

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
BRACKEN COUNTY WATER DISTRICT)

CASE NO. 98-556

O R D E R

On November 4, 1998, Bracken County Water District ("Bracken County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. Bracken County purchases its water from the City of Augusta ("Augusta").
2. Augusta increased the wholesale water rate charged to Bracken County from \$.65 per 1,000 gallons to \$1.09 per 1,000 gallons purchased effective October 28, 1998.
3. During the 12 months ending August 31, 1998, Bracken County purchased 146,763,400 gallons of water and sold 132,851,800 gallons.
4. The increase in the cost of purchased water is \$64,576 resulting in a purchased water adjustment of 49 cents per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a Bracken County customer, not including any surcharge, would increase \$2.45 from \$15.30 to \$17.75, or 16 percent.

5. The calculations and proposed tariff provided by Bracken County are correct and should be approved.

6. The purchased water adjustment of 49 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

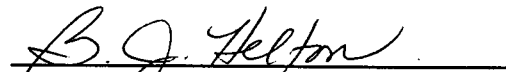
1. The purchased water adjustment of 49 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after November 1, 1998.

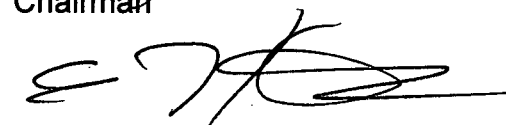
2. The tariff submitted by Bracken County is hereby approved as filed.


3. Within 20 days from the effective date of this Order, Bracken County shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 25th day of November, 1998.

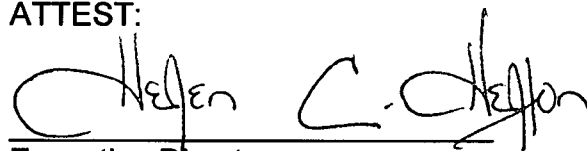
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 98-556 DATED NOVEMBER 25, 1998

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	\$8.54	Minimum Bill
Over	2,000 Gallons	3.07	per 1,000 Gallons
Wholesale Division 1 (Brooksville)		\$2.46	per 1,000 Gallons
Bulk Sales: Loading Station Division 1		\$4.49	per 1,000 Gallons