CEDAR HILL ESTATES WATER COMPANY

5108 Dulin Creek Rd. House Springs, MO 63051 (636) 671-3310

August 13, 2002

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Executive Secretary Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102

Records Public Service Commission

RE: Rate Increase

Dear Sir or Madame:

The Cedar Hill Water Company (Company) holds a certificate of public convenience and necessity whereby it provides water service in an area located in Jefferson County, Missouri.

Pursuant to 4 CSR 240-2.200, the Missouri Public Service Commission's <u>Small Company Rate Increase Procedure</u>, the undersigned hereby requests an increase in rates for its water service area.

The Company is applying for an annual increase for water service in the Cedar Hill Estates area in Jefferson County of \$27,615.

These additional annual revenues are necessary to meet current operating expenses and provide a return on investment. We also have a contract with an outside entity to paint and make necessary repairs to the standpipe.

The Company is advising you that it is current and will remain current on its PSC assessments. Also, the Company has filed its 2001 Annual Report for Water and Sewer Companies as required by the Commission.

If you need additional information, please feel free to contact me by telephone at the above number or (636) 671-0818.

Sincerely,

ann Rudy

President

KMB Utility Corp.

cc: Office of the Public Counsel - Ruth O'Neill