

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF BRONSTON WATER ASSOCIATION) CASE NO. 2007-00006

O R D E R

On January 3, 2007, Bronston Water Association ("Bronston Water") 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. Bronston Water purchases water from the Monticello Utility Commission ("Monticello").
2. Monticello notified Bronston Water that, effective with its January 1, 2007 billing, Monticello's wholesale water rate to Bronston Water would increase from \$1.65 per 1,000 gallons to \$2.02 per 1,000 gallons. Bronston Water proposes to increase the water rates to its customers effective January 1, 2007.
3. During the 12 months ending October 31, 2006, Bronston Water purchased a total of 98,632,300 gallons of water and sold 67,834,715 gallons. The increase in the cost of purchased water is \$36,494.00, resulting in a purchased water adjustment of \$0.54 per 1,000 gallons.

4. The purchased water adjustment of \$0.54 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Bronston Water are approved.
2. The purchased water adjustment of \$0.54 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after January 1, 2007.
3. Within 20 days of the date of this Order, Bronston Water shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 30th day of January, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2007-00006 DATED January 30, 2007

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	\$ 10.84	Minimum bill
Next	13,500 gallons	4.13	per 1,000 gallons
All Over	15,000 gallons	3.62	per 1,000 gallons

1" Meter

First	5,000 gallons	\$ 25.30	Minimum bill
Next	10,000 gallons	4.13	per 1,000 gallons
All Over	15,000 gallons	3.62	per 1,000 gallons