STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 2nd day of November, 2016.

In the Matter of the Application of a Rate)	
Increase for Raccoon Creek Utility Operating)	File No. SR-2016-0202
Company Inc.)	-

ORDER APPROVING STIPULATION AND AGREEMENT

Issue Date: November 2, 2016 Effective Date: November 12, 2016

On October 17, 2016, Raccoon Creek Utility Operating Company, Inc. (Raccoon Creek), the Staff of the Missouri Public Service Commission (Staff), and the Office of the Public Counsel filed a unanimous *Stipulation and Agreement* in this request for a small company rate increase. The stipulation and agreement constitutes a settlement of all issues relevant to the proposed rate increase submitted by Raccoon Creek.

Specifically, the parties set out the revenue requirement, how rates will be established, return on equity, and customer deposit parameters. The parties also agreed to adopt the *Partial Disposition Agreement* submitted by Raccoon Creek and Staff on August 30, 2016. Additionally, the parties agreed that a rate review would be undertaken within 12-18 months of the new rates becoming effective in order to review actual data. Further, the parties agreed to review usage data in the six months following the establishment of these rates in The Villages Subdivision to determine if the usage should be differentiated as an "apartment" class of customers. The parties also agreed to cooperate to have the new rates become effective by January 1, 2017.

Commission Rule 4 CSR 240-2.115(1)(B) provides that the Commission "may

resolve all or any part of a contested case on the basis of a stipulation and agreement."

After reviewing the stipulation and agreement, the Commission independently finds and

concludes that the stipulation and agreement is a reasonable resolution of the issues

and it should be approved.

In order to allow time for final tariff revisions reflecting the agreement to be filed

and approved prior to the rates becoming effective on or before January 1, 2017, the

Commission will make this order effective in ten days.

THE COMMISSION ORDERS THAT:

1. The unanimous Stipulation and Agreement filed on October 17, 2016,

which incorporates the Partial Disposition Agreement filed on August 30, 2016 between

the Staff of the Missouri Public Service Commission (Staff) and Raccoon Creek Utility

Operating Company, Inc., is approved as a resolution of the issues in this case.

2. Raccoon Creek Utility Operating Company, Inc., the Staff of the Missouri

Public Service Commission (Staff), and the Office of the Public Counsel shall comply

with the terms of the Stipulation and Agreement.

This order shall be effective on November 12, 2016.

BY THE COMMISSION

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Morris L. Woodruff

Secretary

Hall, Chm., Stoll, Kenney, Rupp, and Coleman, CC., concur.

Dippell, Regulatory Law Judge

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STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original on file in this office and I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson City, Missouri, this 2nd day of November 2016.

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Morris L. Woodruff

Secretary

MISSOURI PUBLIC SERVICE COMMISSION November 2, 2016

File/Case No. SR-2016-0202

Missouri Public Service Commission

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Enclosed find a certified copy of an Order or Notice issued in the above-referenced matter(s).

Sincerely,

Morris L. Woodruff Secretary

Recipients listed above with a valid e-mail address will receive electronic service. Recipients without a valid e-mail address will receive paper service.