

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of Missouri-American Water)	
Company for Approval to Change its Infrastructure)	<u>File No. WO-2011-0106</u>
System Replacement Surcharge (ISRS))	

STAFF RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission ("Staff"), by and through its attorney, and states, for its *Staff Recommendation*, to the Missouri Public Service Commission ("Commission") as follows.

1. On December 22, 2010, Missouri American Water Company filed with the Commission a *Petition to Changes its Infrastructure System Replacement Surcharge ("Petition")*.

2. On December 23, 2010, the Commission issued an Order Suspending Tariff, Directing Notice and Setting an Intervention Date of January 14, 2011.

3. On January 18, 2011, the Commission ordered Staff to file a report regarding its examination of the *Petition* by February 20, 2011. This pleading is meant to comply with the Commission's Order.

4. On February 4, 2011, the Utility Workers Union of American Local 335 filed a *Motion to File Application to Intervene Out of Time*.

5. Staff recommends that this *Petition* be approved with conditions as defined in Staff's Memorandum and attached Appendices A and B, attached and incorporated by reference herein.

WHEREFORE, the Staff respectfully submits this *Staff Recommendation* to the Commission for its information and consideration, and recommends that the *Petition* be approved with conditions as set out in the attached Memorandum and Appendices A and B.

Respectfully submitted,

/s/ Rachel M. Lewis

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed or hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record on this 18th day of February, 2011.

/s/ Rachel M. Lewis