purchased water adjustment factor	\$0.02 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00429 DATED OCTOBER 21, 2008

The following rates and charges are prescribed for the customers in the area served by Bracken County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 gallons	\$19.95	Minimum Bill
Next	38,000 gallons	7.09	per 1,000 gallons
Over	40,000 gallons	5.67	per 1,000 gallons

(Multiple users are billed a minimum of \$19.95 plus applicable surcharge per unit.)

Wholesale rate Division 1	\$2.74	per 1,000 gallons
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