

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

In the Matter of the Application of U.S.	)	
Water Company to Sells its Water System	)	<b><u>WM-2011-0030</u></b>
Located in Lafayette County to the City of	)	
Lexington, Missouri.	)	

**STATUS REPORT**

**COMES NOW** the Staff of the Missouri Public Service Commission (“Staff”), by and through its attorney, and submits to the Missouri Public Service Commission (“Commission”) its *Status Report* as follows:

1. On August 3, 2010, U.S. Water Company (“Company”) filed an *Application* with the Commission seeking approval to sell and transfer its water system assets located in Lafayette County, Missouri to the City of Lexington, Missouri.

2. On May 19, 2011, the Commission issued its *Order* directing Staff to file a status report by July 1, 2011.

3. This pleading is meant to apprise the Commission of the status of the Company’s sale of its assets to the City of Lexington.

4. Staff has received notice from the Company that the sale has not yet closed due to completion of certain plant upgrades required by the Missouri Department of Natural Resources, as the Staff has reported in previous status reports. Construction of the upgrades has been progressing, but presently is impeded by flooding of the Missouri River. Due to the delay in construction, the sale may not close until September or October of this year.

5. Staff requests leave to file a further status report regarding the sale of U.S. Water's water system to the City of Lexington, Missouri, no later than October 14, 2011.

**WHEREFORE**, Staff respectfully submits this *Status Report* for the Commission's information and consideration, and further requests leave to make a further filing on or before October 14, 2011, consistent with the above.

Respectfully submitted,

**/s/ Meghan E. McClowry**

Meghan E. McClowry  
Legal Counsel  
Missouri Bar No. 63070

Attorney for the Staff of the  
Missouri Public Service Commission  
P. O. Box 360  
Jefferson City, MO 65102  
(573) 751-6651 (Telephone)  
(573) 751-9285 (Fax)  
meghan.mcclowry@psc.mo.gov

#### **Certificate of Service**

I hereby certify that copies of the foregoing have been mailed, emailed, sent by facsimile or hand-delivered to all counsel of record this 1st day of July, 2011.

**/s/ Meghan E. McClowry**