

RATE INCREASE REQUEST LETTER – SEWER SERVICE

September 18, 2012

FILED

SEP 19 2012

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

**Missouri Public
Service Commission**

RE: Request for Increase in Annual Sewer System Operating Revenues
MO PSC Small Utility Rate Case Procedure

Dear Secretary:

Seges Partners Mobile Home Park LLC (the Company) holds a certificate(s) of public convenience and necessity granted by the Missouri Public Service Commission (the Commission), under which the Company provides sewer collection and treatment services in Callaway County, Missouri. The Commission first authorized the Company to provide regulated sewer utility service in January, 2010. The Company currently provides service to approximately 60 sewer customers within its certificated service area under the provisions of its Commission-approved tariffs. The Company's customer rates for sewer service are currently those established under tariff YS-2011-0442 in matter SR-2011-0133 effective April 1, 2011.

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 \$3,326.40 in its annual sewer system operating revenues. Based upon current customer rates and customer numbers, this increase represents a change of approximately 13% in the Company's annual sewer 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 Staff's review of the rate increase request, and may thus be the subject of Staff recommendations at the conclusion of the rate increase process.

The specific reasons for the requested increase in the Company's annual operating revenues include: increases in operation and maintenance expenses i.e. increase in supplier's charge (City of Holt's Summit) for both basic monthly connection fees and usage charges.

Furthermore, the Company requests a waiver of Commission Rule 4 CSR 240-4.020(2), requiring notice to be filed with the secretary of the Commission a minimum of sixty days prior to filing a small company rate case because the Company needs to have new rates take effect at the same time as the increase in the supplier charge and the Company cannot wait an additional sixty days to file.

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Lastly, I wish to advise you that the Company is current on the payment of its Commission annual assessments all past and current assessments have been paid in full and the filing of its Commission annual reports. Additionally, the Company will remain current on these items 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,

A handwritten signature in black ink that reads "J. Michael Otten". The signature is written in a cursive, flowing style.

J. Michael Otten
Partner

Copies: Jim Russo – Commission Staff
Christina Baker – Office of the Public Counsel