

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
FILING OF BRONSTON WATER)	2016-00201
ASSOCIATION, INC.)	

ORDER

On June 13, 2016, Bronston Water Association, Inc. ("Bronston") submitted an application 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 purchases water from the Monticello Utility Commission ("Monticello").
2. On June 13, 2016, Monticello increased its wholesale water rate to Bronston from \$2.60 per 1,000 gallons to \$2.795 per 1,000 gallons.² Bronston proposed to increase the water rates to its customers effective June 13, 2016, to reflect the increased cost of purchased water.
3. During the 12 months ended March 31, 2016, Bronston purchased 83,727,200 gallons of water from Monticello and sold 64,122,320 gallons of water during the same period.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2016-00304 (Ky. PSC filed May 12, 2016); The tariff was accepted for filing by the Commission by letter dated June 10, 2016.

The increase in the cost of purchased water is \$16,326.80, resulting in a purchased water adjustment factor of \$0.26 per 1,000 gallons.

4. The purchased water adjustment factor of \$0.26 per 1,000 gallons, as requested by Bronston and calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. The rates as set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service rendered by Bronston on and after June 13, 2016.

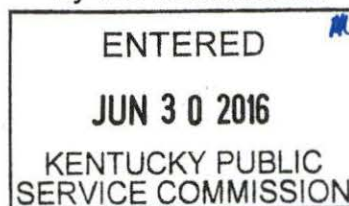
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.26 per 1,000 gallons is approved.

2. Bronston's proposed rates, as set forth in Appendix B to this Order, are approved for services rendered on and after June 13, 2016.

3. Within 20 days of the date of this Order, Bronston shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:



Acting Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00201 DATED **JUN 30 2016**

	New Rate	Base Rate
Bronston		
Purchases in gallons	83,727,200	83,727,200
Volumetric rate	<u>\$2.795/1,000</u>	<u>\$2.60/1,000</u>
	\$234,017.52	\$217,690.72

Increased water cost \$16,326.80

Increased water cost	\$ 16,326.80
Divided by gallons sold/1,000	<u>64,122,320</u>
Purchased water adjustment factor	\$ 0.2546

or \$ 0.26 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00201 DATED **JUN 30 2016**

The following rates and charges are prescribed for the customers in the area served by Bronston Water Association, Inc. 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-Inch Meter

First 1,500 gallons
Over 1,500 gallons

\$17.93 Minimum Bill
7.11 per 1,000 gallons

1-Inch Meter

First 5,000 gallons
Over 5,000 gallons

\$41.77 Minimum Bill
7.11 per 1,000 gallons

2-Inch Meter

First 20,000 gallons
Over 20,000 gallons

\$117.65 Minimum Bill
7.11 per 1,000 gallons

4-Inch Meter

First 50,000 gallons
Over 50,000 gallons

\$277.85 Minimum Bill
7.11 per 1,000 gallons

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