BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Petition of Missouri-American)
Water Company for Approval to Change its)
Infrastructure System Replacement Surcharge (ISRS))

<u>Case No. WO-2011-0106</u> Tariff No. YW-2011-0312

ORDER SUSPENDING TARIFF, DIRECTING NOTICE AND SETTING INTERVENTION DATE

Issue Date: December 23, 2010 Effective Date: December 23, 2010

On December 22, 2010, Missouri-American Water Company filed a petition with the Missouri Public Service Commission to change its Infrastructure System Replacement Surcharge ("ISRS") rate schedule to recover ISRS-eligible costs. Missouri-American's current ISRS rates were reset to zero as a result of the Commission's final order in the company's most recent rate case, File Number WR-2010-0131. The ISRS rates Missouri-American is proposing will produce ISRS revenues of \$4,349,656, an increase of 1.8% over the base revenue level approved by the Commission in the company's most recent rate case.

Along with its petition, Missouri-American filed a tariff to implement its ISRS rate adjustment. That tariff carries an effective date of January 21, 2011. Section 393.1006.2(3), RSMo Supp. 2009, requires the Commission to act on Missouri-American's application no later than 120 days after it was filed. Consequently, the Commission must issue a decision regarding Missouri-American's petition effective no later than April 21, 2011. The Commission will suspend Missouri-American's tariff to match that decision date.

The Commission will give notice of this application to the public and to others who may be interested. Although Missouri-American provides water service in several areas of the state, the company's ISRS applies only to St. Louis County. Therefore, the Commission will direct notice to the public in that county. The Commission will also set a date for the filing of intervention requests.

THE COMMISSION ORDERS THAT:

1. The tariff sheet filed by Missouri American Water Company on December 22, 2010, assigned tariff number YW-2011-0312, is suspended until April 21, 2011. The tariff sheet suspended is:

P.S.C. MO NO. 6

(11th Revised) Sheet No. RT 18.0, Cancelling (10th Revised) Sheet No. RT 18.0

- 2. The Data Center of the Missouri Public Service Commission shall mail a copy of this notice to the County Commission for St. Louis County. In addition, the Data Center shall mail a copy of this notice to each party in WR-2010-0131, Missouri-American's most recent general rate case.
- 3. The Information Office of the Missouri Public Service Commission shall make notice of this order available to the media serving St. Louis County and to the members of the General Assembly representing St. Louis County.
- 4. Any person wishing to intervene in this matter shall file an application to do so no later than January 14, 2011. Such application shall be filed with:

Secretary Missouri Public Service Commission Post Office Box 360 Jefferson City, Missouri 65102 5. This order shall become effective immediately upon issuance.

BY THE COMMISSION

Steven C. Reed Secretary

(SEAL)

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

Dated at Jefferson City, Missouri, on this 23rd day of December, 2010.