

Bronston Water Association, Inc.
PO Box 243
Bronston, Ky 42518
606 561-5209
FAX 606 561-0102

September 28, 2007

Dennis Brent Kirtley
Review Branch Manager
KY Public Service Commission
211 Sower Blvd.
PO Box 615
Frankfort, Kentucky 40602-0615

RECEIVED
OCT 3 2007
PUBLIC SERVICE
COMMISSION

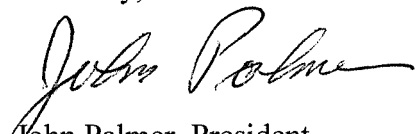
Re: Case No. 2007-00358
(Rates – Non-Recurring Charges)

Dear Mr. Kirtley:

It has come to our attention that after filing our application to revise our non-recurring charges we had not included the justification for rental deposit.

Please find that justification enclosed. If you have any questions, please contact our office.

Sincerely,


John Palmer, President

Enclosures

Cc: Attorney General

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: RESIDENTIAL DEPOSIT

1. Field Expense:

A.	Materials (Itemize)	\$ _____
	_____	_____
	_____	_____
B.	Labor (Time and Wage)	_____
	_____	_____
	Total Field Expense	\$ _____

2. Clerical and Office Expense

A.	Supplies	\$ _____
B.	Labor	_____
	Total Clerical and Office Expense	\$ _____

3. Miscellaneous Expense

A.	Transportation	\$ _____
B.	Other (Itemize)	
	<u>Bill for 7,551 gallons is \$35.83 x 2 months</u>	_____
	<u>\$ 71.66 Total Deposit:</u>	<u>75.00</u>
	_____	_____
	Total Miscellaneous Expense	\$ <u>75.00</u>
	Total Nonrecurring Charge Expense	\$ <u>75.00</u>

*Cost justification: Residential Deposits – current charge of \$50.00 to be increased to \$75.00. This increase would help the Bronston Water Association to recover some of the funds lost when a member fails to pay for services. It takes a minimum of two months before a member is disconnected for non-payment. Increasing the deposit allows BWA to recover some of the funds lost to non-payment, but does not penalize those members that pay for services used.