BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Mid MO Sanitation LLC)		
for a Certificate of Convenience and)		
Necessity Authorizing it to Own,)		
Operate, Maintain, Control and Manage)	Case No.	
a Sewer System in Callaway County,)		
Missouri.)		
)		
)		

APPLICATION

COMES NOW Mid MO Sanitation LLC. (MID MO), pursuant to Sections 393.140, RSMo, 393.170, RSMo 2000, 4 CSR 240-2.060 and 4 CSR 240-3.305, and, for its Application states as follows to the Missouri Public Service Commission (Commission):

BACKGROUND

- 1. This Application is being filed by MID MO to obtain from the Commission a certificate of convenience and necessity to own, operate, maintain, control and manage a sewer system in Callaway County, Missouri.
- 2. MID MO is a Missouri limited liability company duly organized and existing under the laws of the State of Missouri with its principal office and place of business located at P.O. Box 6247, Fulton, MO 65251 (Pager # 573.274.8143). Attached hereto as **Appendix 1** is a Certificate of Good Standing issued by the Missouri Secretary of State related to MID MO. MID MO has no pending action or final unsatisfied judgments or decisions against it from any state or federal agency or court which involve customer service or rates having occurred within three years from the date of this Application. MID MO has no annual report or assessment fees which are currently overdue. MID MO's has experience operating a wastewater facility.

3. Communications respecting this Application should be addressed to the undersigned counsel and:

Mr. Bill Bright Mid MO Sanitation, LLC 1101 Sioux Drive Fulton, MO 65251 573.219.6173 (telephone)

CERTIFICATE

- 4. MID MO requests permission, approval and a Certificate of Convenience and Necessity to own, operate, maintain, control and manage a sewer system for the public in areas located in Callaway, Missouri, as set forth on the map attached to this Application as **Appendix**2. A legal description of the area to be certificated is attached hereto as **Appendix 3**.
- 5. This area encompasses two existing developments (Lake Breeze Estates and Lake Breeze Village Business Park) whose sewer system is not currently regulated by the Commission. No other sewer service is currently available in this area.
- 6. There are approximately thirty (30) residential connections and two (2) commercial connections currently being served by this sewer system. Attached hereto as

 Appendix 4 is a list of ten residents or landowners from the area for which a certificate is sought.
- 7. The subject sewer system has already been constructed and is in operation. Thus, the plans and specifications for the utility system and estimated cost of the construction of the utility system during the first three (3) years of construction are not provided herewith. The system is an engineered three-cell lagoon system designed by Marshall Engineering. It is a pressure system and is not gravity fed.

- 8. The system is currently owned by MID MO. No financing will be required at this time to acquire or construct the system.
- 9. Attached hereto as **Appendix 5** is a document containing proposed rates and an estimate of the number of customers, revenues and expenses during the next three (3) years of operation.
- 10. MID MO proposes to generally use the sample rules and regulations for pressurized sewer systems maintained by the Commission's Water and Sewer Department to govern its provision of sewer service to this area.
- 11. MID MO not aware of any franchise (either city or county) that would be required in order for it to provide service in this area. The issuance of an operating permit from the Missouri Department of Natural Resources (DNR) is subject to Commission certification. MID MO expects that its systems will meet all requirements of the DNR. MID MO is not aware of any other governmental approval that it must obtain.
- 12. The area MID MO proposes to certificate has a need for an operating sewer system and otherwise has no sewer service available. MID MO's experience in the operation of this sewer system gives it the ability to provide this service in an efficient manner. For these reasons, a grant of the application will further the public convenience and necessity.

WHEREFORE, MID MO requests the Commission grant it permission, approval and a Certificate of Convenience and Necessity authorizing it to own, operate, maintain, control and manage a sewer system for the public within the area referred to above, and to issue such other

orders as the Commission may deem appropriate.

Respectfully submitted,

Dean L. Cooper

Mo. Bar 36592

BRYDON, SWEARENGEN & ENGLAND P.C.

312 East Capitol Avenue

P.O. Box 456

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ATTORNEYS FOR MID MO SANITATION LLC

CERTIFICATE OF SERVICE

I do hereby certify that a true and correct copy of the foregoing document has been sent by electronic mail this 6^{th} day of March, 2009, to:

General Counsel's Office Missouri Public Service Commission General Counsel's Office gencounsel@psc.mo.gov

Office of the Public Counsel Attn: Christina Baker Office of the Public Counsel opcservice@ded.mo.gov christina.baker@ded.mo.gov

AFFIDAVIT

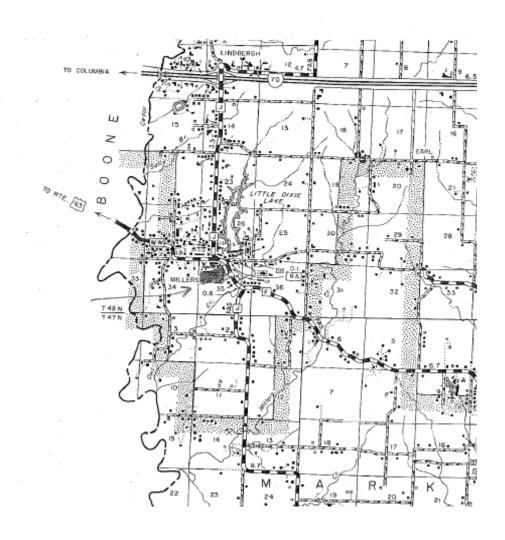
APPENDICES

Appendix 1	Certificate of Good Standing
Appendix 2	Map of Area

Appendix 3 Legal Description

Appendix 4 List of Ten Residents/Landowners

Appendix 5 Rates and Estimated Number of Customers, Revenues and Expenses



The following described real estate situated in Callaway County, Missouri, to-wit:

Lots One (1) through Thirty-two (32) excepting Lots One (1), Two (2), Twenty-two (22) and Thirty-two (32) of Lake Breeze Estates as shown by plat recorded in Plat Book 9, Page 63, Records of Callaway County, Missouri.

As well as the following described real estate also situated in Callaway County, Missouri,

to-wit:

Lot One (1), Lot Thirty-two (32), Lot Thirty-two-A (32A), and Lot Two (2), except the South Part of Lot Two (2) which lies South of and West of the Twenty Foot Easement crossing through the Platted Lot Two (2), being more particularly described as follows:

The south and west part of Lot 2, Lake Breeze Estates, Callaway County, Missouri, as shown in Plat Book 9, Page 63 of the Callaway County records, located in the north half of the northeast quarter of the northwest quarter of Section 35, T48N, R11W, Callaway County, Missouri, being more particularly described as follows:

Beginning at the southwest corner of said Lot 2, Lake Breeze Estates, being the northwest corner of Lot 32 of said subdivision, being the northwest corner of Lot 32C of a Replat of said Lot 32, recorded in Plat Book 9, Page 162, and being on a curve having a radius of 170.66 feet; thence, along the west line of said Lot 2 and said curve to the right, 98.72 feet (a chord N15° 016' -35"W 97.,34 feet) to the PT of said curve; then N1° -15' -40"E, along said west lot line, 122.20 feet to the west end of the centerline of a utility easement, 20 feet wide as shown on said subdivision of Lake Breeze Estates; then S89° -26' -00"E, along said easement centerline, 739.65 feet; thence S10° -31' -30"E, along said easement centerline, 219.55 feet to the northeast corner of said Lot 32, being the northeast corner of Lot 32A of said Replat; thence N89° - 26' -00"W, along the north line of said Lot 32 and the replat thereof, 756.75 feet to the point of beginning and containing 3.75 acres.

List of Ten Owners/Residents Within Area to Certificated:

All addresses Fulton, MO 65251

- 1) Stanley Adams, 1844 County Road 360, Lake Breeze Estates
- 2) Adventures in Learning Child Development, 1871 County Road 358
- 3) Robert Burch, 1841 County Road 360, Lake Breeze Estates
- 4) Dara Davis, 1830 County Road 360, Lake Breeze Estates
- 5) Jerry Hess, 1832 County Road 360, Lake Breeze Estates
- 6) Jesse Hutchison, 1837 County Road 360, Lake Breeze Estates
- 7) Kevin Macker, 1805 County Road 360, Lake Breeze Estates
- 8) Tom McNeill, 1819 County Road 360, Lake Breeze Estates
- 9) John Reynolds, 1824 County Road 360, Lake Breeze Estates
- 10) Kris Younger, 1827 County Road 360, Lake Breeze Estates

Rates

The following monthly sewer service charge will be in effect for Customers of Mid MO Sewer:

Flat Rate - \$78.73 per unit/per month

This rate does not include any municipal, state or federal taxes computed on either billing or consumption bases. Any such taxes applicable shall be added as separate items in rendering each bill.

The following additional schedule of service charges and fees will also apply:

Late Payment Fee – 5% of bill

Returned Check Fee - \$20.00

Transfer Fee - \$25.00 for change of customer accounts at same service location when no physical disconnection occurs

Disconnection Fee -- \$40.00

Reconnection Fee After Physical Disconnection during normal business hours -- \$40.00

Reconnection Fee After Physical Disconnection for times other than normal business hours -- \$80.00

Estimated Number of Customers = 28

APPENDIX 5, CONTINUED

Estimated Revenues and Expenses

Annual Cost of Service

Operation and Maintenance Costs	\$22,195.00
Depreciation	\$1,021.14
Income Taxes (*0.62)	\$1,287.56
Taxes Other Than Income Taxes	\$22.00
Revenue Credits (Estimate of Other Fees to Be	(\$150.00)
Received) (6 * \$25)	
Return on Net Rate Base at 10%	\$2,076.71
Total Cost of Service	\$26,452.41

Operation and Maintenance Costs

Class D Operator – Responsible for DMR's	\$8,000
and Cleaning /Inspections of UV Chamber and	
Aerators	
Bookkeeping Services	\$4,800
Office Supplies/ Postage	\$900
Pager	\$150
P.O. Box Rental	\$50
Tax Preparation	\$300
Liability Insurance	\$1,200
Annual Permit Fees	\$200
Testing of Samples	\$358
Mowing of Facilities (13 times @ \$85)	\$1,105
Electric Bill	\$1,800
General Maintenance – Motors/Starters	\$1,200
Repairs	
PSC Assessment (8.5%)	\$1,632
<u>Legal Fees - Annual</u>	<u>\$500</u>
Total Operation and Maintenance Costs	\$22,195

APPENDIX 5, CONTINUED

Rate Base

Computer Software – Quickbooks – 5 years	\$400
Cash Working Capital	\$3,000
Legal Expenses Associated with Obtaining	\$5,000
Certificate and Setting Up Utility – 20 years	
Installation of UV Disinfection System (Spring	\$12,353.24
2007) – 20 years	
Improve Cable System to Motors (Summer	<u>\$1,469.65</u>
<u>2006) – 20 years</u>	
Total Rate Base	\$22,222.89
Accumulated Depreciation	(\$1,455.77)
Net Rate Base	\$20,767.12