

COMMONWEALTH OF KENTUCKY  
BEFORE THE KENTUCKY PUBLIC SERVICE COMMISSION

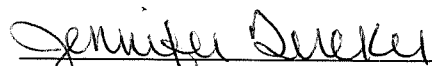
In the Matter of:

ELECTRONIC TARIFF FILING OF BRONSTON )  
WATER ASSOCIATION, INC. FOR A RATE ADJUSTMENT ) CASE NO. 2026-00018  
PURSUANT TO 807 KAR 5:076 )

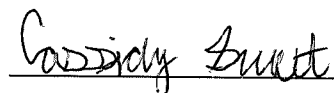
VERIFICATION

COMMONWEALTH OF KENTUCKY )  
 )  
COUNTY OF PULASKI )

Jennifer Tucker states that she is the Office Manager of Bronston Water Association who has personal knowledge of the matters set forth in the accompanying data responses to the Kentucky Public Service Commission's Second Request for Information for which she is identified as a responsible witness and that the answers contained therein are true and correct to the best of her information, knowledge and belief.

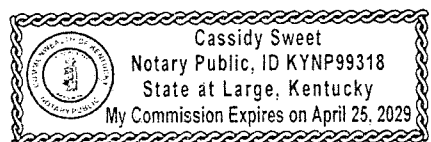
  
Jennifer Tucker

The foregoing Verification was signed, acknowledged and sworn to before me this 20<sup>th</sup> day of April 2026.

  
Cassidy Sweet

Commission expiration: 04/25/2029

Notary ID: KYNP99318



COMMONWEALTH OF KENTUCKY  
BEFORE THE KENTUCKY PUBLIC SERVICE COMMISSION

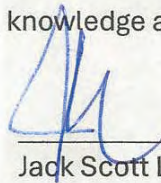
In the Matter of:

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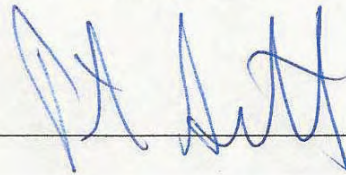
COMMONWEALTH OF KENTUCKY )  
 )  
COUNTY OF JEFFERSON )

Jack Scott Lawless, President of J S Lawless Consulting, PLLC, states that he has assisted Bronston Water Association with the preparation of the responses to the Kentucky Public Service Commission's Second Request for Information to Bronston Water Association for which he is identified as a responsible witness and that the answers contained therein are true and accurate to the best of his information, knowledge and belief.



\_\_\_\_\_  
Jack Scott Lawless

The foregoing Verification was signed, acknowledged and sworn to before me this 20 day of April 2026.



\_\_\_\_\_  
Commission expiration: April 6, 2027

Notary ID: KYNP70249

**Witness: Jennifer Tucker and Jack Scott Lawless**

1. Refer to Application, 2024\_General\_Ledger\_with\_Audit\_Adjustments, Schedule of Adjusted Operations (SAO) and Bronston Water's response to Commission Staff's First Request for Information (Staff's First Request), Item 5\_Response\_to\_KPSC\_DR1\_Item\_5.b. The General Ledger reflects \$22,800 recorded for Board Member's salaries, the SAO reflects \$15,828 for the same expense including gas, transmission and distribution expenses, and the response to Item 5, Staff's First Request, indicates that the Board member compensation totals approximately \$8,500.
  - a. Explain why gas, transmission and distribution expenses are included in the amount reported for Board Member salaries in the SAO.
  - b. Provide a reconciliation between the General Ledger amount and the SAO amount.

**Response:**

- a. The initial draft of Bronston Water's 2024 Annual Report provided to JS Lawless Consulting as part of the rate study included an account classification error. Accounts 500052, Trans & Dist Expense, and 500053, Trans & Dist Expense: Gas, were classified as Board of Directors' Wages. Mr. Lawless used this Annual Report draft to create the SAO.
- b. Bronston Water cannot locate Directors' Fees totaling \$22,800 in the General Ledger referred to in this interrogatory. At rows 5866-5875 of the General Ledger, Director's Fees total \$8,500. The table below reconciles the General Ledger amount to the amount shown in the SAO.

BRONSTON WATER ASSOCIATION, INC.  
CASE NO. 2026-00018  
KENTUCKY PUBLIC SERVICE COMMISSION'S SECOND REQUEST FOR INFORMATION

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<u>General Ledger Account</u>		
500029	Directors' Fees	\$ 8,300
500030	Directors' Fees - 1	<u>200</u>
	Total Director Fees	8,500
500052	Trans & Dist Expense	1,241
500053	Trans & Dist Expense: Gas	<u>6,087</u>
	Total SAO	<u>\$ 15,828</u>

**Witness: Jennifer Tucker**

2. Refer to Bronston Water's response to Staff's First Request, Item 13. Provide a copy of the most recent invoice for Rate Case Expense.

**Response:**

Kentucky Rural Water Association provides quarterly invoices to its rate case assistance clients. Bronston Water has received one invoice, which is attached.

**Kentucky Rural Water Association, Inc.**

1151 Old Porter Pike  
Bowling Green, KY 42103 US  
D.MEADOR@KRWA.ORG



**INVOICE**

**BILL TO**  
Bronston Water Association  
PO Box 243  
2013 KY-90  
Bronston, KY 42518

**SHIP TO**  
Bronston Water Association  
PO Box 243  
2013 KY-90  
Bronston, KY 42518

**INVOICE** 24211  
**DATE** 04/18/2026  
**TERMS** Net 30  
**DUE DATE** 05/18/2026

DATE	ACTIVITY	DESCRIPTION	QTY	RATE	AMOUNT
	Rate Studies	Rate Studies (Progress Billing)	1	8,797.26	8,797.26

Progress Billing

**BALANCE DUE**

**\$8,797.26**

**Ways to pay**



[View and pay](#)

**Witness: Jennifer Tucker**

3. Refer to Bronston Water's response to Staff's First Request, Item 15c regarding office meal expenses for employees. Bronston Water did not provide all the requested information.

Provide any written policies related to Bronston Water providing employees with meals using utility funds.

**Response:**

As provided in Bronston Water's written Articles of Incorporation and By-Laws, its operations and business affairs are managed by its Board of Directors. These operations include hiring employees and awarding employee wages and benefits, which are documented in the written minutes of the board meetings.

The Articles of Incorporation and By-Laws are attached hereto. Many of the board meeting minutes were provided in Bronston Water's March 4, 2026 Response to the Commission's First Request for Information dated February 19, 2026. These minutes document the board's review and approval of the written monthly financial reports. The financial reports detail expenditures made by Bronston Water including those made for employee benefits. As an example, the June 2024 financial report is attached hereto with the June 13, 2024 office lunch highlighted in yellow.

ARTICLES OF INCORPORATION

OF

\_\_\_\_\_  
(Name)

Bronston, Kentucky

We, whose names are hereto subscribed, acting as incorporators for the purpose of forming a nonprofit corporation under the provisions of Chapter 273 of the KRS, assuming and claiming all powers, rights, privileges and immunities granted or permitted bodies corporate under said laws, and do hereby adopt the following Articles of Incorporation:

ARTICLE I

NAME

The name of this corporation shall be \_\_\_\_\_

ARTICLE II

REGISTERED OFFICE AND AGENT

The registered office of the corporation shall be at Bronston  
County of Pulaski, State of Kentucky; the registered agent  
at such address is Bronston, Ky.

NAME OF  
Pres.

ARTICLE III

PURPOSE

The purpose of the said corporation shall be to establish, develop and operate a complete water supply and distribution system by purchase,

development, or otherwise to construct reservoirs or water towers, erect pumping machinery, lay water mains, pipes and hydrants; to furnish and sell water to members of the corporation, public bodies and local businesses, for fire protection, drinking and general farm and domestic use and collect payment for rental or sale of same and doing all things necessary, convenient and incidental thereto, and a complete sanitary and/or storm sewer collection system and treatment facilities by purchase, development, or otherwise to construct mains, submains, and laterals, treatment plant, lagoons, to furnish sewer service to members of the corporation, public bodies and local businesses, for sanitary and health protection and collect service payment for rental of same and doing all things necessary, convenient and incidental thereto.

ARTICLE IV

SEAL

This corporation shall have a seal, which seal shall contain the corporate name, Kentucky, and the words "corporate seal."

ARTICLE V

POWERS

The corporation shall have all powers provided by law.

ARTICLE VI

MEMBERSHIP

Persons may become members of the corporation as provided in the By-Laws.

ARTICLE VII

DURATION

The corporation shall have perpetual duration.

ARTICLE VIII

BOARD OF DIRECTORS

1. The affairs of this corporation shall be managed by a Board of \_\_\_\_\_ ( 9 ) Directors to be elected by and from the members thereof and shall serve for three years and until their successors are elected. The size of the Board may not be changed except by amendment to these articles. At the first annual election, 3 Directors shall be elected for a term of one year; 3 Directors shall be elected for a term of two years; 3 Directors shall be elected for a term of three years. Thereafter Directors shall be elected for terms of three years.

2. The Board of Directors shall fill vacancies occurring in its own membership by appointment of qualified members to hold office until the next annual meeting of the membership at which meeting a member shall be elected to fill the unexpired term.

3. A majority of the Directors must be present at a meeting to conduct the business of the corporation.

4. Until the first annual election, the following persons shall be Directors:

Name

Address

<u>Name</u>	<u>Address</u>
_____	_____
_____	_____
_____	_____

\_\_\_\_\_  
\_\_\_\_\_  
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\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

and the following persons shall be Officers:

President \_\_\_\_\_  
Vice President \_\_\_\_\_  
Secretary \_\_\_\_\_  
Treasurer \_\_\_\_\_

5. The Board of Directors shall have their annual meeting after the annual meeting of members hereinafter provided for, at a time and place to be designated by the President, and will elect from their own number a President, Vice President, Secretary and Treasurer. However, the offices of Secretary and Treasurer may be combined into one office.

6. The Board of Directors shall have other meetings as provided in the By-Laws.

ARTICLE IX

MEETINGS

1. The annual meeting of the members of this corporation for the purpose of electing directors and transacting such other business as may

properly come before it at such time, shall be held on the 1st Monday  
March (day) of each year at the time and place specified by the Board  
(month)  
of Directors.

2. Special meetings of the members of this corporation may be called by the President at any time or place within the county upon giving to each of the members a notice in writing mailed to his postal address as it appears in the corporation records at least ten (10) days prior to such meeting; and such meetings shall be called by him at any time upon written demand of the majority of the directors, or of any \_\_\_\_\_ (25) members, and in case of his neglect or refusal to call such meetings, such directors or members shall unite in calling such meetings, which shall be the same as though called by the President. If the purpose of the meeting is to amend the articles, then the notice of meetings signed by the Secretary shall set forth the proposed amendment in substance. Articles may be amended by a two-thirds vote of the members present at such a meeting or voting by proxy.

ARTICLE X

INCORPORATORS

The names and addresses of the incorporators are:

Name

Address

_____	_____
_____	_____
_____	_____
_____	_____
_____	_____



STATE OF KENTUCKY     )  
                                  )  
COUNTY OF                )

On this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_, before me  
\_\_\_\_\_, a Notary Public in and for said County,  
personally appeared \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

to me known to be the person(s) named in and who executed the foregoing  
instrument, and acknowledged that they executed the same as their voluntary  
act and deed.

(SEAL)

\_\_\_\_\_  
Notary Public in and for Said County or State

My commission expires:  
\_\_\_\_\_



**BY - LAWS, RULES AND REGULATIONS**

**FISCAL YEAR**

**BRONSTON WATER ASSOCIATION, INC., A NONPROFIT CORPORATION**

Year of January in each year.

**ARTICLE I**

**GENERAL PURPOSES**

The purpose for which this corporation is formed, and the powers which it may exercise are set forth in the Articles of Incorporation of the corporation.

**ARTICLE II**

**NAME AND LOCATION**

Section 1. The name of this corporation is Bronston Water Association, Incorporated.

Section 2. The principal office of this corporation shall be located at Bronston, Pulaski County, Kentucky, but the corporation may maintain offices and places of business at such other places within the State as the Board of Directors may determine.

Section 3. The registered agent of the corporation is J. C. Gibson.

**ARTICLE III**

**SEAL**

Section 1. The seal of the corporation shall have inscribed thereon the name of the corporation, State of Kentucky, and corporate seal.

Section 2. The secretary of the corporation shall have custody of the seal.

Section 3. The seal may be used by causing it or a facsimile thereof to be impressed or affixed or reproduced or otherwise.

THIS IS A TRUE COPY OF THE BY-LAWS, RULES AND REGULATIONS THAT THE BRONSTON WATER ASSOCIATION, INC. IS OPERATING UNDER.

J. C. Gibson, President



whose membership is so terminated for cause other than that of ceasing to be eligible may appeal from the action of the Board of Directors to a vote of the members at the next regular meeting of the members of a special meeting of the members called for such purpose.

#### ARTICLE VI

##### MEMBERSHIP CERTIFICATES

Section 1. This corporation shall not have capital stock, but its capital shall be represented by membership certificates.

Section 2. The membership certificates shall be issued to each holder or fully paid membership and shall be numbered consecutively, in accordance with the order of issue. Each membership certificate shall bear on its face the following statements:

- A. This membership certificate, No. \_\_\_\_\_, is issued and accepted in accordance with and subject to the conditions and restrictions stipulated in the Articles of Incorporation and By-laws and amendments thereto to the same of the Bronston Water Association, Inc.
- B. Transfers of membership certificates shall be made only upon the books of the corporation, only to persons eligible to become members, only with the approval of the Board of Directors and only when the member transferring is free from indebtedness to the corporation.
- C. No member of this corporation shall be entitled to more than one vote at meetings of the members of this corporation or to hold more than one of the membership certificates of this corporation. Every member upon becoming a member of this corporation agrees to sign such agreement for the purpose of

purchasing water from the corporation as may from time to time be provided and required by the corporation.

Section 3. All transfers of membership certificates shall be made upon the books of the corporation upon the surrender of the certificates covering the same by the holders thereof or by their legal representative but only with the approval of the Board of Directors and only to persons eligible to become members and only when the transferring member is free from indebtedness to the corporation.

Section 4. Each member agrees to sign such water user's agreements as the corporation shall from time to time provide and require.

#### ARTICLE VII

##### MEETINGS OF MEMBERS

Section 1. The annual meeting of the members of this corporation shall be held at the \_\_\_\_\_ at \_\_\_\_\_ o'clock P.M., on the \_\_\_\_\_ of each year, if not a legal holiday, or if a legal holiday, on the next business day following.

Section 2. Notice of meetings of members of the corporation may be given by a notice mailed to each member of record, directed to the address shown upon the books of the corporation, at least ten days prior to the meeting. Such a notice shall state the nature, time, place, and purpose of the meeting, but no failure or irregularity of notice of any annual meeting, regularly held, shall affect any proceedings taken thereat.

Section 3. The members present at any meeting of the members shall constitute a quorum at any meeting of the corporation for the transaction of business. The voting powers of the members of this corporation shall be equal, each member shall

and vice-president from among themselves, and a secretary and treasurer each of whom shall hold office until the next annual meeting and

have one vote only, and voting by proxy shall be allowed.

Section 4. Directors of this corporation shall be elected at the annual meeting of the members.

Section 5. The order of business at the regular meetings and so far as possible at all other meetings shall be:

1. Calling to order and proof of quorum.
2. Proof of notice of meeting.
3. Reading and action on any unapproved minutes.
4. Reports of officers and committees.
5. Election of Directors.
6. Unfinished business.
7. New business.
8. Adjournment.

#### ARTICLE VIII

##### DIRECTORS AND OFFICERS

Section 1. The Board of Directors of this corporation shall consist of seven (7) members, all of whom shall be members of the corporation. The directors named in the Articles of Incorporation shall serve until their successors are elected at the first annual meeting of the members and until they have qualified. At the first annual meeting of the members, three (3) Directors shall be elected for a term of one year; two (2) Directors shall be elected for a term of two years; and two (2) Directors shall be elected for a term of three years. At each annual meeting thereafter, the members shall elect for a term of three years the number of Directors whose terms of office have expired.

Section 2. The Board of Directors shall meet within ten days after the first election and within ten days after the annual election of Directors and shall elect by ballot a president, and vice-president from among themselves, and a secretary-treasurer, each of whom shall hold office until the next annual meeting and

until the election and qualification of his successor unless sooner removed by death, resignation, or for cause.

Section 8. Special meeting of the Board of Directors may be called at any time by the president, or any two Directors, on not less than twenty-four hours notice previous to the meeting. Notice of special meeting of the Board of Directors shall be given as provided in Article VII, Section 2 of these By-laws. Any meeting at which all Directors are present shall be legal without notice or waiver. Any Director or officer may waive any notice required to be given under these By-laws. Presence of a Director in person shall constitute waiver by him of notice of a Director's meeting.

Section 4. If the office of any Director becomes vacant by reason of death, resignation, retirement, disqualification or otherwise, except by removal from office, a majority of the remaining Directors though not less than a quorum shall, by a majority vote, choose a successor who shall hold office until the next annual meeting of the members of the corporation, at which time the members shall elect a Director for the unexpired term, or terms.

Section 5. A majority of the Board of Directors shall constitute a quorum at any meeting of the Board.

Section 6. Compensation of officers may be fixed at any regular or special meeting of the members of the corporation.

Section 7. Officers and Directors may be removed from office in the following manner: Any member, officer, or Director may present charges against a Director or officer by filing them in writing with the secretary of the corporation. If presented by a member, the charges must be accompanied by a petition signed by ten per cent of the members of the corporation. Such removal

shall be voted at the next regular meeting or special meeting of the members and shall be effective if approved by a vote of a majority of the members. The Director or officer against whom such charges have been presented shall be informed, in writing, of such charges five days prior to the meeting, and shall have the opportunity at such meeting to be heard in person or by counsel and to present witnesses; and the person or persons presenting such charges against him shall have the same opportunity. If the removal of a Director is approved, such action shall also vacate any other office held by the removed Director in the association. A vacancy in the Board thus created shall immediately be filled by a vote of a majority of the members present and voting at such meeting. A vacancy in any office thus created shall be filled by the Directors from among their number so constituted after the vacancy in the Board has been filled.

#### ARTICLE IX

##### DUTIES OF DIRECTORS

Section 1. The Board of Directors, subject to the restriction of law, the Articles of Incorporation, or these By-laws shall exercise all of the powers of the corporation, and, without prejudice to or limitation upon their general powers, it is hereby expressly provided that the Board of Directors shall have, and hereby are given, full power and authority in respect to the matters and as hereinafter set forth:

- A. To pass upon the qualifications of members, and to cause to be issued appropriate certificates of membership.
- B. To select and appoint all officers, agents, or employees of the corporation or remove such agents or employees of the corporation for just cause,

prescribe such duties and designate such powers, as may not be inconsistent with these By-laws, fix their compensation and pay for faithful services.

C. To borrow from any source, money, goods, or services, and to make and issue notes and other negotiable and transferable instruments, mortgages, deeds of trust and trust agreements and to do every act and thing necessary to effectuate the same.

D. To prescribe, adopt, and amend, from time to time, such equitable uniform rules and regulations as, in their discretion, may be deemed essential or convenient for the conduct of the business and affairs of the corporation and the guidance and control of its officers and employees, and to prescribe adequate penalties for the breach thereof.

E. To order, at least once each year, an audit of the books and accounts of the corporation by a qualified auditor or accountant. The report prepared by such auditor or accountant shall be submitted to the members of the corporation at their annual meeting.

F. To fix the charges to be paid by each member for services rendered by the corporation to him, the time of payment and manner of collection.

G. To require all officers, agents, and employees charged with responsibility for the custody of any of the funds of the corporation to give adequate bonds, the cost thereof to be paid by the corporation, and it shall be mandatory upon the Directors to so require.

H. To select one or more banks to act as depositories of the funds of the corporation and to determine

the manner of receiving, depositing and disbursing of funds of the corporation and the form of checks and the person or persons by whom the same shall be signed, with the power to change such banks and the person or persons signing such checks and the form thereof at will.

#### ARTICLE X

##### DUTIES OF OFFICERS

**Section 1. Duties of the President:** The President shall preside over all meetings of the corporation and the Board of Directors, call special meetings of the Board of Directors, perform all acts and duties usually performed by an executive and presiding officer, and sign all membership certificates and such other papers of the corporation as he may be authorized or directed to sign by the Board of Directors, provided the Board of Directors may authorize any person to sign any or all checks, contracts and other instruments in writing on behalf of the corporation. The President shall perform such other duties as may be prescribed by the Board of Directors.

**Section 2. Duties of the Vice-President:** In the absence or disability of the President, the Vice-President shall perform the duties of the President; provided, however, that in case of death, resignation, or disability of the President, the Board of Directors may declare the office vacant, and elect his successor.

**Section 3. Duties of the Secretary-Treasurer:** The Secretary-Treasurer shall keep a complete record of all meetings of the corporation and of the Board of Directors and shall have general charge and supervision of the books and records of the corporation. He shall sign all membership certificates with

the president and such other papers pertaining to the corporation as he may be authorized or directed to do so by the Board of Directors. He shall provide a fidelity bond in an amount to cover an amount equal to the largest sum of money in his possession as Secretary-Treasurer at any one time. He shall serve all notices required by law and these By-laws and shall make a full report of all matters and business pertaining to his office to the members at the annual meeting. He shall keep the corporate seal and membership certificate records of the corporation, complete and countersign all certificates issued and affix said corporate seal to all papers requiring seal. He shall keep a proper membership certificate record, showing the name of each member of the corporation and date of issuance, surrender, cancellation or forfeiture. He shall make all reports required by law and shall perform such other duties as may be required by him by the corporation or the Board of Directors. Upon the election of his successor, the Secretary-Treasurer shall turn over to him all books and other property belonging to the corporation that he may have in his possession. He shall also perform such duties with respect to the finances of the corporation as may be prescribed by the Board of Directors.

inadequate to permit the ARTICLE XI water through a service line installed **BENEFITS AND DUTIES OF MEMBERS** existing with the

delivery Section 1. The corporation will install, maintain, and operate a main distribution pipeline or lines from the source of the water supply and service lines from the main distribution pipeline or lines to the property line of each member of the corporation, at which points, designated as delivery points, meters to be purchased, installed, owned and maintained by the corporation shall be placed. The cost of the service line or lines from the main distribution pipeline or lines of the

corporation to the property line of each member shall be paid by the corporation. The corporation will also purchase and install a cut-off valve in each service line from its main distribution line or lines, such cut-off valve to be owned and maintained by the corporation and to be installed on some portion of the service line owned by the corporation. The corporation shall have the sole and exclusive right to use such cut-off valve to turn it on and off.

Section 2. Each member shall be entitled to not to exceed one service line from the corporation's water system, provided that the member shall be required to pay a fee of \$ \_\_\_\_\_ for each service line in excess of one. No new service line or change in an existing service line may be made which will interfere with an existing service line or the delivery of water therein. Each service line shall connect with the corporation's water system at the nearest available place to the place of desired use by the member if the corporation's water system shall be of sufficient capacity to permit the delivery of water through a service line at that place without interfering with the delivery of water through a prior service line. If the corporation's water system shall be inadequate to permit the delivery of water through a service line installed at such place without interfering with the delivery of water through a prior service line, then such service line shall be installed at such place as may be designated by the corporation. Each member will be required to dig or have dug a ditch for the connection of the service line or lines from the property line of the member to his dwelling or other portion of his premises and will also be required to purchase and install the portion of the service line or lines from his property line to the place of use on his premises and

to maintain such portion of such service line or lines which shall be owned by the member, at his own expense, provided that the corporation may, if the Board of Directors so determine, purchase the pipe for and install such portion of such service line or lines, the cost of which will, however, be paid by the individual members.

Section 3. Each member shall be entitled to purchase from the corporation pursuant to such agreements as may from time to time be provided and required by the corporation, such water for domestic, livestock and other purposes as a member may desire, subject, however, to the provisions of these By-laws and to such rules and regulations as may be prescribed by the Board of Directors, each member shall be entitled to have delivered to him through a single service line only such water as may be necessary to supply the needs of the persons residing in a single dwelling and of the livestock owned by such persons and for such other purposes as needed. The water delivered through each service line shall be metered and the charges for such water shall be determined separately, irrespective of the number of service lines owned by a member.

Section 4. In the event the total water supply shall be insufficient to meet all of the needs of the members or in the event there is a shortage of water, the corporation may pro-rate the water available among the various members on such basis as is deemed equitable by the Board of Directors, and may also, prescribe a schedule of hours covering use of water by particular members and require adherence thereto or prohibit the use of water for other purposes; provided that if at any time the total water supply shall be insufficient to meet all of the needs of all of the members for domestic, livestock, and other purposes, the corporation must first satisfy all of the

needs of all of the members for domestic purposes before supplying any water for other purposes.

Section 5. The Board of Directors shall have the right in any calendar year to determine the flat minimum monthly rate to be charged each member for any specified quantity of water, such flat minimum monthly rate to be payable irrespective of whether any water is used by a member during any month, and the amount of additional charges, if any, for additional water which may be supplied the members, shall fix the date for the payment of such charges, and shall notify each member of the amount of such charges and the dates for the payment thereof, a member to be entitled to the delivery of water shall pay such charges at the office of the corporation at or prior to the dates fixed by the Board of Directors. The failure to pay water charges duly imposed shall result in the automatic imposition of the following penalties:

A. Non-payment within ten days from the due date will be subject to a penalty of ten per cent of the delinquent account.

B. Non-payment within thirty days from the due date will result in the water being shut off from the member's property.

C. Non-payment for sixty days after original due date will allow the corporation, in addition to all other rights and remedies to purchase the member's membership certificate and terminate his membership, and, in such event the member shall not be entitled to receive, nor the corporation obligated to supply, any water.

D. In the event it becomes necessary for the corporation to shut off the water from a member's property, a

fee of \$ \_\_\_\_\_ will be charged for the  
reconnection of the service.

Section 6. The Board of Directors shall be authorized  
to require each member to enter into water user's agreements  
which shall embody the principles set forth in the foregoing  
sections of this article.

Section 7. Membership may be cancelled and/or water  
service discontinued by the corporation for any violation of  
any rule, regulation, or condition of service and especially  
for any of the following reasons:

- A. Misrepresentation in application as to the property  
or fixtures to be supplied or use to be made of  
water.
- B. Resale or giving away of water.
- C. Waste or misuse of water due to improper or imperfect  
service pipes and/or fixtures or failure to keep  
the same in a suitable state of repair.
- D. Tampering with meter, meter seal, service, or valves  
or permitting such tampering by others.
- E. Connections, cross-connections, or permitting the  
same, of any separate water supply to the premises  
which receives water from the corporation.

#### ARTICLE XII

##### DISTRIBUTION OF SURPLUS FUNDS

Section 1. It is not anticipated that there will be  
any net income. If there should be any, then at the end of any  
fiscal year, after paying the expenses of the corporation for  
operation and otherwise, and after setting aside reserve, for  
depreciation of all buildings, equipment, and office fixtures,  
and such other reserves as the Board of Directors may deem  
proper and after providing for payments on interest and principal

of obligations and amortized debts of the corporation, and after providing for the purchase of proper supplies and equipment, the net earning shall be accumulated in a surplus fund for the purpose of replacing, enlarging, extending and repairing the system and property of the corporation and for such other purposes as the Board of Directors may determine to be for the best interests of the corporation. The said surplus fund or any portion thereof may from time to time at the discretion of the Board of Directors be applied to said debt of said corporation.

Section 2. Any part or the whole of such net income may be credited at the discretion of the Board of Directors to the indebtedness of the corporation, should any exist, and upon payment of all debts of the corporation, any surplus so remaining to be placed in a reserve account until such time as the Board of Directors shall deem sufficient for the needs of said corporation. Thereafter the Board of Directors may reduce said water rates to meet the cost of operation only.

### ARTICLE XIII

#### AMENDMENTS

These By-laws may be repealed or amended by a vote of a majority of the Directors present at any regular meeting of the corporation, or at any special meeting of the corporation called for that purpose, except that the Directors shall not have the power to change the purposes of the corporation so as to decrease its rights and powers under the laws of the State, or to waive any requirements of bond or other provision for the safety and security of the property and funds of the corporation or its members, or to deprive any member of rights and privileges then existing, or so to amend the By-laws as to

I hereby certify that the foregoing instrument was drafted by  
Leslie C. Gay, Attorney at Law, 504-506, Pulaski Street, St. Louis, Mo.

Leslie C. Gay



MONTH:  
BEGINNING BALANCE: \$

JUNE  
242,026.44

DATE	TRANS. TYPE	DESCRIPTION	CHECKS	DEPOSITS	Balance
06/01/24	17575	CHRIS EARLY - PAYROLL	(1,342.00)		240,684.44
06/01/24	17576	TORI HOPPI - PAYROLL	(1,069.87)		239,614.57
06/01/24	17577	JC NEW - PAYROLL	(1,481.60)		238,132.97
06/01/24	DEP	CREDIT CARD DEPOSIT		2,108.90	240,241.87
06/01/24	17579	TORI HOPPI - PAYROLL	(100.71)		240,141.16
06/02/24	DEP	CREDIT CARD DEPOSIT		449.29	240,590.45
06/03/24	DB	PONYPAY CALC DIFFERENCES	(0.06)		240,590.39
06/03/24	DEP	CREDIT CARD DEPOSIT		1,455.97	242,046.36
06/03/24	DEP	CITIZENS DEPOSIT		7,006.30	249,052.66
06/04/24	50157	CAIN - LABOR	(2,970.00)		246,082.66
06/04/24	DB	SHELL	(67.06)		246,015.60
06/04/24	DB	KROGER - OFFICE SUP	(38.37)		245,977.23
06/04/24	50158	ROSE HEAT AND AIR	(125.00)		245,852.23
06/04/24	DEP	CREDIT CARD DEPOSIT		922.17	246,774.40
06/05/24	DB	BASS PRO	(69.00)		246,705.40
06/05/24	DEP	CREDIT CARD DEPOSIT		1,847.93	248,553.33
06/05/24	DEP	CITIZENS DEPOSIT		6,422.56	254,975.89
06/06/24	DB	ADOBE	(21.19)		254,954.70
06/06/24	DB	CINTAS	(222.16)		254,732.54
06/06/24	DB	WASTE CONNECTIONS	(25.85)		254,706.69
06/06/24	50161	PACE	(901.70)		253,804.99
06/06/24	50160	MUC	(26,362.70)		227,442.29
06/06/24	50159	DOE	(80.00)		227,362.29
06/06/24	DEP	CREDIT CARD DEPOSIT		1,089.64	228,451.93
06/07/24	DEP	CITIZENS DEPOSIT		5,561.37	234,013.30
06/07/24	DEP	DOXO		58.99	234,072.29
06/07/24	DEP	CREDIT CARD DEPOSIT		1,887.28	235,959.57
06/08/24	DEP	CREDIT CARD DEPOSIT		456.05	236,415.62
06/09/24	DEP	CREDIT CARD DEPOSIT		373.62	236,789.24
06/10/24	DB	LOWE'S - FIELD	(91.64)		236,697.60
06/10/24	DB	AMAZON - OFFICE SUPPLIES	(81.04)		236,616.56
06/10/24	DB	SHELL	(67.00)		236,549.56
06/10/24	DEP	AMAZON - REFUND		83.98	236,633.54
06/10/24	DEP	CREDIT CARD DEPOSIT		4,073.92	240,707.46
06/10/24	DEP	CITIZENS DEPOSIT		4,917.17	245,624.63
06/10/24	DEP	BANK DRAFTS		24,351.21	269,975.84
06/11/24	DB	POST OFFICE - LATE BILLS	(137.70)		269,838.14

MONTH:  
BEGINNING BALANCE: \$

JUNE  
242,026.44

DATE	TRANS. TYPE	DESCRIPTION	CHECKS	DEPOSITS	Balance
06/11/24	DB	WALMART - OFFICE SUPPLIES	(147.60)		269,690.54
06/11/24	DEP	CREDIT CARD DEPOSIT		7,955.11	277,645.65
06/12/24	DB	RETURNED DRAFT - LIESS		(20.00)	277,625.65
06/12/24	50162	VILLAS VENTURES - SEWER PAYMENTS	(3,686.50)		273,939.15
06/12/24	50163	CITCO WATER - PARTS	(1,169.56)		272,769.59
06/12/24	DEP	CREDIT CARD DEPOSIT		1,474.13	274,243.72
06/13/24	DB	FEDERAL INCOME TAX	(635.54)		273,608.18
06/13/24	DB	KY STATE INCOME TAX	(2,643.49)		270,964.69
06/13/24	DB	KY SCHOOL TAX	(377.51)		270,587.18
06/13/24	DB	KY SALES AND USE TAX	(2,066.13)		268,521.05
06/13/24	DB	DONATO'S - OFFICE LUNCH	(38.13)		268,482.92
06/13/24	DEP	CITIZENS DEPOSIT		859.06	269,341.98
06/13/24	DEP	CREDIT CARD DEPOSIT		1,326.35	270,668.33
06/14/24	17580	CHRIS EARLY - PAYROLL	(1,342.00)		269,326.33
06/14/24	17581	JC NEW - PAYROLL	(1,481.60)		267,844.73
06/14/24	17582	JEN TUCKER - PAYROLL	(1,041.62)		266,803.11
06/14/24	DEP	CREDIT CARD DEPOSIT		1,488.13	268,291.24
06/14/24	DEP	CITIZENS DEPOSIT		7,858.25	276,149.49
06/14/24	DEP	DOXO		53.16	276,202.65
06/15/24	DB	NEIKIRK - ANTHEM PREMIUMS	(3,162.95)		273,039.70
06/15/24	DB	AFLAC - INS. PREMIUMS	(496.83)		272,542.87
06/15/24	DEP	CREDIT CARD DEPOSIT		91.70	272,634.57
06/16/24	DEP	CREDIT CARD DEPOSIT		83.03	272,717.60
06/17/24	50164	D.O.E. - PRINTER LEASE	(137.00)		272,580.60
06/17/24	50165	FERGUSON - PARTS	(2,222.52)		270,358.08
06/17/24	DB	SHELL	(74.00)		270,284.08
06/17/24	DB	SHELL	(61.00)		270,223.08
06/17/24	DEP	CREDIT CARD DEPOSIT		479.03	270,702.11
06/18/24	50166	PSC - ANNUAL PSC ASSESSMENT	(1,694.46)		269,007.65
06/18/24	DB	VERIZON - CELL PHONES	(196.39)		268,811.26
06/18/24	DB	LAKE CUMEBLAND OUTDOORS	(64.00)		268,747.26
06/18/24	DEP	CITIZENS DEPOSIT		1,111.21	269,858.47
06/18/24	DEP	CREDIT CARD DEPOSIT		350.34	270,208.81

MONTH:  
BEGINNING BALANCE: \$

JUNE  
242,026.44

DATE	TRANS. TYPE	DESCRIPTION	CHECKS	DEPOSITS	Balance
06/19/24	DB	PONY PAY - JUNE SERVICE FEE	(106.00)		270,102.81
06/19/24	DEP	CREDIT CARD DEPOSIT		121.00	270,223.81
06/20/24	DEP	DOXO		80.00	270,303.81
06/20/24	DEP	CREDIT CARD DEPOSIT		1,733.42	272,037.23
06/21/24	DB	RECC - ADERHOLT	(116.44)		271,920.79
06/21/24	DEP	CREDIT CARD DEPOSIT		1,121.40	273,042.19
06/22/24	DEP	CREDIT CARD DEPOSIT		205.56	273,247.75
06/23/24	DB	LOWE'S - FIELD	(149.00)		273,098.75
06/24/24	50167	REFUND - LARRY GIBSON	(100.07)		272,998.68
06/24/24	DB	SPECTRUM	(200.08)		272,798.60
06/24/24	DB	O'REILLY - VEHICLE EXPENSE	(19.07)		272,779.53
06/24/24	DB	FERGUSON - PARTS	(4,749.71)		268,029.82
06/24/24	50168	POST OFFICE - JUNE STATEMENTS	(962.69)		267,067.13
06/24/24	DB	SHELL	(63.00)		267,004.13
06/24/24	DEP	CREDIT CARD DEPOSIT		183.31	267,187.44
06/24/24	DEP	PAID AT BANK		32.83	267,220.27
06/24/24	DEP	CITIZENS DEPOSIT		2,535.54	269,755.81
06/25/24	50169	DEPOSIT REFUND - BRANDY CASH	(55.77)		269,700.04
06/25/24	50170	DEPOSIT REFUND - BRENDA ROBERTS	(48.42)		269,651.62
06/25/24	50171	DEPOSIT REFUND - DAKOTA ALLEN	(48.42)		269,603.20
06/25/24	DB	TRANSFER FROM CHECKING TO SAVINGS	(375.00)		269,228.20
06/25/24	DEP	TRANSFER FROM SAVING TO CHECKING		300.00	269,528.20
06/25/24	50172	RSF #1	(2,000.00)		267,528.20
06/25/24	50173	RSF #2	(3,700.00)		263,828.20
06/25/24	50174	RSF #3	(1,650.00)		262,178.20
06/25/24	50173	RSF #4	(2,450.00)		259,728.20
06/25/24	50173	RSF #5	(4,300.00)		255,428.20
06/25/24	50173	RSF #6	(1,500.00)		253,928.20
06/25/24	50175	BWA OFFICE	(3,250.00)		250,678.20
06/25/24	50176	DEPRECIATION RESERVES	(850.00)		249,828.20

MONTH:  
BEGINNING BALANCE: \$

JUNE  
242,026.44

DATE	TRANS. TYPE	DESCRIPTION	CHECKS	DEPOSITS	Balance
06/25/24	50177	ACCUMULATIVE CAPITAL	(1,000.00)		248,828.20
06/25/24	50178	CAPITAL SAVINGS	(1,000.00)		247,828.20
06/25/24	50179	REFUND - GLORIA MARTIN	(20.00)		247,808.20
06/25/24	DEP	CREDIT CARD DEPOSIT		1,212.15	249,020.35
06/26/24	DB	MICROSOFT - OFFICE 365 RENEWAL	(105.99)		248,914.36
06/26/24	DEP	CREDIT CARD DEPOSIT		65.54	248,979.90
06/27/24	DB	SHELL	(73.52)		248,906.38
06/27/24	DB	TRACTOR SUPPLY - FIELD	(261.96)		248,644.42
06/27/24	DEP	CREDIT CARD DEPOSIT		925.70	249,570.12
06/28/24	DB	WALMART - OFFICE SUPPLIES	(67.86)		249,502.26
06/28/24	DEP	DOXO		30.00	249,532.26
06/28/24	DEP	CITIZENS DEPOSIT		4,946.55	254,478.81
06/28/24	DEP	CREDIT CARD DEPOSIT		992.57	255,471.38
06/29/24	DEP	CREDIT CARD DEPOSIT		187.70	255,659.08
06/30/24	DB	CITIZENS MONTHLY CHARGE	(25.00)		255,634.08
06/30/24	DEP	CREDIT CARD DEPOSIT		237.18	255,871.26
06/30/24	DEP	INTEREST		762.65	256,633.91
06/30/24	DB	PONYPAY CALC DIFFERENCES	(56.44)		256,577.47
					256,577.47

TOTALS

\$ (87,297.92) \$ 101,848.95

**ENDING BALANCE:**

\$ 256,577.47

**Witness: Jennifer Tucker**

4. Refer to Bronston Water's Response to Staff's First Request, Item 8, Meter Reset Tab.

Also, refer to Case No. 2022-00117, Bronston Water's Supplemental Response to Staff's First Request, Item 8.

a. Provide an explanation for the increase in material costs from the \$5.00 reported in Case No. 2022-00117 and the proposed \$263.50 in material costs for the Meter Reset in this case.

b. Identify the currently used meter for Meter Reset and provide cost justification for the proposed \$263.50.

**Response:**

a. Bronston Water included the cost of a meter, \$263.50, on the cost justification sheet provided in this proceeding. It appears that the cost of a meter was omitted from the cost justification sheet in Case No. 2022-00117.

b. See attached invoice for the current cost of a meter.



**WATERWORKS**  
 3726 BISHOP LANE  
 LOUISVILLE, KY 40218-2904

Please contact with Questions: 502-459-9974

BRONSTON WATER ASSOC INC  
 BRONSTON WATER METER ACCT  
 PO BOX 243  
 BRONSTON, KY 42518

INVOICE NUMBER	TOTAL DUE	CUSTOMER	PAGE
0322172	\$6,753.84	10370	1 of 1

**PLEASE REFER TO INVOICE NUMBER WHEN  
 MAKING PAYMENT AND REMIT TO:**

FERGUSON WATERWORKS #1491  
 PO BOX 644054  
 PITTSBURGH, PA 15264-4054

**MASTER ACCOUNT NUMBER: 691094**

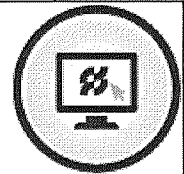
**SHIP TO:**

BRONSTON WATER ASSOC INC  
 2013 W HWY 90  
 BRONSTON, KY 42518

SHIP WHSE.	SELL WHSE.	TAX CODE	CUSTOMER ORDER NUMBER	SALESMAN	JOB NAME	INVOICE DATE	BATCH ID
1494	1494	KYE	3G METERS	DJW	BRONSTON WATER METER ACCT	01/21/26	26270
ORDERED	SHIPPED	ITEM NUMBER	DESCRIPTION		UNIT PRICE	UM	AMOUNT
24	24	MB12A11A010101A1	LF 5/8X3/4 MTR PLAS BOT 3G REG USG		263.000	EA	6312.00
1	1	FMAGTARIFFSUR	MANUFACTURER SURCHARGE		441.840	EA	441.84
<b>INVOICE SUB-TOTAL</b>							<b>6753.84</b>
<p>*****</p> <p>LEAD LAW WARNING: IT IS ILLEGAL TO INSTALL PRODUCTS THAT ARE NOT "LEAD FREE" IN ACCORDANCE WITH US FEDERAL OR OTHER APPLICABLE LAW IN POTABLE WATER SYSTEMS ANTICIPATED FOR HUMAN CONSUMPTION. PRODUCTS WITH *NP IN THE DESCRIPTION ARE NOT LEAD FREE AND CAN ONLY BE INSTALLED IN NON-POTABLE APPLICATIONS. BUYER IS SOLELY RESPONSIBLE FOR PRODUCT SELECTION.</p>							

Looking for a more convenient way to pay your bill?

Log in to **Ferguson.com** and request access to Online Bill Pay.



TERMS: NET 10TH PROX	ORIGINAL INVOICE	TOTAL DUE	\$6,753.84
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All past due amounts are subject to a service charge of 1.5% per month, or the maximum allowed by law, if lower. If Buyer fails to pay within terms, then in addition to other remedies, Buyer agrees to pay Seller all costs of collection, including reasonable attorney fees. Complete terms and conditions are available upon request or at <https://www.ferguson.com/content/website-info/terms-of-sale>, incorporated by reference. Seller may convert checks to ACH.

**Witness: Jennifer Tucker**

5. Refer to Application, Adjustment D, Membership fees.
- a. Provide the Tariff provision that allows Bronston Water to charge the Membership Fee.

State whether membership fees are recurring in nature and describe how such fees are assessed and collected from customers.

- b. Describe how the membership fee proceeds are used.
- c. Explain how customers benefit from the payment of membership fees.

**Response:**

- a. See Bronston Water's Tariff Sheet No. 5 dated June 15, 2024, filed with the Commission.

As provided in Bronston's By-Laws, which are attached as part of Bronston Water's response to Item 3, membership fees are assessed to any bona fide occupant having reasonable access to Bronston Water's distribution system upon Bronston Water's Board of Directors' approval of the occupant's application for membership. The fee is non-recurring. Only one membership fee is required from each member.

b. While proceeds from membership fees are reported directly to retained earnings, they are non-refundable and, therefore, not restricted. Accordingly, proceeds from membership fees are available to meet Bronston Water's daily cash needs.

c. Payment of the membership fee is a prerequisite to becoming a member of Bronston Water. Membership benefits include access to potable water and a voting interest in Bronston Water.