AGREEMENT FOR EXTENSION OF 150-DAY TARIFF FILING DEADLINE FOR SMALL COMPANY RATE INCREASE REQUESTS

KMB Utility Corporation

MO PSC Work L.D. Nos. QS-2005-0005 and QW-2005-0006

Background

KMB Utility Corporation (Company) initiated the small company rate increase requests for water and sewer service (Requests) that are the subject of the above-referenced Missouri Public Service Commission (Commission) tracking files by submitting a letter to the Secretary of the Commission. The Company submitted the letter that initiated the Requests under the provisions of Commission Rules 4 CSR 240-3.330, Sewer Utility Small Company Rate Increase Procedure and 4 CSR 240-3.635, Water Utility Small Company Rate Increase Procedure. The date that the Company's letter was received at the Commission's office was May 2, 2005¹. Under the provisions of the referenced rules, agreements regarding the disposition of the subject Requests were to be reached and tariff revisions consistent with the agreements were to be filed on or before September 29. The Company and Staff previously agreed to extend the September 29 deadline to November 14.

Reason for Extension

The Company installed new billing software and Staff required additional time to review the billing system, verification of the cost and to adjust the audit findings. In addition, the Staff will require time to discuss these changes with the Company, and to reach agreements with the Company (and possibly the Office of the Public Counsel) regarding the disposition of the Company's Requests.

Agreement for Extension

Based on the above, the Company and the Staff agree that the date by which agreements regarding the disposition of the Company's Requests are to be reached and the requisite tariff filings are to be made should be extended to December 14.

Dale W. Johansen

Manager – Water & Sewer Department

Missouri Public Service Commission Staff

Ann Rudy, Owne

KMB Utility Corporation

12/07/05 Date

12/1/05 Date

¹ Unless noted otherwise, all dates herein refer to the year 2005.