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Missouri Public Service Commission

RE: In the Matter of the Petition and Application of Missouri-American Water Company  
for Approval of an Infrastructure System Replacement Surcharge  
Case No. WO-2012-0401 (YW-2013-0126)

Enclosed for your review and approval is Missouri-American Water Company's Substitute Tariff Submission. This substitute tariff is being filed at the request of PSC Staff to correct the Rate I – Infrastructure System Replacement Surcharge (ISRS) with regard to the surcharge rate for Rate B Customers per 1000 Gallons.

Thank you for your attention to this matter.

Sincerely,

John J. Reichart  
Corporate Counsel – Missouri American Water

Missouri-American Water Company  
Name of Issuing Corporation

For

St Louis County Only  
Community, Town or City**Rate I – Infrastructure System Replacement Surcharge (ISRS)**

**DESCRIPTION:** Rate I is designed to recover the costs associated with the Company's eligible main, valve, and hydrant replacements, main relocations, and main cleaning and relining projects. This ISRS rate is calculated and implemented in accordance with the provisions of sections 393.1000 to 393.1006 RSMO. Any future changes to this rate will also be made in accordance with those provisions.

**APPLICABILITY:** This rate is applicable to any customer class who benefits from the subject utility plant projects eligible for ISRS recovery. The surcharge is calculated consistent with the customer class cost-of-service study recognized by the Missouri Commission in a Company's recent applicable general rate proceeding.

**RATE COMPONENTS:** In addition to the other charges provided for in the Company's tariffs, a separate charge for the ISRS will apply for service rendered on and after the effective date.

Surcharge Rate (1)

	<u>Rate per CCF</u>	<u>Rate per 1,000 Gallons</u>	
Rate A Customers	\$.0742	\$.0992	+
Rate B Customers	\$.0026	\$.0034	+
Rate J Customers	\$.0014	\$.0019	+

**RULES AND REGULATIONS:** The General Rules and Regulations set forth in this tariff shall govern the supply of service under this rate.

(1) Exclusive of every tax or payment imposed upon the Company by any political subdivision of the State of Missouri, for the right to do business in such political subdivision.

\* Indicates new rate or text

+ Indicates change

DATE OF ISSUE: September 12, 2012

DATE OF EFFECTIVE: October 12, 2012

ISSUED BY: Frank Kartmann, President  
727 Craig Road, St. Louis, MO 63141