# BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Application of	)	
Jefferson County, Missouri for Authority	)	Case No. SA-2012
To Sell the Utility Assets of Meramec	)	
Sewer Company	)	

# APPLICATION FOR SALE OF UTILITY ASSETS AND MOTION FOR EXPEDITED TREATMENT

COMES NOW Jefferson County, Missouri, pursuant to Section 393.190 RSMo. and Sections 4 CSR 240-2.060 and 4 CSR 240-3.310 of the Commission's Rules, and for its Application to Sell the Utility Assets of Meramec Sewer Company and its Motion for Expedited Treatment, respectfully states as follows:

- 1. Jefferson County ("Jefferson County" or "Applicant") is a Home Rule Charter County of the First Class located in Eastern Missouri with the County Seat located in Hillsboro, Missouri. Jefferson County is classified pursuant to Article VI, Section 8 of the Missouri Constitution and Section 48.020 RSMo. Relevant to this proceeding, the assets of Meramec Sewer Company ("Meramec") are entirely located within the boundaries of Jefferson County. (See, Meramec Tariff, P.S.C. Mo. No. 1, Sheet No. 2).
- 2. Applicant is not a utility provider and therefore does not have any pending action or final unsatisfied judgments or decisions against it from any state or federal agency or court which involve customer service or rates. Similarly, Applicant has no annual report or assessment fees that are overdue.

3. Correspondence or communications regarding this application, including service of all notices and orders of this Commission, should be addressed to:

> David L. Woodsmall (#40747) WOODSMALL LAW OFFICE **807 Winston Court** Jefferson City, Missouri 65101 Voice: (573) 797-0005

Fax: (573) 635-7523

E-mail: david.woodsmall@woodsmalllaw.com

and

Carl W. "Wes" Yates III (#43260) Jefferson County, Missouri -- County Counselor Department of the County Counselor Administration Center 729 Maple Street - P.O. Box 100 Hillsboro, MO 63050-0100 (636) 797-5072

Fax: (636) 797-5506 wyates@jeffcomo.org

- 4. Jefferson County bills resident land owners for certain school, county and state taxes. Currently, Meramec is delinquent in the payment of these taxes for the past 3 years. As reflected on Attachment 1, Meramec currently owes over \$72,000.00 in past due taxes to Jefferson County and the State of Missouri. In addition, this amount continues to accrue interest and past due penalties.
- 5. Section 140.150 RSMo. provides that the County may sell real estate for the purpose of discharging a lien resulting from delinquent and unpaid taxes. "All lands, lots, mineral rights, and royalty interests on which taxes or neighborhood improvement district special assessments are delinquent and unpaid are subject to sale to discharge the lien for the delinquent and unpaid taxes or unpaid special assessments as provided for in this chapter on the fourth Monday in August of each year."

- 6. Pursuant to this statutory section, Jefferson County was in the process of selling the lands of Meramec for the purpose of discharging its past Real Estate tax debt. At this point, Jefferson County was informed by the Commission that any sale of utility assets must be approved by the Commission pursuant to Section 393.190 RSMo.
- 7. That section, which appears to be directed solely at actions taken by the public utility and not at the actions of a federal, state or local taxing authority, states that "No . . . sewer corporation shall hereafter sell, assign, lease, transfer, mortgage or otherwise dispose of or encumber the whole or any part of its franchise, works or system, necessary or useful in the performance of its duties to the public . . . without having first secured from the commission an order authorizing it so to do." Nevertheless, to the extent that such approval is necessary, Jefferson County files this Application seeking Commission approval to sell the utility assets of Meramec at the Collector's Annual Tax Sale.
- As required by 4 CSR 240-3.310(1)(A), the property involved in this transaction includes all lands and lots, and any fixtures thereon, currently owned by Meramec.
- 9. Given that the sale has not yet occurred, the contract for the purchase of these assets is not available as required by 4 CSR 240-3.310(1)(B). Similarly, it is unknown at this time if the purchaser of the assets will be an entity that is subject to the jurisdiction of the Commission.
- 10. The proposed sale is not detrimental to the public interest in that the General Assembly has expressed a clear desire that all entities pay their lawful taxes. In furtherance of this goal, the General Assembly has taken certain steps, including the

enactment of the forced sale provisions contained in Section 140.150 RSMo, to ensure that such taxes are paid. Residents of Jefferson County rely upon the timely assessment and collection of taxes so that they may receive fire, ambulance, school, parks, libraries, road and bridges, and mental health services. Since the forced sale of the Meramec assets will assist Jefferson County in providing these services to all its residents, this transfer is not detrimental to the public interest.

- 11. Pursuant to 4 CSR 240-2.080(14), Jefferson County requests that the Commission act on this request in an expedited manner. Section 140.150 RSMo. provides that the sales of these assets must occur on the fourth Monday of August. As indicated, Jefferson County was in the process of exercising this right when it was notified that the Commission believed that it must approve the sale of these assets. In order to accommodate this belief, Jefferson County is filing this Application and seeking the Commission's approval. Nevertheless, Jefferson County asks that the Commission, to the extent deemed necessary, exercise its authority in an expedited fashion such that Jefferson County can still hold that sale by the statutory date of August 27. With this in mind, Jefferson County asks that the Commission take whatever steps necessary to approve this Application on or before August 1, 2012.
- 12. To the extent necessary, Jefferson County asks that the Commission waive the requirements of 4 CSR 240-4.020(2) requiring a sixty (60) day notice of the filing of a contested case. In furtherance of this waiver, Jefferson County points out that it is not a regulated entity and therefore not specifically subject to this rule provision. As a non-regulated entity, Jefferson County was not aware of the Commission's rule provision or that the Commission sought to assert authority over this forced sale. Furthermore, it is

unclear whether this matter will turn into a contested case. Finally, Jefferson County states that it has not had any ex parte communications with any Commissioner regarding the matters to be addressed by this case.

WHEREFORE, Jefferson County, Missouri, respectfully requests that the Commission act in an expeditious fashion and issue its Order granting this Application and for such other relief that the Commission deems necessary to effectuate the transactions contemplated by this Application.

Respectfully submitted,

David L. Woodsmall, MBE #40747

807 Winston Court

Jefferson City, Missouri 65101

(573) 797-0005

Facsimile: (573) 635-7523

david.woodsmall@woodsmalllaw.com

and

Carl W. "Wes" Yates III (#43260)

Jefferson County, Missouri -- County Counselor

Department of the County Counselor

Administration Center

729 Maple Street - P.O. Box 100

Hillsboro, MO 63050-0100

(636) 797-5072

Facsimile: (636) 797-5506 Facsimile

wyates@jeffcomo.org

ATTORNEYS FOR JEFFERSON COUNTY, MISSOURI

## CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I have this day served the foregoing pleading by email, facsimile or First Class United States Mail to the following parties of record as provided by the Secretary of the Commission.

Goldie Tompkins Staff Counsel's Office Missouri Public Service Commission P.O. Box 360 Jefferson City, MO 65102 Lewis R. Mills, Jr.
Office of the Public Counsel
P.O. Box 2230
200 Madison Street, Suite 650
Jefferson City, MO 65102

Meramec Sewer Company Department Legal P.O. Box 625 381 Green Jade Estates Drive Fenton, MO 63026

David L. Woodsmall

Quadrall

Dated: June 14, 2012

**AFFIDAVIT** 

STATE OF MISSOURI	)	
	)	SS.
COUNTY OF JEFFERSON	)	

I, Beth Mahn, being first duly sworn, state that I am the Collector of Revenue for Jefferson County, Missouri, that I am an authorized officer of Jefferson County, Missouri and that the above and foregoing information is true and accurate to the best of my knowledge, information and belief.

SUBSCRIBED AND SWORN to before me this \_\_Hth day of June, 2012

Serila C. Freenar Notary Public

My Appointment Expires:

September 15,2013



SITUS

PROPERTY DESCRIPTION

02-1.0-02.0-4-001-092. SHANGRI-LA ESTS 2 BDRY ADJ PT LOT 424A

> MERAMEC SEWER CO **PO BOX 625** FENTON, MO 63026

# 2009 REAL ESTATE COUNTY OF JEFFERSON

#### VALUATION

0 RESI 0 AGRI 252,100 COMM 252,100 TOTAL

TAX RATE 7.085200

STATE TAX	\$75.63
COUNTY TAX	\$42.10
HEALTH UNIT TAX	\$187.06
ROCK AMBULANCE	\$319.66
JEFFERSON COLLEGE	\$847.56
FOX SCHOOL	\$11,502.31
SALINE VALLEY FIRE	\$3,378.14
JC DEV DISABILITIES	\$234.20
PARK TAX	\$70.34
MERCHANT SUR TAX	\$605.04
MENTAL HEALTH TAX	\$234.20
LIBRARY / C1 & C6	\$437.39
<b>ROAD &amp; BRIDGE TAX</b>	\$533.19

TOTAL TAX 18,466.82 INTEREST / PENALTY 10,777.23 FFFS 56.00 AMOUNT PAID 0.00 TOTAL DUE IF PAID BY 29,300.05 06/30/2012

> KEEP THIS STATEMENT FOR YOUR RECORDS

**BETH MAHN COUNTY COLLECTOR** HILLSBORO, MO 63050

### NOTICE TO TAXPAYERS

You can now pay your taxes on-line at our web site

https://collector.jeffcomo.org

If you do not have Internet access, you can pay your taxes via IVR by calling 1-877-690-3729. You will be asked for your bill number, the amount due and the Jefferson County Jurisdiction Code, which is 3515.

On-line payments and IVR payments can be made with Visa, Master Card, American Express and Discover credit cards. For these payments, you will be charged a fee of 2.5% of the amount of your tax payment. Visa debit cards are accepted for a fee of \$3.95. You can also make your tax payments with e-check for a fee of \$1.50.

After authorization of your payment, you will be issued a confirmation number that you should keep for your records. A paid tax receipt will be mailed to you, as the confirmation number is not valid at the license office. If you receive any other message, please contact our office at 636-797-5406 to verify that your payment was processed correctly.

#### ALSO

You can now renew your license plates on-line at the Missouri Department of Revenue's Web site: plates.mo.gov

DO NOT SEND THE UPPER HALF OF THE BILL. RETURN ONLY THE LOWER STUB WITH PAYMENT.



02-1.0-02.0-4-001-092.

CHANGE OF ADDRESS

MERAMEC SEWER CO PO BOX 625 FENTON, MO 63026

MAKE CHECKS BETH MAHN DEPT OF THE PAYABLE TO:

COUNTY COLLECTOR

PO BOX 100 729 MAPLE STREET HILLSBORO, MO 63050

If delinquent taxes are due, the oldest year must be paid first. If not paying in a month specified please call for a corrected amount.

	OF 2009 PAID IN 2012
JAN	27,324.10
FEB	27,719.30
MAR	28,114.48
APR	28,509.68
MAY	28,904.87
JUN	29,300.05
JUL	29,695.25
AUG	30,090.44
SEP	30,485.62
OCT	30,485.62
NOV	30,485.62
DEC	30,485.62

	Taxes	Due				
Taxes Due by 06/30/2012						
YEAR	2011 TOTAL	\$	16,984.53			
YEAR	2010 TOTAL	\$	25,864.45			
YEAR	2009 TOTAL	\$	29,300.05			
	TOTAL DUE	\$	72,149.03			
	YEAR YEAR	Taxes Due by 06/30/2 YEAR 2011 TOTAL YEAR 2010 TOTAL YEAR 2009 TOTAL	Taxes Due Taxes Due by 06/30/2012  YEAR 2011 TOTAL \$ YEAR 2010 TOTAL \$ YEAR 2009 TOTAL \$ TOTAL DUE \$			

Tayes Due



PROPERTY DESCRIPTION

02-1.0-02.0-4-001-092. SHANGRI-LA ESTS 2 BDRY ADJ PT LOT 424A

> MERAMEC SEWER CO PO BOX 625 FENTON, MO 63026

# 2010 REAL ESTATE **COUNTY OF JEFFERSON**

#### VALUATION

0 RESI 0 AGRI 252,100 COMM 252,100 TOTAL

TAX RATE 7.135700

STATE TAX	\$75.63
COUNTY TAX	\$83.19
HEALTH UNIT TAX	\$187.06
ROCK AMBULANCE	\$343.11
JEFFERSON COLLEGE	\$847.56
FOX SCHOOL	\$11,564.08
SALINE VALLEY FIRE	\$3,378.14
JC DEV DISABILITIES	\$234.20
PARK TAX	\$70.34
MERCHANT SUR TAX	\$605.04
MENTAL HEALTH TAX	\$234.20
LIBRARY / C1 & C6	\$438.40
ROAD & BRIDGE TAX	\$533.19

TOTAL TAX 18,594.14 INTEREST / PENALTY 7,270.31 FFFS 0.00 AMOUNT PAID 0.00 TOTAL DUE IF PAID BY 25,864.45 06/30/2012

> KEEP THIS STATEMENT FOR YOUR RECORDS

**BETH MAHN** 

COUNTY COLLECTOR HILLSBORO, MO 63050

## **NOTICE TO TAXPAYERS**

You can now pay your taxes on-line at our web site https://collector.jeffcomo.org

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On-line payments and IVR payments can be made with Visa, Master Card, American Express and Discover credit cards. For these payments, you will be charged a fee of 2.5% of the amount of your tax payment. Visa debit cards are accepted for a fee of \$3.95. You can also make your tax payments with e-check for a fee of \$1.50.

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CHANGE OF ADDRESS

MERAMEC SEWER CO PO BOX 625 FENTON, MO 63026

PAYABLE TO:

MAKE CHECKS BETH MAHN DEPT OF THE

COUNTY COLLECTOR

PO BOX 100 729 MAPLE STREET HILLSBORO, MO 63050

If delinquent taxes are due, the oldest year must be paid first. If not paying in a month specified please call for a corrected amount.

	_
<b>经现代数据证明的</b> 人的复数形式起来的事情的	T OF 2010 PAID IN 2012
JAN	23,874.88
FEB	24,272.79
MAR	24,670.70
APR	25,068.62
MAY	25,466.54
JUN	25,864.45
JUL	26,262.36
AUG	26,660.28
SEP	27,058.19
OCT	27,058.19
NOV	27,058.19
DEC	27,058.19

	l axes Due					
	Taxes Due by 06/30/2012					
nie/byts 4	YEAR	2011 TOTAL	\$	16,984.53		
	YEAR	2010 TOTAL	\$	25,864.45		
	YEAR	2009 TOTAL	\$	29,300.05		
8		TOTAL DUE	\$	72,149.03		
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Tayes Due



SITUS

PROPERTY DESCRIPTION

02-1.0-02.0-4-001-092. SHANGRI-LA ESTS 2 BDRY ADJ PT LOT 424A

> MERAMEC SEWER CO PO BOX 625 FENTON, MO 63026

## 2011 REAL ESTATE COUNTY OF JEFFERSON

#### VALUATION

0 RESI 0 AGRI 191,800 COMM 191,800 TOTAL

TAX RATE 7.149300

STATE TAX	\$57.54
COUNTY TAX	\$63.29
HEALTH UNIT TAX	\$142.32
ROCK AMBULANCE	\$253.75
JEFFERSON COLLEGE	\$644.83
FOX SCHOOL	\$8,831.24
SALINE VALLEY FIRE	\$2,570.12
JC DEV DISABILITIES	\$178.18
PARK TAX	\$53.51
MERCHANT SUR TAX	\$460.32
MENTAL HEALTH TAX	\$178.18
LIBRARY / C1 & C6	\$333.73
ROAD & BRIDGE TAX	\$405.66

TOTAL TAX 14,172.67 INTEREST / PENALTY 2,811.86 FEES 0.00 AMOUNT PAID 0.00 TOTAL DUE IF PAID BY 16,984.53 06/30/2012

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**BETH MAHN** COUNTY COLLECTOR

HILLSBORO, MO 63050

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If delinquent taxes are due, the oldest year must be paid first. If not paying in a month specified please call for a corrected amount.

		· ano
Target Samuel		YEAR
0.745463616399453658964507656466	OF 2011 PAID IN 2012	YEAR
	10.2012	YEAR
JAN	15,468.05	
FEB	15,771.35	
MAR	16,074.64	
APR	16,377.93	
MAY	16,681.24	
JUN	16,984.53	
JUL	17,287.82	
AUG	17,591.12	
SEP	17,894.41	
OCT	17,894.41	
NOV	17,894.41	
DEC	17,894.41	

		Taxes	Due	
	Taxes Due by 06/30/2012			
i.f	YEAR	2011 TOTAL	\$	16,984.53
NO. OF TAXABLE PARTY	YEAR	2010 TOTAL	\$	25,864.45
	YEAR	2009 TOTAL	\$	29,300.05
		TOTAL DUE	\$	72,149.03