BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of the Tariff Filing of Aqua Missouri, Inc. to Implement a Rate Increase for Water Service Provided to Customers in its Missouri Service Areas.	))))	Case No. WR-2007-0020 Tariff No. JW-2007-0014

PRE-LOCAL PUBLIC HEARING INFORMATIONAL FILING REGARDING SMALL COMPANY RATE INCREASE REQUEST

COMES NOW the Staff of the Missouri Public Service Commission ("Staff"), by and through counsel, and for its Pre-Local Public Hearing Informational Filing Regarding Small Company Rate Increase Request ("Informational Filing") states the following to the Missouri Public Service Commission ("Commission").

1. On July 12, 2006 (unless noted otherwise, all dates herein refer to the year 2006), in accordance with Commission Rule 4 CSR 240-3.635, Aqua Missouri, Inc. ("Company") filed revised tariff sheets to implement the provisions of a *Company/Staff Agreement Regarding Disposition of Small Water Company Rate Increase Request* ("Company/Staff Agreement"), and the instant case was established.

2. On July 21, the Staff filed the above-referenced Company/Staff Agreement in this case. (Additional documents regarding the Company's rate increase request, including the Company's initial customer notice, have also been filed in the case papers, or were previously submitted to the EFIS tracking file for the request [QW-2005-0011]).

3. On August 11, the Commission issued its **Order Scheduling Local Public Hearing and Directing the Applicant to Send Notice**, pursuant to a request filed by the Office of the Public Counsel ("OPC"). In that order, the Commission established August 28 and August 30 as the dates

for local public hearings in this case and two other related cases, and directed the Company to send notice of the local public hearings to its customers.

4. Consistent with established internal operating procedures that apply to small company rate cases in which the Commission has scheduled a local public hearing, the Staff documents listed below are included in the document that is attached hereto and identified as Appendix A.

Summary of Company's Annual
Operating Revenues at Current Rates

Ratemaking Income Statement

Rate Design Worksheet

Summary of Company's Annual
Operating Revenues at Proposed Rates

Residential Customer Billing Comparison

Revenue Requirement Audit Workpapers

5. In addition to the documents included in Appendix A attached hereto, the Staff will also soon be filing the following documents: copies of the Company's notices to its customers regarding the rates that would result from the above-referenced Company/Staff Agreement ("second notices"); the Staff's summaries of the customers' responses to the second notices; copies of the customers' correspondence submitted to the Staff and/or the OPC in response to the second notices; and a summary of the Staff's investigations of any service-related matters raised by customers.

6. Lastly, the Staff states that the Commission does not need to act on the Company's pending revised tariff sheets until after the Staff files its formal recommendation regarding the Commission's approval of those sheets. Consistent with an order issued by the Commission on August 8, the Staff will file its recommendation regarding approval of the pending revised tariff sheets no later than September 13.

WHEREFORE, the Staff respectfully submits this Informational Filing for the Commission's information in this case.

Respectfully Submitted,

/s/ Keith R. Krueger
Keith R. Krueger
Deputy General Counsel
Missouri Bar No. 23857

Attorney for the Staff of the
Missouri Public Service Commission

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CERTIFICATE OF SERVICE

I hereby certify that copies of this Informational Filing have been mailed with first class postage, hand-delivered, transmitted by facsimile or transmitted via e-mail to all counsel and/or parties of record this 21st day of August 2006.

/s/ Keith R. Krueger

APPENDIX A

PRE-LOCAL PUBLIC HEARING
INFORMATIONAL FILING

CASE NO. WR-2007-0020

Note: To browse through this document by item, click on the "Bookmark" tab at the top of the menu bar to the left of the screen and then click on the item that you want to see.

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Summary of Company's Annual Operating Revenues at Current Rates

Aqua Missouri, Inc. - Cole & Petis County

Revenue Annualizations at Current Rates-Water

Annualized Customer Counts and Service Charge Revenues

Retail Metered Customers

Meter Size	Residential	Commercial	Total Meters	Rate *	Annual Revenue
5/8"	475	1	476	$ 2.95	$ 16,850
3/4"	0	0	0	$ 4.43	$ -
1"	1	0	1	$ 7.38	$ 89
1 1/2"	0	0	0	$ 14.77	$ -
2"	0	2	2	$ 23.63	$ 567
3"	0	1	1	$ 44.30	$ 532
Total	**476**	**4**	**480**		**$ 18,038**

*monthly service charge

Annualized Commodity Sales - Volumes and Revenues

sales shown in Mgallons

Meter Size	Residential	Commercial	Total Sales	Residential Rate	Commercial Rate	Annual Revenue
5/8"	25,361.5	11,079.8	36,441.3	$ 1.450	$ 2.31	$ 62,369
3/4"	-	-	-	$ 1.450	$ 2.31	$ -
1"	-	-	-	$ 1.450	$ 2.31	$ -
1 1/2"	-	-	-	$ 1.450	$ 2.31	$ -
2"	-	-	-	$ 1.450	$ 2.31	$ -
3"	-	-	-	$ 1.450	$ 2.31	$ -
Total	**25,361.5**	**11,079.8**	**36,441.3**			**$ 62,369**

Annualized Adjustment for Billing Adjustments for Over-Reads & Leaks	$ -
Net Annualized Commodity Revenues	**$ 62,369**
Calculated Annualized Commodity Sales	**19,862.6**

Other Operating Revenues

Bulk Water Sales	$ -
Sales to Other Public Authorities	$ -
Late Charge Fees	$ -
Turn-Off/Turn-On/Penalty Charges	$ -
Miscellaneous Service Revenues	$ 1,240
Rents from Water Property - Tower Rental	$ -
Non-utility Income Other	$ 900
Total Other Revenues	**$ 2,140**

Total Operating Revenues

Service Charges - Retail Customers	$ 18,038
Commodity Revenues - Retail Customers	$ 62,369
Sub-Total Tariffed Rate Revenues	**$ 80,406**
Other Operating Revenues	**$ 2,140**
Total Operating Revenues	**$ 82,546**

Ratemaking Income Statement

Aqua Missouri, Inc. - Cole & Petis County

Rate Making Income Statement-Water

	Operating Revenues at Current Rates		
1	Tariffed Rate Revenues *	$	80,406
2	Other Operating Revenues *	$	2,140
3	**Total Operating Revenues**	**$**	**82,546**
4	* See "Revenues - Current Rates" for Details		

	Cost of Service		
	Item		**Amount**
1	Water Treatment Expense-Chemicals	$	509
2	Purchased Power	$	6,988
3	Operations Supervision & Maintenance	$	-
4	Operation Labor & Expenses	$	32,159
5	Materials & Supplies	$	2,893
6	Outside Services Employed	$	6,084
7	Management Fees	$	7,506
8	Permit Fees	$	250
9	Administration & General - Salaries	$	8,143
10	Office Supplies	$	-
11	Customer Records & Collection Expense	$	1,913
12	Employee Pensions & Benefits	$	10,676
13	Regulatory Commission Expense	$	2,451
14	Vehicle Expense	$	4,993
15	Miscellaneous Expense- Equipment Rent	$	575
16	Miscellaneous Expense- Medical Insurance	$	2,788
17	Miscellaneous Expense- Vehicle Insurance	$	1,503
18	Miscellaneous Expense- Telephone	$	2,363
19	Miscellaneous Expense- Uncollectibles	$	1,322
20	Miscellaneous Expense- Building Rent	$	849
21	Miscellaneous General Expenses	$	4,859
22	**Sub-Total Operating Expenses**	**$**	**98,824**
23	Property Taxes	$	904
24	MO Franchise Taxes	$	-
25	Employer FICA Taxes	$	3,409
26	Federal Unemployment Taxes	$	-
27	State Unemployment Taxes	$	-
28	State & Federal Income Taxes	$	2,148
29	**Sub-Total Taxes**	**$**	**6,461**
30	Depreciation Expense	$	17,537
31	Amortization Expense	$	(9,022)
32	**Sub-Total Depreciation/Amortization**	**$**	**8,515**
33	**Return on Rate Base**	**$**	**14,087**
34	**Total Cost of Service**	**$**	**127,887**
35	**Overall Revenue Increase Needed**	**$**	**45,341**

Rate Design Worksheet

Aqua Missouri, Inc. - Cole & Petis County

Development of Tariffed Rates-Water

Agreement is to increase currently tariffed rates by a percentage equal to the agreed-upon overall revenue increase divided by the revenues generated by the currently tariffed rates.

Revenues Generated by Current Tariffed Rates	**$ 80,406**
Agreed-Upon Overall Revenue Increase	**$ 45,341**
Percentage Increase Needed	**56.390%**

Metered Customer Rates

Meter Size	Current Service Charge	Proposed Service Charge	Current Usage Rate	Proposed Usage Rate
5/8"	$ 2.95	$ 4.61	$ 1.450	$ 2.27
3/4"	$ 4.43	$ 6.93	$ 1.450	$ 2.27
1"	$ 7.38	$ 11.54	$ 1.450	$ 2.27
1 1/2"	$ 14.77	$ 23.10	$ 1.450	$ 2.27
2"	$ 23.63	$ 36.95	$ 1.450	$ 2.27
3"	$ 44.30	$ 69.28	$ 1.450	$ 2.27

Commercial

Meter Size	Current Usage Rate	Proposed Usage Rate
5/8"	$ 2.310	$ 3.61
3/4"	$ 2.310	$ 3.61
1"	$ 2.310	$ 3.61
1 1/2"	$ 2.310	$ 3.61
2"	$ 2.310	$ 3.61
3"	$ 2.310	$ 3.61

Summary of Company's Annual Operating Revenues at Proposed Rates

Aqua Missouri, Inc. - Cole & Petis County

Revenue Annualizations at Proposed Rates-Water

Annualized Customer Counts and Service Charge Revenues

Retail Metered Customers

Meter Size	Residential	Business	Total Meters	Rate *	Annual Revenue
5/8"	475	1	476	$ 4.61	$ 26,352
3/4"	0	0	0	$ 6.93	$ -
1"	1	0	1	$ 11.54	$ 138
1 1/2"	0	0	0	$ 23.10	$ -
2"	0	2	2	$ 36.95	$ 887
3"	0	1	1	$ 69.28	$ 831
Total	**476**	**4**	**480**		**$ 28,209**

monthly service charge

Annualized Commodity Sales - Volumes and Revenues

sales shown in Mgallons

Meter Size	Residential	Business	Total Sales	Residential Rate	Commercial Rate	Annual Revenue
5/8"	25,361.5	11,079.8	36,441.3	$ 2.268	$ 3.61	$ 97,538
3/4"	-	-	-	$ 2.268	$ 3.61	$ -
1"		-	-	$ 2.268	$ 3.61	$ -
1 1/2"		-	-	$ 2.268	$ 3.61	$ -
2"			-	$ 2.268	$ 3.61	$ -
3"		-	-	$ 2.268	$ 3.61	$ -
Total	**25,361.5**	**11,079.8**	**36,441.3**			**$ 97,538**

volumes adjusted as needed per net revenue annualization at current rates

Other Operating Revenues

Bulk Water Sales	
Sales to Other Public Authorities	
Late Charge Fees	
Turn-Off/Turn-On/Penalty Charges	
Miscellaneous Service Revenues	$ 1,240
Rents from Water Property - Tower Rental	
Non-utility Income Other	$ 900
Total Other Revenues	**$ 2,140**

Total Operating Revenues

Service Charges - Retail Customers	$ 28,209
Commodity Revenues - Retail Customers	$ 97,538
Sub-Total Tariffed Rate Revenues	**$ 125,747**
Other Operating Revenues	**$ 2,140**
Total Revenues at Proposed Rates	**$ 127,887**

Revenue Check - Proposed Rates vs. Current Rates

Total Revenues at Proposed Rates	$ 127,887
Total Revenues at Current Rates	$ 82,546
Increase In Revenues at Proposed Rates	$ 45,341
Agreed-Upon Increase in Operating Revenues	$ 45,341

Residential Customer Billing Comparison

Aqua Missouri, Inc. - Cole & Petis County

Residential Customer Bill Comparison-Water

Rates for 5/8" Meter			
Current Base Service Charge	Proposed Base Service Charge	Current Usage Rate	Proposed Usage Rate
$2.95	$4.61	$1.450	$2.268

current service charge is monthly charge

MONTHLY BILL COMPARISON

Current Rates	
Service Charge	$ 2.95
Usage Charge	$ 7.25
Total Bill	$ 10.20
Proposed Rates	
Service Charge	$ 4.61
Usage Charge	$ 11.34
Total Bill	$ 15.95
INCREASES	
Service Charge	
$ Increase	**$1.66**
% Increase	**56.39%**
Usage Charge	
$ Increase	**$4.09**
% Increase	**N/A**
Total Bill	
$ Increase	**$5.75**
% Increase	**56.39%**

Revenue Requirement Audit Workpapers

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Revenue Requirement

Line			7.92% Return
	(A)		(B)
1	Net Orig Cost Rate Base (Sch 2)	$	177,865
2	Rate of Return		7.92%
3	Net Operating Income Requirement	$	14,087
4	Net Income Available (Sch 8)	$	(29,319)
5	Additional NOIBT Needed	$	43,406
6	Income Tax Requirement (Sch 10)		
7	Required Current Income Tax	$	2,148
8	Test Year Current Income Tax	$	0
9	Additional Current Tax Required	$	2,148
10	Required Deferred ITC	$	0
11	Test Year Deferred ITC	$	0
12	Additional Deferred ITC Required	$	0
13	Total Additional Tax Required	$	2,148
14	Gross Revenue Requirement	$	45,554

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Rate Base

Line	Description		Amount
	(A)		(B)
1	Total Plant in Service (Sch 3)	$	534,799
	Subtract from Total Plant		
2	Depreciation Reserve (Sch 6)	$	113,647
3	Net Plant in Service	$	421,152
	Add to Net Plant in Service		
4	Cash Working Capital (Sch)	$	0
5	Materials and Supplies-Exempt		0
6	Prepaid Insurance		0
	Subtract from Net Plant		
7	Federal Tax Offset 0.0000 %	$	0
8	State Tax Offset 0.0000 %		0
9	City Tax Offset 0.0000 %		0
10	Interest Expense Offset 0.0000 %		0
11	Customer Advances for Construction		0
12	Contribution in Aid of Construction		274,347
13	CIAC Depreciation		(31,060)
14	Customer Deposits		0
15	Total Rate Base	$	177,865

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment		Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)		(F)
		Intangible Plant						
1	301.000	Organization	$ 3,517	$ 0	100.0000	$ 0	P-1	$ 3,517
2	302.000	Franchises	4,112	0	100.0000	0	P-2	4,112
3	303.000	Miscellenous Intangable Plant	0	0	100.0000	0	P-3	0
4		Total	$ 7,629	$ 0		$ 0		$ 7,629
		Source of Supply & Pumping Plant						
5	310.000	Land & Land Rights	$ 0	$ 0	100.0000	$ 0	P-4	$ 0
6	311.000	Structures & Improvements	0	0	100.0000	268	P-5	268
7	312.000	Collecting & Impounding Reservoirs	0	0	100.0000	0	P-6	0
8	313.000	Lake, River & Other Intakes	0	0	100.0000	0	P-7	0
9	314.000	Wells & Springs	20,946	0	100.0000	3,980	P-8	24,926
10	315.000	Infiltration Galleries & Tunnels	0	0	100.0000	0	P-9	0
11	316.000	Supply Mains	126	0	100.0000	0	P-10	126
12	325.000	Electric Pumping Equipment	46,427	0	100.0000	(8,034)	P-11	38,393
13	328.000	Other Pumping Equipment	0	0	100.0000	0	P-12	0
14		Total	$ 67,499	$ 0		$ (3,786)		$ 63,713
		Water Treatment Plant						
15	303.100	Land & Land Rights	$ 0	$ 0	100.0000	$ 0	P-13	$ 0
16	331.000	Structures & Improvements	1,826	0	100.0000	0	P-14	1,826
17	332.000	Water Treatment Equipment	2,970	0	100.0000	4,420	P-15	7,390
18		Total	$ 4,796	$ 0		$ 4,420		$ 9,216
		Transmission & Distribution Plant						
19	340.000	Land & Land Rights	$ 4,222	$ 0	100.0000	$ 0	P-16	$ 4,222
20	341.000	Structures & Improvements	2,957	0	100.0000	173	P-17	3,130
21	342.000	Distribution Reservoirs & Standpipe	135,296	0	100.0000	16,302	P-18	151,598
22	343.000	Transmission & Distribution Mains	251,829	0	100.0000	(17,556)	P-19	234,273
23	344.000	Fire Meters	0	0	100.0000	0	P-20	0
24	345.000	Services	14,845	0	100.0000	0	P-21	14,845
25	346.000	Meters	29,836	0	100.0000	(2,226)	P-22	27,610
26	347.000	Meter Installation	0	0	100.0000	0	P-23	0
27	348.000	Hydrants	9,826	0	100.0000	(3,405)	P-24	6,421
28	349.000	Other Plant & Miscellaneous Equip	0	0	100.0000	0	P-25	0
29		Total	$ 448,811	$ 0		$ (6,712)		$ 442,099

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment		Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)		(F)
		General Plant						
30	389.000	Land & Land Rights	$ 1,025	$ 0	100.0000	$ 0	P-26	$ 1,025
31	390.000	Structures & Improvements	0	0	100.0000	0	P-27	0
32	391.000	Office Furniture & Equipment	0	0	100.0000	0	P-28	0
33	392.000	Transportation Equipment	0	0	100.0000	7,010	P-29	7,010
34	393.000	Stores Equipment	0	0	100.0000	0	P-30	0
35	394.000	Tools, Shop & Garage Equipment	39	0	100.0000	3,002	P-31	3,041
36	395.000	Laboratory Equipment	770	0	100.0000	296	P-32	1,066
37	396.000	Power Operated Equipment	170	0	100.0000	(170)	P-33	0
38	397.000	Communication Equipment	0	0	100.0000	0	P-34	0
39	398.000	Miscellaneous Equipment	1,522	0	100.0000	(1,522)	P-35	0
40	399.000	Other Tangible Plant	0	0	100.0000	0	P-36	0
41		Total	$ 3,526	$ 0		$ 8,616		$ 12,142
42		Total Plant In Service	$ 532,261	$ 0		$ 2,538		$ 534,799

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Total Plant

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Structures & Improvements	P-5		$ 268
1.	To adjust plant in service to align with the Company's records. (Boateng)			$ 268
	Wells & Springs	P-8		$ 3,980
1.	To adjust test year level. (Boateng)			$ 3,980
	Electric Pumping Equipment	P-11		$ (8,034)
1.	To adjust test year level. (Boateng)			$ (8,034)
	Water Treatment Equipment	P-15		$ 4,420
1.	To adjust test year level. (Boateng)			$ 4,420
	Structures & Improvements	P-17		$ 173
1.	To adjust test year level. (Boateng)			$ 173

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Total Plant

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Distribution Reservoirs & Standpipe	P-18		$ 16,302
1.	To adjust test year level. (Boateng)			$ 16,302
	Transmission & Distribution Mains	P-19		$ (17,556)
1.	To adjust test year level. (Boateng)			$ (17,556)
	Meters	P-22		$ (2,226)
1.	To adjust test year level. (Boateng)			$ (2,226)
	Hydrants	P-24		$ (3,405)
1.	To account for additions to plant. (Boateng)			$ (3,405)
	Transportation Equipment	P-29		$ 7,010
1.	To adjust test year level. (Boateng)			$ 7,010

Aqua MO, Inc (JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Total Plant

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Tools, Shop & Garage Equipment	P-31		$ 3,002
1.	To adjust test year level to align with the Company's records. (Boateng)			$ 3,002
	Laboratory Equipment	P-32		$ 296
1.	To adjust test year level. (Boateng)			$ 296
	Power Operated Equipment	P-33		$ (170)
1.	To adjust test year level. (Boateng)			$ (170)
	Miscellaneous Equipment	P-35		$ (1,522)
1.	To adjust test year level. (Boateng)			$ (1,522)

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Depreciation Expense

Line No	Acct	Description		Adjusted Jurisdictional	Depreciation Rate		Depreciation Expense
		(A)		(B)	(C)		(D)
		Intangible Plant					
1	301.000	Organization	$	3,517	0.0000	$	0
2	302.000	Franchises		4,112	0.0000		0
3	303.000	Miscellenous Intangable Plant		0	0.0000		0
4		Total	$	7,629		$	0
		Source of Supply & Pumping Plant					
5	310.000	Land & Land Rights	$	0	0.0000	$	0
6	311.000	Structures & Improvements		268	2.5000		7
7	312.000	Collecting & Impounding Reservoirs		0	0.0000		0
8	313.000	Lake, River & Other Intakes		0	0.0000		0
9	314.000	Wells & Springs		24,926	2.0000		499
10	315.000	Infiltration Galleries & Tunnels		0	0.0000		0
11	316.000	Supply Mains		126	2.0000		3
12	325.000	Electric Pumping Equipment		38,393	10.0000		3,839
13	328.000	Other Pumping Equipment		0	0.0000		0
14		Total	$	63,713		$	4,348
		Water Treatment Plant					
15	303.100	Land & Land Rights	$	0	0.0000	$	0
16	331.000	Structures & Improvements		1,826	2.5000		46
17	332.000	Water Treatment Equipment		7,390	2.9000		214
18		Total	$	9,216		$	260
		Transmission & Distribution Plant					
19	340.000	Land & Land Rights	$	4,222	0.0000	$	0
20	341.000	Structures & Improvements		3,130	2.5000		78
21	342.000	Distribution Reservoirs & Standpipe		151,598	2.5000		3,790
22	343.000	Transmission & Distribution Mains		234,273	2.0000		4,685
23	344.000	Fire Meters		0	0.0000		0
24	345.000	Services		14,845	2.5000		371
25	346.000	Meters		27,610	10.0000		2,761
26	347.000	Meter Installation		0	0.0000		0
27	348.000	Hydrants		6,421	2.0000		128
28	349.000	Other Plant & Miscellaneous Equip		0	0.0000		0
29		Total	$	442,099		$	11,813

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
		(A)	(B)	(C)	(D)
	General	Plant			
30	389.000	Land & Land Rights	$ 1,025	0.0000	$ 0
31	390.000	Structures & Improvements	0	0.0000	0
32	391.000	Office Furniture & Equipment	0	0.0000	0
33	392.000	Transportation Equipment	7,010	13.0000	911
34	393.000	Stores Equipment	0	0.0000	0
35	394.000	Tools, Shop & Garage Equipment	3,041	5.0000	152
36	395.000	Laboratory Equipment	1,066	5.0000	53
37	396.000	Power Operated Equipment	0	6.7000	0
38	397.000	Communication Equipment	0	0.0000	0
39	398.000	Miscellaneous Equipment	0	5.0000	0
40	399.000	Other Tangible Plant	0	0.0000	0
41		Total	$ 12,142		$ 1,116
42		Total Depreciation Expense	$ 534,799		$ 17,537

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment		Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)		(F)
		Intangible Plant						
1	301.000	Organization	$ 0	$ 0	100.0000	$ 0	R-1	$ 0
2	302.000	Franchises	0	0	100.0000	0	R-2	0
3	303.000	Other Plant & Miscellaneous Equip	0	0	100.0000	0	R-3	0
4		Total	$ 0	$ 0		$ 0		$ 0
		Source of Supply & Pumping Plant						
5	310.000	Land & Land Rights	$ 0	$ 0	100.0000	$ 0	R-4	$ 0
6	311.000	Structures & Improvements	0	0	100.0000	28	R-5	28
7	312.000	Collecting & Impounding Reservoirs	0	0	100.0000	0	R-6	0
8	313.000	Lake, River & Other Intakes	0	0	100.0000	0	R-7	0
9	314.000	Wells & Springs	9,738	0	100.0000	(4,675)	R-8	5,063
10	315.000	Infiltration Galleries & Tunnels	0	0	100.0000	0	R-9	0
11	316.000	Supply Mains	29	0	100.0000	0	R-10	29
12	325.000	Electric Pumping Equipment	31,893	0	100.0000	(4,687)	R-11	27,206
13	328.000	Other Plant & Miscellaneous Equip	0	0	100.0000	0	R-12	0
14		Total	$ 41,660	$ 0		$ (9,334)		$ 32,326
		Water Treatment Plant						
15	303.100	Land & Land Rights	$ 0	$ 0	100.0000	$ 0	R-13	$ 0
16	331.000	Structures and Improvements	1,451	0	100.0000	(1,006)	R-14	445
17	332.000	Water Treatment Equipment	81	0	100.0000	716	R-15	797
18		Total	$ 1,532	$ 0		$ (290)		$ 1,242
		Transmission & Distribution Plant						
19	340.000	Land & Land Rights	$ 0	$ 0	100.0000	$ 0	R-16	$ 0
20	341.000	Structures and Improvements	534	0	100.0000	9	R-17	543
21	342.000	Distribution Reservoirs & Standpipe	37,594	0	100.0000	(5,432)	R-18	32,162
22	343.000	Transmission & Distribution Mains	44,700	0	100.0000	(18,900)	R-19	25,800
23	344.000	Fire Meters	0	0	100.0000	0	R-20	0
24	345.000	Services	10,197	0	100.0000	(4,759)	R-21	5,438
25	346.000	Meters	14,281	0	100.0000	(4,703)	R-22	9,578
26	347.000	Meter Installations	0	0	100.0000	0	R-23	0
27	348.000	Hydrants	3,674	0	100.0000	(1,568)	R-24	2,106
28	349.000	Other Plant & Miscellaneous Equip	0	0	100.0000	0	R-25	0
29		Total	$ 110,980	$ 0		$ (35,353)		$ 75,627

Aqua MO, Inc (JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment		Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)		(F)
		General Plant						
30	389.000	Land & Land Rights	$ 0	$ 0	100.0000	$ 0	R-26	$ 0
31	390.000	Structures & Improvements	0	0	100.0000	0	R-27	0
32	391.000	Office Furniture & Equipment	0	0	100.0000	0	R-28	0
33	392.000	Transportation Equipment	885	0	100.0000	2,988	R-29	3,873
34	393.000	Stores Equipment	0	0	100.0000	0	R-30	0
35	394.000	Tools, Shop & Garage Equipment	149	0	100.0000	83	R-31	232
36	395.000	Laboratory Equipment	341	0	100.0000	6	R-32	347
37	396.000	Power Operated Equipment	6	0	100.0000	(6)	R-33	0
38	397.000	Communication Equipment	0	0	100.0000	0	R-34	0
39	398.000	Miscellaneous Equipment	(7,782)	0	100.0000	7,782	R-35	0
40	399.000	Other Tangible Plant	0	0	100.0000	0	R-36	0
41		Total	$ (6,401)	$ 0		$ 10,853		$ 4,452
42		Total Depreciation Reserve	$ 147,771	$ 0		$ (34,124)		$ 113,647

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Cash Working Capital

Line No	Acct Description	Test Year Expenses	Revenue Lag	Expense Lag	Net Lag (C) - (D)	Factor (Col E/365)	CWC Req (B) x (F)
	(A)	(B)	(C)	(D)	(E)	(F)	(G)
	Operation and Maintenance Expense						
1	Cash Vouchers	$ 103,137	0.0000	0.0000	0.0000	0.000000	$ 0
2	Total Operation and Maintenance Expense	$ 103,137					$ 0
3	Total Taxes	$ 0					$ 0
4	Total Cash Working Capital Req						$ 0

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Depreciation Reserve

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Structures & Improvements	R-5		$ 28
1.	To adjust depreciation reserve. (Boateng)			$ 28
	Wells & Springs	R-8		$ (4,675)
1.	To adjust depreciation reserve. (Boateng)			$ (4,675)
	Electric Pumping Equipment	R-11		$ (4,687)
1.	To adjust depreciation reserve. (Boateng)			$ (4,687)
	Structures and Improvements	R-14		$ (1,006)
1.	To adjust depreciation reserve. (Boateng)			$ (1,006)
	Water Treatment Equipment	R-15		$ 716
1.	To adjust depreciation reserve. (Boateng)			$ 716
	Structures and Improvements	R-17		$ 9
1.	To adjust depreciation reserve. (Boateng)			$ 9

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Depreciation Reserve

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Distribution Reservoirs & Standpipe	R-18		$ (5,432)
	1. To adjust depreciation reserve. (Boateng)			$ (5,432)
	Transmission & Distribution Mains	R-19		$ (18,900)
	1. To adjust depreciation reserve. (Boateng)			$ (18,900)
	Services	R-21		$ (4,759)
	1. To adjust depreciation reserve. (Boateng)			$ (4,759)
	Meters	R-22		$ (4,703)
	1. To adjust depreciation reserve. (Boateng)			$ (4,703)
	Hydrants	R-24		$ (1,568)
	1. To adjust depreciation reserve. (Boateng)			$ (1,568)
	Transportation Equipment	R-29		$ 2,988
	1. To adjust depreciation reserve. (Boateng)			$ 2,988

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Depreciation Reserve

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
	Tools, Shop & Garage Equipment R-31		$ 83
1.	To adjust depreciation reserve to align with the Company's records. (Boateng)		$ 83
	Laboratory Equipment R-32		$ 6
1.	To adjust depreciation reserve. (Boateng)		$ 6
	Power Operated Equipment R-33		$ (6)
1.	To adjust test year depreciation reserve. (Boateng)		$ (6)
	Miscellaneous Equipment R-35		$ 7,782
1.	To adjust depreciation reserve. (Boateng)		$ 7,782

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Income Statement

Line No	Acct	Description		Total Company		Total Co Adjustment	Alloc Factor		Jurisdictional Adjustment			Adjusted Jurisdictional
		(A)		(B)		(C)	(D)		(E)			(F)
		Operating Revenues										
1	461.100	Metered Sales to Residential	$	46,808	$	0	100.0000	$	6,869	S-5	$	53,677
2	461.200	Metered Sales to Commercial		27,716		0	100.0000		(1,200)	S-6		26,516
3	471.000	Miscellaneous Service Revenues		1,240		0	100.0000		0	S-11		1,240
4	475.000	Nonutility Income Other		900		0	100.0000		0	S-13		900
5		Total	$	76,664	$	0		$	5,669		$	82,333
		Operation & Maintenance Expense										
6	622.000	Purchase Power	$	6,532	$	0	100.0000	$	456	S-16	$	6,988
7	630.000	Operation Labor and Expenses		12,766		0	100.0000		19,393	S-19		32,159
8	631.000	Chemicals		804		0	100.0000		(295)	S-20		509
9	635.100	Misc. Expense - Equipment Rent		415		0	100.0000		160	S-21		575
10	902.000	Customer Account - Labor		1,901		0	100.0000		12	S-26		1,913
11	920.000	Administrative and General Salaries		7,691		0	100.0000		452	S-28		8,143
12	921.000	Medical Insurance		3,834		0	100.0000		(1,046)	S-29		2,788
13	921.100	Management Fees		22,977		0	100.0000		(15,471)	S-30		7,506
14	923.000	Outside Services Employed		6,084		0	100.0000		0	S-31		6,084
15	930.100	Employee Pensions & Benefits		10,647		0	100.0000		29	S-32		10,676
16	930.155	Misc. Vehicle Insurance		1,503		0	100.0000		0	S-34		1,503
17	930.200	Misc. General Expense		3,408		0	100.0000		1,451	S-35		4,859
18	930.300	Misc. Expense-MO DNR		250		0	100.0000		0	S-36		250
19	928.000	Misc. Expense-Regulatory Comm. Exp.		394		0	100.0000		2,057	S-37		2,451
20	930.320	Misc. Expense-Property Taxes		1,103		0	100.0000		(199)	S-38		904
21	930.500	Misc. Expense-Payroll Taxes		2,133		0	100.0000		1,276	S-40		3,409
22	930.700	Misc. Expenses-Telephone		2,006		0	100.0000		357	S-41		2,363
23	930.800	Misc. Expense-Uncollectibles		1,247		0	100.0000		75	S-42		1,322
24	930.900	Misc. Expense-Building Rent		788		0	100.0000		61	S-43		849
25	933.000	Vehicle Expense		2,382		0	100.0000		2,611	S-44		4,993
26	903.000	Materials & Supplies		1,290		0	100.0000		1,603	S-46		2,893
27		Total	$	90,155	$	0		$	12,982		$	103,137
		Depreciation Expense										
28		Depreciation Expense	$	0	$	0	100.0000	$	17,537	S-50	$	17,537
29		Amortization Expenses		0		0	100.0000		(9,022)	S-60		(9,022)
30		Total	$	0	$	0		$	8,515		$	8,515

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment		Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)		(F)
31		Other Operating Expenses	$ 0	$ 0		$ 0		$ 0
32		Total Operating Expenses	$ 90,155	$ 0		$ 21,497		$ 111,652
33		Net Income Before Taxes	$ (13,491)	$ 0		$ (15,828)		$ (29,319)
		Current Income Taxes						
34		Current Income Taxes	$ 0	$ 0	100.0000	$ 0	S-51	$ 0
35		Total	$ 0	$ 0		$ 0		$ 0
		Deferred Income Taxes						
36		Deferred Income Taxes	$ 0	$ 0	100.0000	$ 0	S-52	$ 0
37		Total	$ 0	$ 0		$ 0		$ 0
38		Total Income Taxes	$ 0	$ 0		$ 0		$ 0
39		Net Operating Income	$ (13,491)	$ 0		$ (15,828)		$ (29,319)

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Income Statement

Adj No . Description		Total Co Adjustment	Mo Juris Adjustment
Metered Sales to Residential	S-5		$ 6,869
1. To adjust test year revenue to reflect Staff's annualized level. (Harrison)			$ 6,869
Metered Sales to Commercial	S-6		$ (1,200)
1. To adjust test year revenue to reflect Staff's annualized level. (Harrison)			$ (1,200)
Purchase Power	S-16		$ 456
1. To adjust test year to reflect Staff's annualized level. (McMellen)			$ 456
Operation Labor and Expenses	S-19		$ 19,393
1. To adjust test year expense to reflect Staff's annualized level. (Harrison)			$ 19,393
Chemicals	S-20		$ (295)
1. To adjust test year to reflect Staff's annualized level. (McMellen)			$ (295)

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Income Statement

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Misc. Expense - Equipment Rent	S-21		$ 160
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 160
	Customer Account - Labor	S-26		$ 12
	1. To normalize test year expense. (Harrison)			$ 12
	Administrative and General Salaries	S-28		$ 452
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 452
	Medical Insurance	S-29		$ (1,046)
	1. To adjust test year insurance to reflect Staff's annualized level. (Harrison)			$ (1,046)
	Management Fees	S-30		$ (15,471)
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ (15,471)

Aqua MO, Inc (JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Income Statement

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Employee Pensions & Benefits	S-32		$ 29
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 29
	Misc. General Expense	S-35		$ 1,451
	1. To adjust test year to reflect Staff's anualized level. (Harrison)			$ 1,451
	Misc. Expense-Regulatory Comm. Exp.	S-37		$ 2,057
	1. To adjust test year expense to reflect Staff's annualization of the PSC assessment associated with the water operations. (Harrison)			$ (44)
	2. To annualize rate case expense allowed in this case. (Boateng)			$ 2,101
	Misc. Expense-Property Taxes	S-38		$ (199)
	1. To adjust test year to reflect Staff's annualized level. (McMellen)			$ (199)
	Misc. Expense-Payroll Taxes	S-40		$ 1,276
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 1,276

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Adjustments to Income Statement

Adj No	Description		Total Co Adjustment	Mo Juris Adjustment
	Misc. Expenses-Telephone	S-41		$ 357
	1. To normalize test year level. (Harrison)			$ 357
	Misc. Expense-Uncollectibles	S-42		$ 75
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 75
	Misc. Expense-Building Rent	S-43		$ 61
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 61
	Vehicle Expense	S-44		$ 2,611
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 2,611
	Materials & Supplies	S-46		$ 1,603
	1. To adjust test year to reflect Staff's annualized level. (Harrison)			$ 1,603
	Amortization Expenses	S-60		$ (9,022)
	1. To adjust test year amortization expense. (Boateng)			$ (9,022)

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Income Tax

Line	(A)	Test Year (B)	7.92% Return
1	Net Income Before Taxes (Sch 8)	$ (29,319)	$ 16,235
	Add to Net Income Before Taxes		
2	Book Depreciation Expense	$ 8,515	$ 8,515
3	Total	$ 8,515	$ 8,515
	Subtr from Net Income Before Taxes		
4	Interest Expense 3.0700 %	$ 5,460	$ 5,460
5	Book Depreciation	8,515	8,515
6	Total	$ 13,975	$ 13,975
7	Net Taxable Income	$ (34,779)	$ 10,775
	Provision for Federal Income Tax		
8	Net Taxable Income	$ (34,779)	$ 10,775
9	Deduct Missouri Income Tax 100.0 %	$ 0	$ 626
10	Deduct City Income Tax	0	0
11	Federal Taxable Income	(34,779)	10,149
12	Total Federal Tax	$ 0	$ 1,522
	Provision for Missouri Income Tax		
13	Net Taxable Income	$ (34,779)	$ 10,775
14	Deduct Federal Income Tax 50.0 %	$ 0	$ 761
15	Deduct City Income Tax	0	0
16	Missouri Taxable Income	(34,779)	10,014
17	Total Missouri Tax	$ 0	$ 626

Aqua MO,Inc(JC/MW)
Case: QW-05-011A
Year ending Mar.31, 2005

Income Tax

Line		Test Year	7.92% Return
	(A)	(B)	
	Provision for City Income Tax		
18	Net Taxable Income	$ (34,779)	$ 10,775
19	Deduct Federal Income Tax	$ 0	$ 1,522
20	Deduct Missouri Income Tax	0	626
21	City Taxable Income	(34,779)	8,627
22	Total City Tax	$ 0	$ 0
	Summary of Provision for Income Tax		
23	Federal Income Tax	$ 0	$ 1,522
24	Missouri Income Tax	0	626
25	City Income Tax	0	0
26	Total	$ 0	$ 2,148
	Deferred Income Taxes		
27	Deferred Investment Tax Credit	$ 0	$ 0
28	Deferred Repair Allowance	0	0
29	Deferred Tax Depreciation	0	0
30	Amort of Deferred Tax Depreciation	0	0
31	Amort of Repair Allowance	0	0
32	Amort of Deferred ITC	0	0
33	Deferred Unbilled	0	0
34	Total	$ 0	$ 0
35	Total Income Tax	$ 0	$ 2,148