BRACKEN COUNTY WATER DISTRICT

P. O. Box 201 103 Woodward Ave. Brooksville, Kentucky 41004-0201 606-735-3513

March 19, 2004

RECEIVED

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PUBLIC SERVICE COMMISSION

Thomas Dorman, Exec. Dir. Public Service Commission P O Box 615 Frankfort, KY 40602

Case 2004-00097

RE: Deviation for Customer Refund

Dear Mr. Dorman:

As per our agreement with the Augusta Water Treatment Plant and by PSC order # 98-497 we have received a refund do to an overcharge from the plant for water purchased after January 1, 2004. The City of Augusta's audit was not approved until February; after which the cost per thousand of the water we purchase was decreased. And according to the agreement the rate form the plant to the district is to be effective January 1st of each year. This resulted in an overcharge and refund for that month.

In order to refund this amount to our customers in a fair, justifiable and reasonable way we are requesting a deviation from 807 KAR 5:068, Section 2-4 for this one time refund of \$0.12 per thousand gallon of water purchased as a credit to our customers on their March 30th bill. This will be figured by a decrease in the per thousand gallon charge and explained on the bill that this is a one time credit.

We understand that this is a very short notice for the request, but we need to figure the credit on this month's billing, because the consumption for some customers will increase in the spring, which could cause the larger user to receive a disproportional amount of the refund.

Please advise at your earliest convenience.

Sincerely,

Eddie A Chinn, Supt.

CC: Jerry Wuetcher Sam Reid