COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF BRACKEN COUNTY WATER) CASE NO. 2004-00060
DISTRICT)

ORDER

On February 26, 2004, Bracken County Water District ("Bracken") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The city of Augusta ("Augusta"), a municipal water system, notified Bracken that, effective with its March 20, 2004 consumption, its wholesale water rate would decrease from \$1.28 per thousand gallons to \$1.20 per thousand gallons.

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

- 1. Bracken purchases water from Augusta.
- 2. Augusta notified Bracken that, effective with its March 20, 2004 consumption, its wholesale water rate would decrease from \$1.28 per 1,000 gallons to \$1.20 per 1,000 gallons.
- 3. During the 12 months ending December 31, 2003, Bracken purchased 174,897,700 gallons of water from Augusta and sold 157,081,600 gallons. The decrease in the cost of purchased water is \$13,992, resulting in a purchased water adjustment of \$0.09 per 1,000 gallons. Based on an average monthly usage of 5,000

gallons, the customer's monthly bill will decrease \$0.45 from \$26.32 to \$25.87 or 1.7 percent.

4. The purchased water adjustment of \$0.09 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.09 per 1,000 gallons is fair, just, and reasonable.
- 2. The retail rates for Bracken in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after April 1, 2004.
 - 3. The proposed tariff sheets filed by Bracken are approved as filed.

Done at Frankfort, Kentucky, this 25th day of March, 2004.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00060 DATED March 25, 2004

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	\$ 10.96	Minimum bill
All Over	2,000	gallons	4.97	per 1,000 gallons

Wholesale

Gallon Blockage \$2.24 per 1,000 gallons

Bulk Sales

Loading Station \$6.01 per 1,000 gallons