OF THE STATE OF MISSOURI

In the Matter of Missouri-American Water)	
Company's Application for a Certificate of)	
Convenience and Necessity Authorizing It to)	Case No. WA-2008-0125
Install, Own, Acquire, Construct, Operate,)	Tariff No. YW-2008-0674
Control, Manage, and Maintain a Water)	
System in Jefferson County, Missouri.)	

ORDER APPROVING TARIFF IN COMPLIANCE WITH COMMISSION ORDER

Issue Date: May 19, 2008 Effective Date: May 20, 2008

On December 13, 2007, the Commission granted Missouri-American Water Company a certificate of convenience and necessity to provide water service to the Paradise Valley subdivision located in an unincorporated portion of Jefferson County, Missouri. As part of its order, the Commission directed Missouri-American to file new tariff sheets to include a map and written description of its revised service area. The Commission also directed Missouri-American to file tariff sheets incorporating an agreed upon surcharge and distribution system extension charge. Missouri-American issued tariff sheets including the map and written description of its revised service area on May 14, 2008, with a 30-day effective date of June 15. It did not, however, file tariff sheets to implement the surcharge and distribution system extension charge.

Staff filed its recommendation regarding Missouri-American's tariff on May 16.

Staff indicates that the tariff complies with the Commission's Order, and recommends the Commission approve the tariff on an expedited basis so that Missouri-American can

begin providing service to this subdivision. Staff does not recommend a specific effective date for the tariff, but indicates construction on the water system may soon be completed, with closing on the transfer of assets occurring as early as May 20. Public Counsel filed a response on May 16, indicating it does not object to Staff's recommendation

Staff also explained that Missouri-American did not file a tariff implementing the surcharge and distribution system extension charge because those charges are no longer necessary. Those charges would have been used to offset a portion of Missouri-American's capital costs to extend its water system to serve the Paradise Valley subdivision. Missouri-American has informed Staff that the Paradise Valley residents have secured other funds to pay for their share of those capital costs. As a result, Missouri-American does not intend to file tariff sheets to include those charges, and will not assess those charges to current or future Paradise Valley customers.

Based on Staff's recommendation, the Commission determines the submitted tariff complies with the Commission's Order. The Commission also finds good cause to approve the tariff to be effective in less than 30 days. Neither Staff nor Missouri-American has indicated a precise date when they want the tariff to become effective. Therefore, the Commission will approve the tariff to become effective on May 20, to allow Missouri-American to quickly begin providing service to its new customers.

IT IS ORDERED THAT:

1. The following tariff issued May 14, 2008, and assigned Tariff No. YW-2008-0674, is approved to become effective on May 20, 2008. The specific tariff sheets approved are:

P.S.C. Mo No. 6

Original Sheet No. CA 1.3 Original Sheet No. CA 1.3a

- 2. This order shall become effective on May 20, 2008.
- 3. This case shall be closed on May 21, 2008.

BY THE COMMISSION

Colleen M. Dale Secretary

(SEAL)

Morris L. Woodruff, Deputy Chief Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 19th day of May, 2008.