NOTICE RE: LOCAL PUBLIC HEARING

January 4, 2019

NOTICE OF LOCAL PUBLIC HEARING REGARDING PROPOSED RATE INCREASE

Pursuant to the Missouri Public Service Commission's (Commission) Staff Assisted Rate Case Procedures, the Commission will be holding a local public hearing regarding proposed changes to the customer rates and charges of S. K. & M. Water and Sewer Company (Company). The purpose of this local public hearing is to receive customer comments about the proposed changes to the Company's rates and charges, and to bring service-related problems to the Commission's attention.

The local public hearing will be held Thursday, January 17, 2019, at the American Legion – Colonnade Room, 98 Grand Avenue, Perryville, MO 63775. The night's activities will begin with an informal question-and-answer session starting at 6:00 p.m. – with the local public hearing beginning thereafter. The facility at which this local public hearing is being held meets the accessibility standards required by the Americans With Disabilities Act. Any person who needs additional accommodations to participate in the local public hearing should call the Commission's Hotline at 1-800-392-4211 (voice), or Relay Missouri at 711, no later than the end of business on January 11th.

As the Company notified you by a letter dated December 6th, 2018, it has filed a request to increase the annual operating revenues for both its water and sewer operations. In addition, the Company requested approval from the Commission to implement an *emergency* rate increase for both water and sewer service necessary to cover increases in expenses, unforeseen costs caused by past neglect to the system, and required investments to ensure safe and adequate service for its customers. This Commission has since granted the Company's request for emergency rates, effective December 10, 2018.

A table summarizing the Company's proposed revisions to its rates and charges, and including a monthly customer bill comparison for a residential customer using 4,000 gallons of water, is set out at the end of this notice.

Any customer that has questions about the local public hearing, that has comments about the Company's proposed revisions to its rates and charges, or that has comments regarding service-related problems should contact the Commission Staff and/or the OPC no later than the end of business on January 15th. To do so, please use the telephone numbers, fax numbers or e-mail addresses shown below, and please include a reference to Commission Case No. SR-2019-0157.

Public Service Commission

Phone: 800/392-4211

Fax: 573/751-1847 (Attn: Water/Sewer Dept.)

E-Mail: watersewercomments@psc.mo.gov

Office of the Public Counsel

Phone: 866/922-2959

Fax: 573/751-5562 (Attn: Water/Sewer Dept.)

E-Mail: mopco@ded.mo.gov

Lastly, please be advised that all currently available information regarding the Company's rate increase request may be obtained via the Public Service Commission's Website as follows, and please also note that this information will be updated as the case moves forward.

- * Go to http://www.psc.mo.gov
- * In the menu column on the right side of the page click on "Access EFIS".
- * Scroll down to "View Information on a Specific Case" and click on the "Docket Sheet" link.

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- * From the Docket Sheet page, enter SR-2019-0157 in the Case Number field and press the Enter key on your keyboard (this will bring up a page that contains all of the documents that have been filed in the case to date).
- * To view a particular document, click on the item number in the left column.
- * A second window will open. Click on the document link to view the document.

If you have any questions about this notice, or about anything else with which I may be of assistance, please feel free to contact me at 573-517-3097.

Sincerely,

Rodney LaRose and Susan LaRose

Owners

Company's Requested Regular Rate Increase:

Water	Current Rates	Proposed Rates	Proposed Amount of Rate Change
Monthly Minimum Charge 5/8" meter	\$6.55	\$15.72	\$9.17
Temporary Emergency Rate	\$11.55	Discontinued when new rates are set	n/a
Usage per 1,000 gallons	\$2.75	\$6.60	\$3.85
Total Monthly Bill*	\$29.10	\$42.12	\$13.02

^{*}Example for a customer using 4,000 gallons per month

Sewer	Current Rates	Proposed Rates	Proposed Amount of Rate Change
Monthly Minimum Charge Single Family Home	\$29.36	\$81.33	\$51.96
Temporary Emergency Rate	\$5.24	Discontinued when new rates are set	n/a
Total Monthly Bill	\$34.60	\$81.33	\$46.73