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December 4, 2012

Secretary of the Commission
Missouri Public Service Commission
Attn: Data Center
P.O. Box 360
Jefferson City, MO 65102

FILED³

DEC 4 2012

Missouri Public
Service Commission

RE: Requests for Increases in Annual Sewer and Water System Operation
Revenues MO PSC Small Utility Rate Case Procedure

Dear Secretary:

Lincoln County Sewer and Water, LLC, (the Company), holds a certificate of public convenience and necessity granted by the Missouri Public Service Commission (the Commission), under which the Company provides sewer collection and treatment services and water supply and distribution services in Lincoln County, Missouri. The Commission first authorized the Company to provide regulated sewer utility service in July, 2012 and regulated water utility service in July, 2012. The Company currently provides service to approximately 112 sewer and water customers within its certificated area under the provisions of its Commission-approved tariffs. The Company's customer rates for sewer service are currently the same as those established when the Commission first authorized the Company to provide regulated sewer utility service. The Company's customer rates for water service are currently the same as those established when the Commission first authorized the Company to provide regulated water service.

Pursuant to 4 CSR 240-3.050, the Commission's rule pertaining to rate increase requests made by qualifying small utilities, the Company is hereby requesting an increase of \$13,382.00 in its annual sewer system operating revenues and an increase of \$7,569.00 in its annual water system operating revenues. Based upon current customer numbers, these increases represent changes of approximately 39.3% in the Company's annual sewer system operating revenues and approximately 18.59% in the Company's annual water system operating revenues. The Company understands that the design of its customer rates, its service charges, its customer service practices, its general business practices and its general tariff provisions will also be reviewed during the Commission Staffs review of the rate increase request, and may thus be subject of Staff recommendations at the conclusion of the rate increase process.

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The specific reasons for the requested increases in the Company's annual operating revenues for sewer service include: increases in operation and maintenance expenses. The specific reasons for the requested increases in the Company's annual operating revenues for water service include: increases in operation and maintenance expenses and expenses incurred from meter installations.

Lastly, I wish to advise you that the Company has not currently been charged an annual assessment. The Company will pay any fees due during this small company rate increase procedure.

Thank you for your attention to this important matter. Please contact me at your convenience if you need additional information regarding this request.

Sincerely,



Dennis Kallash
Lincoln County Sewer and Water, LLC