

Exhibit No.:  
Issues: Company Accounting Schedules and  
Minimum Filing Requirements  
Witness: Donald J. Petry  
Exhibit Type: First Supplement to Direct Testimony  
Sponsoring Party: Missouri-American Water Company  
Case No.: WR-2010-0131  
SR-2010-0135  
Date: December 17, 2009

**MISSOURI PUBLIC SERVICE COMMISSION**

**CASE NO. WR-2010-0131  
CASE NO. SR-2010-0135**

**FIRST SUPPLEMENT TO DIRECT TESTIMONY**

**OF**

**DONALD J. PETRY**

**ON BEHALF OF**

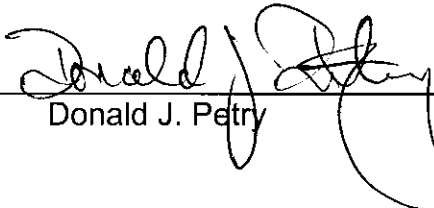
**MISSOURI-AMERICAN WATER COMPANY**

BEFORE THE PUBLIC SERVICE COMMISSION  
OF THE STATE OF MISSOURI

IN THE MATTER OF MISSOURI-AMERICAN ) WATER COMPANY FOR AUTHORITY TO ) FILE TARIFFS REFLECTING INCREASED ) RATES FOR WATER AND SEWER ) SERVICE )	CASE NO. WR-2010-0131 CASE NO. SR-2010-0135
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**AFFIDAVIT OF DONALD J. PETRY**

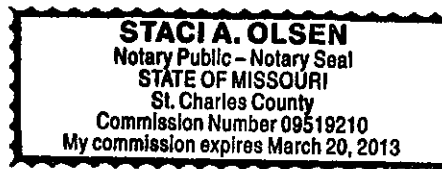
Donald J. Petry, being first duly sworn, deposes and says that he is the witness who sponsors the accompanying testimony entitled "First Supplement to Direct Testimony of Donald J. Petry"; that said testimony and schedules were prepared by him and/or under his direction and supervision; that if inquiries were made as to the facts in said testimony and schedules, he would respond as therein set forth; and that the aforesaid testimony and schedules are true and correct to the best of his knowledge.

  
\_\_\_\_\_  
Donald J. Petry

State of Missouri  
County of St. Louis  
SUBSCRIBED and sworn to  
Before me this 16<sup>th</sup> day of December 2009.

  
\_\_\_\_\_  
Notary Public

My commission expires:



**FIRST SUPPLEMENT TO DIRECT TESTIMONY**

**DONALD J. PETRY**

**I. WITNESS INTRODUCTION**

1 **Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.**

2 A. Donald J. Petry, 727 Craig Road, St. Louis, Missouri 63141.

3

4 **Q. ARE YOU THE SAME DONALD J. PETRY THAT PREVIOUSLY FILED**  
5 **DIRECT TESTIMONY IN THIS PROCEEDING?**

6 A. Yes, I am.

7

8 **Q. WHAT IS THE PURPOSE OF YOUR FIRST SUPPLEMENT TO DIRECT**  
9 **TESTIMONY IN THIS PROCEEDING?**

10 A. In my direct testimony, I sponsored the Company Accounting Schedules  
11 (“CAS”) and Minimum Filing Requirements (“MFR”). As a result of a  
12 revision to the cost of service allocation study detailed in First Supplement  
13 to Direct Testimony of Paul R. Herbert, I am revising portions of the  
14 Company Accounting Schedules and Minimum Filing Requirements. The  
15 revisions are submitted as Appendix ‘A’ (MFR) Item 1, p 2 of 2 Revised;  
16 Appendix ‘A’ (MFR) Item 4, p 6 of 13 Revised; Schedule CAS-13-SJO,  
17 Revised; and Schedule CAS-14-SJO, Revised.

18

19 **Q. WERE THESE SCHEDULES PREPARED BY YOU OR UNDER YOUR**  
20 **SUPERVISION?**

1 A. Yes, they were.

2

3 **Q. HAVE YOU READ THE FIRST SUPPLEMENT TO DIRECT TESTIMONY**  
4 **OF COMPANY WITNESS PAUL R. HERBERT?**

5 A. Yes, I have.

6

7 **Q. BRIEFLY DESCRIBE THE CHANGES TO THE SCHEDULES.**

8 A. These changes apply only to the St Joseph District. Appendix 'A' (MFR) Item  
9 1 p. 2 of 2, Revised, revises the Aggregate Annual Increase for the St.  
10 Joseph District; Appendix 'A' (MFR) Item 4 p. 6 of 13, Revised, revises the  
11 Average Increase By Customer Classification for the St. Joseph District;  
12 Schedule CAS-13-SJO Revised, and Schedule CAS-14-SJO Revised, revise  
13 the Test Year Operating Revenues at Present vs. Proposed Rates.

14

15 **Q. DOES THIS CONCLUDE YOUR TESTIMONY?**

16 A. Yes, it does.

## Appendix 'A' (MFR)

**Missouri-American Water Company**  
**For the Test Year Ended June 30, 2009**  
**Case No. WR-2010-0131**  
**Case No. SR-2010-0135**

**Item #1 - Aggregate Annual Increase**

**St Joseph District**

The aggregate annual increase over current revenues which the tariffs propose is \$5,256,087  
which is an overall increase to the customer of 26.19% on a Pro Forma Basis.

**St Louis Metro**

The aggregate annual increase over current revenues which the tariffs propose is \$35,600,426  
which is an overall increase to the customer of 22.52% on a Pro Forma Basis.

**Warren County Water**

The aggregate annual increase over current revenues which the tariffs propose is \$61,442  
which is an overall increase to the customer of 26.27% on a Pro Forma Basis.

**Warrensburg District**

The aggregate annual increase over current revenues which the tariffs propose is \$432,039  
which is an overall increase to the customer of 11.65% on a Pro Forma Basis.

**Parkville Sewer District**

The aggregate annual increase over current revenues which the tariffs propose is \$15,612  
which is an overall increase to the customer of 24.35% on a Pro Forma Basis.

**Warren County Sewer District**

The aggregate annual increase over current revenues which the tariffs propose is \$49,876  
which is an overall increase to the customer of 26.20% on a Pro Forma Basis.

**Cedar Hill Sewer District**

The aggregate annual increase over current revenues which the tariffs propose is \$78,182  
which is an overall increase to the customer of 26.18% on a Pro Forma Basis.

## Appendix 'A' (MFR)

**Missouri-American Water Company**  
**For the Test Year Ended June 30, 2009**  
**Case No. WR-2010-0131**  
**Case No. SR-2010-0135**

**Item #4 - Average Increase by Customer Classifications**

The average increase in dollars and the percentage over the current rate for all customer classifications based on 2007 projected sales are as follows:

**St Joseph District**

<u>Classification</u>	<u>Pro Forma Revenue at Current Rates</u>	<u>Pro Forma Revenue at New Rates</u>	<u>Dollar Increase</u>	<u>Percent Increase</u>
Residential	\$10,070,185	\$13,071,743	\$3,001,558	29.81%
Commercial	3,755,412	4,455,413	700,001	18.64%
Industrial	3,424,845	4,267,243	842,398	24.60%
Other Public Authority	670,067	816,659	146,592	21.88%
Other Water Utility	1,900,568	2,393,067	492,499	25.91%
Fire Protection	250,593	323,632	73,039	29.15%
Miscellaneous Sales	0	0	0	0.00%
<b>Total</b>	<b>\$20,071,670</b>	<b>\$25,327,757</b>	<b>\$5,256,087</b>	<b>26.19%</b>

**Test Year Operating Revenues at Present Rates vs Proposed Rates  
For the Test Year Ended June 30, 2009**

**Missouri Public Service Commission  
Company: Missouri-American Water Company**

**Case No. WR-2010-0131  
Schedule CAS-13-SJO**

**Revised  
Page 1 of 1**

**District: St. Joseph**

Line #	Class/ Description	Present Pro Forma Rates		Proposed Pro Forma Rates		Dollar Change	Percentage Change
		Sales ('000 Gal)	Total Revenue	Sales ('000 Gal)	Total Revenue		
1							
2	<b>Monthly Billing:</b>						
3							
4	Residential	1,672,406	\$10,070,185	1,672,406	\$13,071,743	\$3,001,558	29.81%
5	Commercial	864,913	3,755,412	864,913	4,455,413	700,001	18.64%
6	Industrial	2,042,813	3,424,845	2,042,813	4,267,243	842,398	24.60%
8	Other Public Authority	171,949	670,067	171,949	816,659	146,592	21.88%
9	Other Water Utilities	803,053	1,900,568	803,053	2,393,067	492,499	25.91%
10	Miscellaneous	0	0	0	0	0	0.00%
11	Private Fire	0	250,593	0	323,632	73,039	29.15%
12	Public Fire	0	0	0	0	0	0.00%
13	<b>Total</b>	<u>5,555,133</u>	<u>20,071,670</u>	<u>5,555,133</u>	<u>25,327,757</u>	<u>\$5,256,087</u>	<u>26.19%</u>
14							
15							
16	<b>Miscellaneous Revenues:</b>						
17							
18	Reconnect Charges		11,860		40,740	28,880	243.51%
19	Returned Check Charge		6,696		6,696	0	0.00%
20	Application Fee		0		31,235	31,235	0.00%
21	Miscellaneous Other Revenue		223,158		223,158	0	0.00%
22	Rents from Water Property		15,003		15,003	0	0.00%
23	Misc Sales		-		0	0	0.00%
24							
25			<u>\$20,328,387</u>		<u>\$25,644,589</u>	<u>5,316,202</u>	<u>26.15%</u>
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