COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF BRONSTON WATER ASSOCIATION

CASE NO. 2012-00261

ORDER

On June 20, 2012, Bronston Water Association ("Bronston Water") 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. Bronston Water purchases water from Monticello Utility Commission ("Monticello").

2. On June 15, 2012, Monticello increased its wholesale water rate to Bronston Water from \$2.40 per 1,000 gallons to \$2.60 per 1,000 gallons.

3. On June 15, 2012, Bronston Water increased its rates commensurate with those of Monticello.

4. During the 12 months ending March 31, 2012, Bronston Water purchased 85,976,100 gallons of water, and sold 68,666,310 gallons of water. The increase in the cost of purchased water is \$17,195.22, resulting in a purchased water adjustment of \$0.25 per 1,000 gallons.

¹ KRS 278.012; 807 KAR 5:068.

5. The purchased water adjustment of \$0.25 per 1,000 gallons is fair, just, and reasonable and should be approved.

6. Bronston Water's proposed rates are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Bronston Water's proposed rates are approved.

2. The purchased water adjustment of \$0.25 per 1,000 gallons, as calculated in Appendix A, is approved.

3. The rates in Appendix B are approved for service rendered on or after June 15, 2012.

4. The tariff sheets filed by Bronston Water are approved as filed.



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Case No. 2012-00261

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00261 DATED JUL 1 8 2012

Bronston Water Purchases in gallons Volumetric rate	New Rate	Base Rate	
	85,976,100 <u>\$ 2.60/1,000</u> \$223,537.86	\$ 2.40/1,000	\$17,195.22
Increased water cost Divided by gallons sold Purchased water adjustm	ent factor	\$ 17,195.22 <u>68,666,310</u> \$0.25 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00261 DATED JUL 18 ZUIZ

The following rates and charges are prescribed for the customers in the area served by Bronston Water Association. 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

5/8" X 3/4" Meter First 1,500 Gallons Over 1,500 Gallons

<u>1" Meter</u> First 5,000 Gallons Over 5,000 Gallons

<u>2" Meter</u>

First 20,000 Gallons Over 20,000 Gallons

<u>4" Meter</u>

First 50,000 Gallons Over 50,000 Gallons

Hydrants

Leak Adjustment Rate

- \$ 16.04 Minimum Bill 6.75 Per 1,000 Gallons
- \$ 38.97 Minimum Bill 6.75 Per 1,000 Gallons
- \$ 110.95 Minimum Bill 6.75 Per 1,000 Gallons
- \$ 263.35 Minimum Bill 6.75 Per 1,000 Gallons
- \$ 4.17 Per Hydrant/Month
- \$ 4.15 Per 1,000 Gallons

Charles Cassada Chairman Bronston Water Association, Inc. P. O. Box 243 Bronston, KY 42518