

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of Lake Region Water & Sewer)	File No. SR-2010-0110
Company's Application to Implement a General)	Tariff No. YS-2010-0250
Rate Increase in Water & Sewer Service)	

In the Matter of Lake Region Water & Sewer)	File No. WR-2010-0111
Company's Application to Implement a General)	Tariff No. YW-2010-0251
Rate Increase in Water & Sewer Service)	

LAKE REGION WATER & SEWER COMPANY AND STAFF'S
JOINT UPDATE TO RATE DESIGN SCHEDULE 1-10

COME NOW Lake Region Water & Sewer Company (Lake Region) and Staff of the Missouri Public Service Commission (Staff) and for their joint response to the Missouri Public Service Commission's (Commission) August 18, 2010 Order directing Lake Region and Staff to jointly file updated and revised rate design schedules 1-10, state as follows:

1. Attached hereto, Lake Region and Staff submit their updated rate design schedules 1-10, that were originally filed by Staff Witness, James Russo on January 21, 2010. The updated rate design schedules reflect the implemented rate increase, rate design, and the monthly bill comparisons.

WHEREFORE, Lake Region and Staff respectfully submit their updated rate design schedules 1-10 to the Commission.

Respectfully submitted,

Respectfully submitted,

/s. Mark W. Comley

Mark W. Comley (MBN #28847)
Attorney for Lake Region Water & Sewer Co.
Newman, Comley & Ruth P.C.
601 Monroe Street, Suite 301
Jefferson City, MO 65102
573-634-2266 (telephone)
573-636-3303 (facsimile)
comleym@ncrpc.com

/s/ Jaime N. Ott

Jaime N. Ott (MBN #60949)
Assistant General Counsel
Attorney for the Staff of the
Missouri Public Service Commission
P. O. Box 360
Jefferson City, MO 65102
(573) 751-8700 (Telephone)
(573) 751-9285 (Fax)
jaime.ott@psc.mo.gov

Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 25th day of August 2010.

/s/ Jaime N. Ott

LAKE REGION WATER & SEWER COMPANY

Rate Making Income Statement-Water

Operating Revenues at Current Rates

1	Tariffed Rate Revenues *	\$	171,769
2	Other Operating Revenues *	\$	-
3	Total Operating Revenues	\$	171,769
4	* See "Revenues - Current Rates" for Details		

Cost of Service

Item	Amount
1 Pumping Equipment-Purchased Power	\$ 11,519
2 Water Treatment Expense-Chemicals	\$ 3,367
3 Water Treatment -Testing/Laboratory Fees	\$ 1,025
4 Supplies & Materials	\$ 1,173
5 Tools & Shop Supplies	\$ 83
6 Maintenance of Well #1	\$ 460
7 Maintenance of Well #2	\$ 223
8 Maintenance of Mains	\$ 2,000
9 Maintenance of Services	\$ 1,120
10 Maintenance of Other Plant	\$ 706
11 Accounting Fee-Contracted	\$ 2,789
12 Legal Fees-Contracted	\$ 1,652
13 PWSD #4 Labor-Contracted	\$ 51,948
14 Rent	\$ 4,594
15 Rent-Lake Region	\$ 2,063
16 Property Insurance	\$ 463
17 Auto Insurance	\$ 663
18 General Liability Insurance	\$ 720
19 Other Insurance	\$ -
20 Office Supplies	\$ 4,207
21 Billing Expenses	\$ 1,351
22 Executive Management Oversight	\$ 8,481
23 Outside Services	\$ 242
24 Telephone Expense	\$ 318
25 Travel & Entertainment	\$ 40
26 Transportation Expense	\$ 6,784
27 Rate Case Expense	\$ 4,777
28 Customer Refunds	\$ 222
29 Bad Debt Expense	\$ 176
30 MO DNR Fees	\$ 200
31 Secretary of State	\$ 10
32 Regulatory Commission Expense	\$ 1,441
33 Miscellaneous General Expenses	\$ 338
34 Sub-Total Operating Expenses	\$ 115,155
35 Property Taxes	\$ 146
36 Real Estate Taxes	\$ 1,306
37 Other Taxes	\$ -
38 Federal Unemployment Taxes	\$ -
39 State Unemployment Taxes	\$ -
40 State & Federal Income Taxes	\$ 3,028
41 Sub-Total Taxes	\$ 4,480
42 Depreciation Expense	\$ 84,209
43 Interest Expense	\$ 36,632
44 Amortization Expense	\$ -
45 Amortization Expense-Other	\$ -
46 Amortization Expense-CIAC	\$ (54,978)
47 Sub-Total Depreciation/Amortization	\$ 65,863
48 Return on Rate Base	\$ 12,161
49 Total Cost of Service	\$ 197,659
50 Overall Revenue Increase Needed	\$ 25,890

LAKE REGION WATER & SEWER COMPANY

Revenue Annualizations at Current Rates-Water

Annualized Customer Counts and Customer Charge Revenues

Retail Metered Customers

Meter Size	Residential	Commercial	Total Meters	Rate *	Annual Revenue
5/8" (inc. 3,000 gpm)	573	10	583	\$ 11.29	\$ 78,986
3/4" (inc. 4,500 gpm)	0	0	0	\$ 14.53	\$ -
1" (inc. 7,500 gpm)	13	7	20	\$ 21.01	\$ 5,042
1.5" (inc. 15,000 gpm)	23	2	25	\$ 37.21	\$ 11,163
2" (inc. 24,000 gpm)	6	10	16	\$ 56.65	\$ 10,877
4" (inc. 75,000 gpm)	0	3	3	\$ 166.81	\$ 6,005
6"+ (inc. 150,000 gpm)	0	1	1	\$ 328.81	\$ 3,946
Total	615	33	648		\$ 116,019

*monthly service charge

gpm=gallons per month

Annualized Commodity Sales - Volumes and Revenues

sales shown in Mgalions

Meter Size	Residential	Commercial	Total Sales	Rate	Annual Revenue
5/8"	-	25,810.3	25,810.3	\$ 2.16	\$ 55,750
3/4"	-	-	-	\$ 2.16	\$ -
1"	-	-	-	\$ 2.16	\$ -
1.5"	-	-	-	\$ 2.16	\$ -
2"	-	-	-	\$ 2.16	\$ -
4"	-	-	-	\$ 2.16	\$ -
6"+	-	-	-	\$ 2.16	\$ -
Total	-	25,810.3	25,810.3		\$ 55,750

Net Annualized Commodity Revenues

\$ 55,750

Other Operating Revenues

Bulk Water Sales	\$ -
Sales to Other Public Authorities	\$ -
Late Charge Fees	\$ -
Turn-Off/Turn-On/Penalty Charges	\$ -
Other Water Revenues	\$ -
Rents from Water Property - Tower Rental	\$ -
Discounts Earned	\$ -
Total Other Revenues	\$ -

Total Operating Revenues

Service Charges - Retail Customers	\$ 116,019
Commodity Revenues - Retail Customers	\$ 55,750
Sub-Total Tariffed Rate Revenues	\$ 171,769
Other Operating Revenues	\$ -
Total Operating Revenues	\$ 171,769

LAKE REGION WATER & SEWER COMPANY

Development of Tariffed Rates-Water

Agreement is to increase currently tariffed rates by a percentage equal to the agreed-upon overall revenue increase divided by the revenues generated by the currently tariffed rates.

Revenues Generated by Current Tariffed Rates	\$ 171,769
Agreed-Upon Overall Revenue Increase	\$ 25,890
Percentage Increase Needed	15.073%

Metered Customer Rates				
Meter Size	Current Service Charge	Proposed Service Charge	Current Usage Rate	Proposed Usage Rate
5/8" (inc. 3,000 gpm)	\$ 11.29	\$ 12.99	\$ 2.160	\$ 2.49
3/4" (inc. 4,500 gpm)	\$ 14.53	\$ 16.72	\$ 2.160	\$ 2.49
1" (inc. 7,500 gpm)	\$ 21.01	\$ 24.18	\$ 2.160	\$ 2.49
1.5" (inc. 15,000 gpm)	\$ 37.21	\$ 42.82	\$ 2.160	\$ 2.49
2" (inc. 24,000 gpm)	\$ 56.65	\$ 65.19	\$ 2.160	\$ 2.49
4" (inc. 75,000 gpm)	\$ 166.81	\$ 191.95	\$ 2.160	\$ 2.49
6"+ (inc. 150,000 gpm)	\$ 328.81	\$ 378.37	\$ 2.160	\$ 2.49

LAKE REGION WATER & SEWER COMPANY

Revenue Annualizations at Proposed Rates-Water

Annualized Customer Counts and Customer Charge Revenues

Retail Metered Customers

Meter Size	Residential	Commercial	Total Meters	Residential Rate *	Annual Revenue
5/8" (inc. 3,000 gpm)	573	10	583	\$ 12.99	\$ 90,890
3/4" (inc. 4,500 gpm)	0	0	0	\$ 16.72	\$ -
1" (inc. 7,500 gpm)	13	7	20	\$ 24.18	\$ 5,802
1.5" (inc. 15,000 gpm)	23	2	25	\$ 42.82	\$ 12,846
2" (inc. 24,000 gpm)	6	10	16	\$ 65.19	\$ 12,516
4" (inc. 75,000 gpm)	0	3	3	\$ 191.95	\$ 6,910
6"+ (inc. 150,000 gpm)	0	1	1	\$ 378.37	\$ 4,540
Total	615	33	648		\$ 133,505
monthly service charge					

Annualized Commodity Sales - Volumes and Revenues

sales shown in M gallons

Meter Size	Residential	Commercial	Total Sales	Residential Rate	Annual Revenue
5/8"	-	25,810.3	25,810.3	\$ 2.49	\$ 64,153
3/4"	-	-	-	\$ 2.49	\$ -
1"	-	-	-	\$ 2.49	\$ -
1.5"	-	-	-	\$ 2.49	\$ -
2"	-	-	-	\$ 2.49	\$ -
4"	-	-	-	\$ 2.49	\$ -
6"+	-	-	-	\$ 2.49	\$ -
Total	-	25,810.3	25,810.3		\$ 64,153

volumes adjusted as needed per net revenue annualization at current rates

Other Operating Revenues

Bulk Water Sales	
Sales to Other Public Authorities	
Late Charge Fees	\$ -
Turn-Off/Turn-On/Penalty Charges	
Other Water Revenues	\$ -
Rents from Water Property - Tower Rental	
Discounts Earned	
Total Other Revenues	\$ -

Total Operating Revenues

Service Charges - Retail Customers	\$ 133,505
Commodity Revenues - Retail Customers	\$ 64,153
Sub-Total Tariffed Rate Revenues	\$ 197,658
Other Operating Revenues	\$ -
Total Revenues at Proposed Rates	\$ 197,658

Revenue Check - Proposed Rates vs. Current Rates

Total Revenues at Proposed Rates	\$ 197,658
Total Revenues at Current Rates	\$ 171,769
Increase In Revenues at Proposed Rates	\$ 25,889
Agreed-Upon Increase in Operating Revenues	\$ 25,890

LAKE REGION WATER & SEWER COMPANY

Residential Customer Bill Comparison-Water

Rates for 5/8" Meter

<u>Current Base Customer Charge</u>	<u>Proposed Base Customer Charge</u>	<u>Current Usage Rate</u>	<u>Proposed Usage Rate</u>
\$11.29	\$12.99	\$2.16	\$2.49

current service charge is monthly charge for 5/8" meter.

current service charge includes 3,000 gallons

usage rate is per 1,000 gallons used

MONTHLY BILL COMPARISON

6,000 gallons/month usage

Current Rates

Customer Charge	\$ 11.29
Usage Charge	\$ 6.48
Total Bill	\$ 17.77

Proposed Rates

Customer Charge	\$ 12.99
Usage Charge	\$ 7.46
Total Bill	\$ 20.45

INCREASES

Customer Charge

\$ Increase	\$1.70
% Increase	15.07%

Usage Charge

\$ Increase	\$0.98
% Increase	15.07%

Total Bill

\$ Increase	\$2.68
% Increase	15.07%

LAKE REGION WATER & SEWER COMPANY

Shawnee Bend

Rate Making Income Statement-Sewer

Operating Revenues at Current Rates

1	Tariffed Rate Revenues *	\$	179,089
2	Other Operating Revenues *	\$	-
3	Total Operating Revenues	\$	179,089

4 * See "Revenues - Current Rates" for Details

Cost of Service

Item	Amount
1 Purchased Wastewater Maintenance	\$ 1,827
2 Power for Treatment Plant	\$ 19,535
3 Sludge Removal	\$ 2,750
4 Effluent Testing Expense	\$ 3,397
5 Chemicals	\$ 2,514
6 Shawnee Bend Operating Expense	\$ 1,344
7 Maintenance Expense-Supplies & Materials	\$ 1,218
8 Maintenance Expense-Sewer Supplies	\$ 1,369
9 Maintenance Expense-Lagoon Supplies	\$ -
10 Maintenance Expense-Operating Expense	\$ 639
11 Maintenance Expense-Tools & Shop Supplies	\$ 387
12 Maintenance Expense-Treatment Equipment	\$ 946
13 Maintenance Expense-Misc. Operating Expense	\$ 352
14 Accounting Fees-Contracted	\$ 2,928
15 PWSD #4 Labor-Contracted	\$ 54,533
16 Legal Fees-Contracted	\$ 1,800
17 Rent	\$ 4,822
18 Rent-Lake Office	\$ 2,165
19 Property Insurance	\$ 463
20 Auto Insurance	\$ 1,912
21 General Liability	\$ 755
22 Other Insurance	\$ -
23 Office Supplies	\$ 4,336
24 Billing Expenses	\$ 1,299
25 Executive Management Oversight	\$ 8,903
26 Outside Services	\$ 254
27 Telephone Expense	\$ 334
28 Travel & Entertainment Expense	\$ 42
29 Transportation Expense	\$ 7,121
30 Rate Case Expense	\$ 4,777
31 Customer Refunds	\$ 233
32 Bad Debt Expense	\$ 185
33 Interest Expense	\$ 62,292
34 License & Permits	\$ 3,147
35 License & Permits-Other	\$ -
36 Regulatory Commission Expense	\$ 19,896
37 Miscellaneous General Expenses	\$ 355
38 Sub-Total Operating Expenses	\$ 218,830
39 Property Taxes	\$ 148
40 Real Estate Taxes	\$ 1,324
41 Employer FICA Taxes	\$ -
42 Federal Unemployment Taxes	\$ -
43 Other Taxes	\$ -
44 State & Federal Income Taxes	\$ 5,150
45 Sub-Total Taxes	\$ 6,622
46 Depreciation Expense	\$ 110,905
47 Amortization Expense	\$ -
48 Amortization Expense-Other	\$ -
49 Amortization of CIAC	\$ (61,915)
50 Sub-Total Depreciation/Amortization	\$ 48,990
51 Return on Rate Base	\$ 20,680
52 Total Cost of Service	\$ 295,122
53 Overall Revenue Increase Needed	\$ 116,033

LAKE REGION WATER & SEWER COMPANY

Shawnee Bend

Revenue Annualizations at Current Rates-Sewer

Annualized Customer Counts and Customer Charge Revenues

Retail Customers

Shawnee Bend Service Area

Customer Type	Total Meters	Rate *	Annual Revenue	
Single Family	612	\$ 21.96	\$ 161,274	\$ 265,765.43
Multi-Unit	0	\$ 21.96	\$ -	
Commercial	11	\$ 21.96	\$ 2,899	\$ 4,776.83
Total	623		\$ 164,173	\$ 270,542.26

*monthly service charge

**base charge is commuted on highest month's sewer or water usage in previous calendar year.

Annualized Commodity Sales - Volumes and Revenues

Shawnee Bend Service Area

Customer Type	Residential	Business	Total Sales	Rate*	Annual Revenue
Single Family	-	-	-	\$ -	\$ -
Multi-Unit	-	-	-	\$ 3.66	\$ -
Commercial	-	4,075.4	4,075.4	\$ 3.66	\$ 14,916
Total	-	4,075.4	4,075.4		\$ 14,916

*per thousand gallons over 6,000 gallons
sales in mgallons

Other Operating Revenues

Sales to Other Public Authorities	\$ -
Late Charge Fees	\$ -
Turn-Off/Turn-On/Penalty Charges	\$ -
Miscellaneous Revenues - Service Lines	\$ -
Rents from Water Property - Tower Rental	\$ -
Discounts Earned	\$ -
Total Other Revenues	\$ -

Total Operating Revenues

Service Charges - Retail Customers	\$ 164,173
Commodity Revenues - Retail Customers	\$ 14,916
Sub-Total Tariffed Rate Revenues	\$ 179,089
Other Operating Revenues	\$ -
Total Operating Revenues	\$ 179,089

LAKE REGION WATER & SEWER COMPANY

Shawnee Bend

Development of Tariffed Rates-Sewer

Agreement is to increase currently tariffed rates by a percentage equal to the agreed-upon overall revenue increase divided by the revenues generated by the currently tariffed rates.

Revenues Generated by Current Tariffed Rates	\$ 179,089
Agreed-Upon Overall Revenue Increase	\$ 116,033
Percentage Increase Needed	64.791%

Metered Customer Rates

Customer Type	Current Service Charge	Proposed Service Charge	Current Usage Rate	Proposed Usage Rate
Single Family	\$ 21.96	\$ 36.19	\$ -	\$ -
Multi-Unit	\$ 21.96	\$ 36.19	\$ 3.660	\$ 6.03
Commercial	\$ 21.96	\$ 36.19	\$ 3.660	\$ 6.03

LAKE REGION WATER & SEWER COMPANY

Shawnee Bend

Revenue Annualizations at Proposed Rates-Sewer

Annualized Customer Counts and Customer Charge Revenues

Retail Metered Customers

Customer Type	Total Meters	Rate *	Annual Revenue
Single Family	612	\$ 36.19	\$ 265,765
Multi-Unit	0	\$ 36.19	\$ -
Commercial	11	\$ 36.19	\$ 4,777
Total	623		\$ 270,542

monthly service charge

Annualized Commodity Sales - Volumes and Revenues

Customer Type	Residential	Business	Total Sales	Rate	Annual Revenue
Single Family	-	-	-	\$ -	\$ -
Multi-Unit	-	-	-	\$ 6.03	\$ -
Commercial	-	4,075.4	4,075.4	\$ 6.03	\$ 24,579
Total	-	4,075.4	4,075.4		\$ 24,579

sales in mgallons

volumes adjusted as needed per net revenue annualization at current rates

Other Operating Revenues

Sales to Other Public Authorities

Late Charge Fees

Turn-Off/Turn-On/Penalty Charges

Miscellaneous Revenues - Service Lines

Rents from Water Property - Tower Rental

Discounts Earned

Total Other Revenues **\$ -**

Total Operating Revenues

Service Charges - Retail Customers	\$ 270,542
Commodity Revenues - Retail Customers	\$ 24,579
Sub-Total Tariffed Rate Revenues	\$ 295,121
Other Operating Revenues	\$ -
Total Revenues at Proposed Rates	\$ 295,121

Revenue Check - Proposed Rates vs. Current Rates

Total Revenues at Proposed Rates	\$ 295,121
Total Revenues at Current Rates	\$ 179,089
Increase In Revenues at Proposed Rates	\$ 116,032
Agreed-Upon Increase in Operating Revenues	\$ 116,033

LAKE REGION WATER & SEWER COMPANY

Shawnee Bend

Residential Customer Bill Comparison-Sewer

Rates for Single Family Customer

<u>Current Base</u> <u>Customer Charge</u>	<u>Proposed Base</u> <u>Customer Charge</u>
\$21.96	\$36.19

current service charge is monthly charge

MONTHLY BILL COMPARISON

Current Rates

Customer Charge	\$ 21.96
Usage Charge	\$ -
Total Bill	\$ 21.96

Proposed Rates

Customer Charge	\$ 36.19
Usage Charge	\$ -
Total Bill	\$ 36.19

INCREASES

Customer Charge

\$ Increase	\$14.23
% Increase	64.79%

Total Bill

\$ Increase	\$14.23
% Increase	64.79%

LAKE REGION WATER & SEWER COMPANY

Horseshoe Bend

Rate Making Income Statement-Sewer

Operating Revenues at Current Rates

1	Tariffed Rate Revenues *	\$	327,158
2	Other Operating Revenues *	\$	-
3	Total Operating Revenues	\$	327,158

4 * See "Revenues - Current Rates" for Details

Cost of Service

Item	Amount
1 Purchased Wastewater Maintenance	\$ 3,250
2 Power for Treatment Plant	\$ 18,535
3 Sludge Removal	\$ 10,930
4 Chemicals	\$ 4,615
5 Effluent Testing Expense	\$ 4,761
6 Sewer Operating Expenses	\$ 2,561
7 Maintenance Expense-Supplies & Materials	\$ 2,167
8 Maintenance Expense-Sewer Supplies	\$ 2,437
9 Maintenance Expense-Lagoon Supplies	\$ -
10 Maintenance Expense-Operating Expense	\$ 1,137
11 Maintenance Expense-Tools & Shop Supplies	\$ 688
12 Maintenance Expense-Treatment Equipment	\$ 1,682
13 Maintenance Expense-Misc. Operating Expense	\$ -
14 Accounting Fees-Contracted	\$ 5,211
15 Legal Fees-Contracted	\$ 2,250
16 PWSD #4 Labor-Contracted	\$ 97,056
17 Rent	\$ 8,582
18 Rent-Lake Region	\$ 3,853
19 Property Insurance	\$ 2,809
20 Auto Insurance	\$ 3,401
21 General Liability	\$ 1,343
22 Other Insurance	\$ -
23 Office Supplies	\$ 974
24 Billing Expenses	\$ 313
25 Executive Management Oversight	\$ 15,845
26 Outside Services	\$ 452
27 Telephone Expense	\$ 595
28 Travel & Entertainment Expense	\$ 74
29 Transportation Expense	\$ 12,673
30 Rate Case Expense	\$ 4,777
31 Customer Refunds	\$ 414
32 Bad Debt Expense	\$ 329
33 Interest Expense	\$ 24,475
34 License & Permits	\$ 9,292
35 License & Permits-Other	\$ -
36 Regulatory Commission Expense	\$ 35,403
37 Miscellaneous General Expenses	\$ 632
38 Sub-Total Operating Expenses	\$ 283,516
39 Property Taxes	\$ 78
40 Real Estate Taxes	\$ 695
41 Employer FICA Taxes	\$ -
42 Federal Unemployment Taxes	\$ -
43 Other Taxes	\$ -
44 State & Federal Income Taxes	\$ 2,023
45 Sub-Total Taxes	\$ 2,796
46 Depreciation Expense	\$ 113,381
47 Amortization Expense	\$ -
48 Amortization Expense-Other	\$ -
49 Amortization of CIAC	\$ (31,289)
50 Sub-Total Depreciation/Amortization	\$ 82,092
51 Return on Rate Base	\$ 8,125
52 Total Cost of Service	\$ 376,529
53 Overall Revenue Increase Needed	\$ 49,371

LAKE REGION WATER & SEWER COMPANY

Horseshoe Bend

Revenue Annualizations at Current Rates-Sewer

Annualized Customer Counts and Customer Charge Revenues

Retail Customers

Customer Type	Total Meters	Rate *	Annual Revenue
Residential	131	\$ 25.54	\$ 40,149
Multi-Unit	2	\$ 25.54	\$ 613
Commercial**	17	\$ 536.34	\$ 109,413
Total	150		\$ 150,175

*monthly service charge

**base charge is average for all commercial customers based on highest month's sewer or water usage in previous calendar year.

Annualized Commodity Sales - Volumes and Revenues

Horseshoe Bend Service Area

Customer Type	Non Racquet Club	Racquet Club	Total Sales	Rate*	Annual Revenue
Commercial	37,152.0	24,327.5	61,479.5	\$ 3.57	\$ 219,482
Total	37,152.0	24,327.5	61,479.5		\$ 219,482

sales in mgallons

Other Operating Revenues

Sales to Other Public Authorities	\$ -
Late Charge Fees	\$ -
Turn-Off/Turn-On/Penalty Charges	\$ -
Miscellaneous Revenues - Other	\$ -
Rents from Water Property - Tower Rental	\$ -
Discounts Earned	\$ -
Total Other Revenues	\$ -

Total Operating Revenues

Service Charges - Retail Customers	\$ 150,175
Commodity Revenues - Retail Customers	\$ 219,482
Sub-Total Tariffed Rate Revenues	\$ 327,158
Other Operating Revenues	\$ -
Total Operating Revenues	\$ 327,158

LAKE REGION WATER & SEWER COMPANY

Horseshoe Bend

Development of Tariffed Rates-Sewer

Agreement is to increase currently tariffed rates by a percentage equal to the agreed-upon overall revenue increase divided by the revenues generated by the currently tariffed rates.

Revenues Generated by Current Tariffed Rates	\$ 327,158
Agreed-Upon Overall Revenue Increase	\$ 49,371
Percentage Increase Needed	15.091%

Metered Customer Rates

Customer Type	Current Service Charge	Proposed Service Charge	Current Usage Rate	Proposed Usage Rate
Single Family	\$ 25.54	\$ 29.39	\$ -	\$ -
Multi-Unit	\$ 25.54	\$ 29.39	\$ 3.570	\$ 5.260
Commercial	\$ 536.34	\$ 29.39	\$ 3.570	\$ 5.260

Commercial customer service charge is proposed to be the same as for single family and multi-unit customers. The additional funds required to be collected have been added to the commercial customers commodity charge.

LAKE REGION WATER & SEWER COMPANY

Horseshoe Bend

Revenue Annualizations at Proposed Rates-Sewer

Annualized Customer Counts and Customer Charge Revenues

Retail Metered Customers

Customer Type	Total Meters	Rate *	Annual Revenue
Single Family	131	\$ 29.39	\$ 46,208
Multi-Unit	2	\$ 29.39	\$ 705
Commercial	17	\$ 29.39	\$ 5,996
Total	150		\$ 52,908.72

monthly service charge

Annualized Commodity Sales - Volumes and Revenues

Customer Type	Non Racquet Club	Racquet Club	Total Sales	Rate	Annual Revenue
Commercial	37,152.0	24,327.5	61,479.5	\$ 5.260	\$ 323,382
Total	37,152.0	24,327.5	61,479.5		\$ 323,382

sales in mgallons

Other Operating Revenues

Sales to Other Public Authorities	
Late Charge Fees	\$ -
Turn-Off/Turn-On/Penalty Charges	
Miscellaneous Revenues - Other	\$ -
Rents from Water Property - Tower Rental	
Discounts Earned	
Total Other Revenues	\$ -

Total Operating Revenues

Service Charges - Retail Customers	\$ 52,909
Commodity Revenues - Retail Customers	\$ 323,382
Sub-Total Tariffed Rate Revenues	\$ 376,291
Other Operating Revenues	\$ -
Total Revenues at Proposed Rates	\$ 376,291

Revenue Check - Proposed Rates vs. Current Rates

Total Revenues at Proposed Rates	\$ 376,291
Total Revenues at Current Rates	\$ 327,158
Increase In Revenues at Proposed Rates	\$ 49,133
Agreed-Upon Increase in Operating Revenues	\$ 49,371

LAKE REGION WATER & SEWER COMPANY

Horseshoe Bend

Residential Customer Bill Comparison-Sewer

Rates for Single Family Customer

<u>Current Base</u>	<u>Proposed Base</u>
<u>Customer Charge</u>	<u>Customer Charge</u>
\$25.54	\$29.39

current service charge is monthly charge

MONTHLY BILL COMPARISON

Current Rates

Customer Charge	\$ 25.54
Usage Charge	\$ -
Total Bill	\$ 25.54

Proposed Rates

Customer Charge	\$ 29.39
Usage Charge	\$ -
Total Bill	\$ 29.39

INCREASES

Customer Charge

\$ Increase	\$3.85
% Increase	15.09%

Total Bill

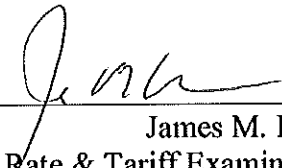
\$ Increase	\$3.85
% Increase	15.09%

BEFORE THE MISSOURI PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

AFFIDAVIT OF JAMES M. RUSSO


STATE OF MISSOURI)		
) SS		CASE NO. WR-2010-0111
)		SR-2010-0110
COUNTY OF COLE)		

COMES NOW James M. Russo, being of lawful age, and on his oath states the following: (1) that he is a Rate and Tariff Examination Supervisor in the Missouri Public Service Commission's Water & Sewer Department; (2) that he has prepared schedules one through ten attached to this filing; (3) that he has knowledge of the information presented on said schedules; (4) that Lake Region Water & Sewer Company has case number SO-2011-0046 pending before the Commission; (5) that to the best of his knowledge, the information presented on said schedules comply with the Missouri Public Service Commission Report and Order issued August 18, 2010, effective on August 28, 2010.



James M. Russo
Rate & Tariff Examination Supervisor
Water and Sewer Department

Subscribed and sworn to before me this 25th day of August, 2010.



Notary Public

