

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

In the Matter of the Petition of)
Missouri-American Water Company for) **File No. WO-2023-0008**
Approval to Change a Water and Sewer)
Infrastructure Rate Adjustment ("WSIRA"))

RESPONSE TO STAFF RECOMMENDATION

COMES NOW Missouri-American Water Company (“MAWC”) and as its *Response to Staff Recommendation* respectfully states as follows to the Missouri Public Service Commission (“Commission”):

1. On September 9, 2022, MAWC filed its *Petition to Change a Water and Sewer Infrastructure Rate Adjustment (WSIRA)* (“Petition”) pursuant to the provisions of the Missouri Water and Sewer Infrastructure Act, Sections 393.1500 and 393.1509, RSMo., and Commission Rule 20 CSR 4240-2.060(1). The WSIRA Petition was filed based the actual WSIRA eligible investment placed in service for the period May 1, 2022, to July 31, 2022, with estimated WSIRA costs for August 1, 2022, through October 31, 2022, also included. MAWC supplied the actual WSIRA investments for August 1, 2022, through October 31, 2022, during the course of this case.

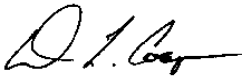
2. On December 8, 2022, the Staff of the Commission (“Staff”) filed its *Staff Recommendation* concerning the Petition.

3. MAWC has reviewed the *Staff Recommendation* and agrees with Staff’s recommended WSIRA revenues of \$11,548,088 from St. Louis County water customers, \$2,571,709 from All Other water customers, (\$1,077) from Arnold sewer customers, and \$6,786 from All Other sewer customers for a total in this filing of \$14,125,506.

4. Accordingly, attached as Appendix A and B are exemplar tariff sheets that MAWC would file and seek approval of as a result of the revenue requirements identified in the *Staff Recommendation*.

WHEREFORE, MAWC respectfully submits this *Response to Staff Recommendation* and requests that the Commission issue an order approving the WSIRA revenues for MAWC as described herein.

Respectfully submitted,



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ATTORNEYS FOR MISSOURI-AMERICAN WATER COMPANY

CERTIFICATE OF SERVICE

I hereby certify that a copy of the above and foregoing document was sent via electronic mail on this 14th day of December 2022, to all counsel of record.



Missouri-American Water Company
 Name of Issuing Corporation

For

St. Louis County
 Community, Town or City

Rate W			
Water & Sewer Infrastructure Replacement Surcharge (WSIRA)			
<p>DESCRIPTION - Rate W is designed to recover costs associated with the Company’s eligible infrastructure projects: 1) Replacement of or cleaning and relining of existing mains, hydrants, meters, service lines, laterals, sewer taps, curbstops and manholes, 2) Replacement of lead mains, goosenecks, lead service lines and associated valves and meters, 3) Replacement of booster station and lift station pumps, with equipment of similar capacity and operation, as well as related pipes, valves and meters, 4) Facilities relocations required due to construction or improvement of a highway, road, street, public way, or other public work by or on behalf of the United States, this state, a political subdivision of this state, or another entity having the power of eminent domain; provided that the costs related to such projects have not been reimbursed to the water or sewer corporation; 5) Replacement of water and wastewater treatment mechanical equipment with equipment of similar capacity and operation, including well and intake pumps, transfer pumps, high service or discharge pumps, and metering pumps, 6) Replacement of Supervisory Control and Data Acquisition Systems (SCADA) components necessary for the operation and monitoring of remote installations including radio and cellular communication equipment, and programmable logic controllers. The WSIRA rate is calculated and implemented in accordance with the provisions of sections 393.1500 to 393.1509 RSMO. Any future changes to this rate will also be made in accordance with those provisions.</p>			
<p>APPLICABILITY - This rate is applicable to any customer class who benefits from the subject utility plant projects eligible for WSIRA recovery. The surcharge is calculated consistent with the customer class cost-of-service study recognized by the Missouri Commission in the Company’s most recent general rate proceeding.</p>			
<p>RATE COMPONENTS - In addition to the other charges provided for in the Company’s tariffs, a separate charge for the WSIRA will apply for service rendered on and after the effective date.</p>			
<u>Customer Rate Class</u>	<u>Rate per 100 Gallons</u>	<u>Rate per 1,000 Gallons</u>	
Rate A	\$0.12883	\$1.28834	+
Rate B	\$0.04831	\$0.48311	+
Rate J	\$0.03436	\$0.34362	+
<p>RULES AND REGULATIONS – The General Rules and Regulations set forth in this tariff shall govern the supply of service under this rate.</p>			
<p>PAYMENT TERMS - All bills for service under this schedule will be rendered in arrears on a monthly or quarterly basis. The due date on the tariff shall be ten (10) days after the "date of rendition" of the bill to the customer. The customer's bill will be due and payable after this due date. The delinquent date printed on the bill will not be less than twenty-one (21) days after the date of the postmark of the bill. Any accounts remaining unpaid at the expiration of twenty-one (21) days shall be considered delinquent and the Company may take such action as specified in its filed rules and regulations.</p>			
<p>TAXES - These rates do not include any municipal, state or federal taxes computed on either billing or consumption basis. Any such taxes applicable shall be added as separate items in rendering each bill.</p>			

* Indicates new rate or text

+ Indicates change

Date of Issue: December XX, 2022 Effective Date: January XX, 2023

Issued By: Rich C. Svindland, President
727 Craig Road, St. Louis, MO 63141

Missouri-American Water Company
 Name of Issuing Corporation

For

All Missouri Service Areas Outside of St. Louis County
 Community, Town or City

Rate W			
Water & Sewer Infrastructure Replacement Surcharge (WSIRA)			
<p>DESCRIPTION - Rate W is designed to recover costs associated with the Company’s eligible infrastructure projects: 1) Replacement of or cleaning and relining of existing mains, hydrants, meters, service lines, laterals, sewer taps, curbstops and manholes, 2) Replacement of lead mains, goosenecks, lead service lines and associated valves and meters, 3) Replacement of booster station and lift station pumps, with equipment of similar capacity and operation, as well as related pipes, valves and meters, 4) Facilities relocations required due to construction or improvement of a highway, road, street, public way, or other public work by or on behalf of the United States, this state, a political subdivision of this state, or another entity having the power of eminent domain; provided that the costs related to such projects have not been reimbursed to the water or sewer corporation; 5) Replacement of water and wastewater treatment mechanical equipment with equipment of similar capacity and operation, including well and intake pumps, transfer pumps, high service or discharge pumps, and metering pumps, 6) Replacement of Supervisory Control and Data Acquisition Systems (SCADA) components necessary for the operation and monitoring of remote installations including radio and cellular communication equipment, and programmable logic controllers. The WSIRA rate is calculated and implemented in accordance with the provisions of sections 393.1500 to 393.1509 RSMO. Any future changes to this rate will also be made in accordance with those provisions.</p>			
<p>APPLICABILITY - This rate is applicable to any customer class who benefits from the subject utility plant projects eligible for WSIRA recovery. The surcharge is calculated consistent with the customer class cost-of-service study recognized by the Missouri Commission in the Company’s most recent general rate proceeding.</p>			
<p>RATE COMPONENTS - In addition to the other charges provided for in the Company’s tariffs, a separate charge for the WSIRA will apply for service rendered on and after the effective date.</p>			
<u>Customer Rate Class</u>	<u>Rate per 100 Gallons</u>	<u>Rate per 1,000 Gallons</u>	
Rate A	\$0.07184	\$0.71840	+
Rate B	\$0.02315	\$0.23149	+
Rate J	\$0.02509	\$0.25086	+
<p>RULES AND REGULATIONS – The General Rules and Regulations set forth in this tariff shall govern the supply of service under this rate.</p>			
<p>PAYMENT TERMS - All bills for service under this schedule will be rendered in arrears on a monthly or quarterly basis. The due date on the tariff shall be ten (10) days after the "date of rendition" of the bill to the customer. The customer's bill will be due and payable after this due date. The delinquent date printed on the bill will not be less than twenty-one (21) days after the date of the postmark of the bill. Any accounts remaining unpaid at the expiration of twenty-one (21) days shall be considered delinquent and the Company may take such action as specified in its filed rules and regulations.</p>			
<p>TAXES - These rates do not include any municipal, state or federal taxes computed on either billing or consumption basis. Any such taxes applicable shall be added as separate items in rendering each bill.</p>			

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Issued By: Rich C. Svindland, President
727 Craig Road, St. Louis, MO 63141

Missouri-American Water Company
Name of Issuing Corporation

For

City of Arnold and Surrounding Area
Community, Town or City

Rate W
Water & Sewer Infrastructure Replacement Surcharge (WSIRA)

DESCRIPTION - Rate W is designed to recover costs associated with the Company’s eligible infrastructure projects: 1) Replacement of or cleaning and relining of existing mains, hydrants, meters, service lines, laterals, sewer taps, curbstops and manholes, 2) Replacement of lead mains, goosenecks, lead service lines and associated valves and meters, 3) Replacement of booster station and lift station pumps, with equipment of similar capacity and operation, as well as related pipes, valves and meters, 4) Facilities relocations required due to construction or improvement of a highway, road, street, public way, or other public work by or on behalf of the United States, this state, a political subdivision of this state, or another entity having the power of eminent domain; provided that the costs related to such projects have not been reimbursed to the water or sewer corporation; 5) Replacement of water and wastewater treatment mechanical equipment with equipment of similar capacity and operation, including well and intake pumps, transfer pumps, high service or discharge pumps, and metering pumps, 6) Replacement of Supervisory Control and Data Acquisition Systems (SCADA) components necessary for the operation and monitoring of remote installations including radio and cellular communication equipment, and programmable logic controllers. The WSIRA rate is calculated and implemented in accordance with the provisions of sections 393.1500 to 393.1509 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 WSIRA recovery. The surcharge is calculated consistent with the customer class cost-of-service study recognized by the Missouri Commission in the Company’s most recent general rate proceeding.

RATE COMPONENTS - In addition to the other charges provided for in the Company’s tariffs, a separate charge for the WSIRA will apply for service rendered on and after the effective date. The WSIRA charge is calculated as a percentage of the customer’s total bill, prior to any taxes.

All Customers: 0.9198% of the total bill +

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

PAYMENT TERMS - All bills for service under this schedule will be rendered in arrears on a monthly or quarterly basis. The due date on the tariff shall be ten (10) days after the "date of rendition" of the bill to the customer. The customer's bill will be due and payable after this due date. The delinquent date printed on the bill will not be less than twenty-one (21) days after the date of the postmark of the bill. Any accounts remaining unpaid at the expiration of twenty-one (21) days shall be considered delinquent and the Company may take such action as specified in its filed rules and regulations.

TAXES - These rates do not include any municipal, state or federal taxes computed on either billing or consumption basis. Any such taxes applicable shall be added as separate items in rendering each bill.

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Date of Issue: December XX, 2022 Effective Date: January XX, 2023

Issued By: Rich C. Svindland, President
727 Craig Road, St. Louis, MO 63141

Missouri-American Water Company
Name of Issuing Corporation

For

All Missouri Service Areas Outside of City of Arnold
Community, Town or City

Rate W
Water & Sewer Infrastructure Replacement Surcharge (WSIRA)

DESCRIPTION - Rate W is designed to recover costs associated with the Company’s eligible infrastructure projects: 1) Replacement of or cleaning and relining of existing mains, hydrants, meters, service lines, laterals, sewer taps, curbstops and manholes, 2) Replacement of lead mains, goosenecks, lead service lines and associated valves and meters, 3) Replacement of booster station and lift station pumps, with equipment of similar capacity and operation, as well as related pipes, valves and meters, 4) Facilities relocations required due to construction or improvement of a highway, road, street, public way, or other public work by or on behalf of the United States, this state, a political subdivision of this state, or another entity having the power of eminent domain; provided that the costs related to such projects have not been reimbursed to the water or sewer corporation; 5) Replacement of water and wastewater treatment mechanical equipment with equipment of similar capacity and operation, including well and intake pumps, transfer pumps, high service or discharge pumps, and metering pumps, 6) Replacement of Supervisory Control and Data Acquisition Systems (SCADA) components necessary for the operation and monitoring of remote installations including radio and cellular communication equipment, and programmable logic controllers. The WSIRA rate is calculated and implemented in accordance with the provisions of sections 393.1500 to 393.1509 RSMO. Any future changes to this rate will also be made in accordance with those provisions.

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RATE COMPONENTS - In addition to the other charges provided for in the Company’s tariffs, a separate charge for the WSIRA will apply for service rendered on and after the effective date. The WSIRA charge is calculated as a percentage of the customer’s total bill, prior to any taxes.

All Customers: 6.2804% of the total bill +

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

PAYMENT TERMS - All bills for service under this schedule will be rendered in arrears on a monthly or quarterly basis. The due date on the tariff shall be ten (10) days after the "date of rendition" of the bill to the customer. The customer's bill will be due and payable after this due date. The delinquent date printed on the bill will not be less than twenty-one (21) days after the date of the postmark of the bill. Any accounts remaining unpaid at the expiration of twenty-one (21) days shall be considered delinquent and the Company may take such action as specified in its filed rules and regulations.

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