BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

| In the Matter of Missouri-American Water |) | |
|--|---|-----------------------|
| Company's Request for Authority to Implement |) | File No. WR-2011-0337 |
| a General Rate Increase for Water and Sewer |) | |
| Service Provided in Missouri Service Areas. |) | |

THE OFFICE OF THE PUBLIC COUNSEL'S RESPONSE TO STAFF'S RECOMMENDATION

COMES NOW the Office of the Public Counsel (Public Counsel) and for its Response to Staff's Recommendation states as follows:

- 1. On March 5, 2014, Missouri-American Water Company (MAWC) filed a motion with the Missouri Public Service Commission (Commission) seeking a waiver from its obligations to fulfill its reporting requirements for the period of May 2013 to June 2014 as agreed to in the Non-Unanimous Stipulation and Agreement in the above stated case.
- 2. On March 20, 2014, the Staff of the Missouri Public Service Commission (Staff) filed its Recommendation regarding MAWC's request. In its Recommendation, Staff recommends that the Commission deny MAWC's request for this waiver.
- 3. Staff notes that the Commission has already granted one variance with regard to these reporting requirements for the period of May 2013. However, Staff states that MAWC has failed to comply with the reporting requirements since the May 2013 variance was granted. Staff also states that MAWC has not given an explanation for the inability to provide this data apart from ambiguous statements regarding its Business Transformation system conversion.
- 4. Public Counsel now states that it supports Staff's recommendation that the Commission deny MAWC's request for this waiver. Public Counsel recently filed a complaint against

MAWC specifically pointing out billing problems MAWC customers throughout Missouri have

been facing, most likely as connected to the Business Transformation system conversion.

5. Staff recently filed a report in that complaint case noting very troubling findings

regarding MAWC's billing practices and possible Commission Rule violations. A procedural

conference is scheduled for April 2, 2014.

It is unjust and unreasonable to grant MAWC a waiver so that it may continue to not

meet its obligations under the Non-Unanimous Stipulation and Agreement while investigation

has revealed grave concerns regarding MAWC's billing practices. Therefore, Public Counsel

supports Staff's Recommendation, asks that the Commission deny MAWC's request for this

waiver, and asks the Commission to continue to review MAWC's billing practices through the

complaint case process.

6.

WHEREFORE, Public Counsel respectfully submits its Response.

Respectfully submitted,

OFFICE OF THE PUBLIC COUNSEL

/s/ Christina L. Baker

By:_____

Christina L. Baker (#58303) Deputy Public Counsel

P O Box 2230

Jefferson City, MO 65102

(573) 751-5565

(573) 751-5562 FAX

christina.baker@ded.mo.gov

2

CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed, emailed or hand-delivered to the following this 21st day of March 2014:

Missouri Public Service Commission

Office General Counsel 200 Madison Street, Suite 800 P.O. Box 360 Jefferson City, MO 65102 staffcounselservice@psc.mo.gov

Missouri-American Water Company

W R England 312 East Capitol Avenue P.O. Box 456 Jefferson City, MO 65102 trip@brydonlaw.com

Public Water Supply District No. 1 of Andrew County

James M Fischer 101 Madison Street, Suite 400 Jefferson City, MO 35101 jfischerpc@aol.com

Public Water Supply District No. 2 of Andrew County

James M Fischer 101 Madison Street, Suite 400 Jefferson City, MO 35101 jfischerpc@aol.com

Triumph Foods, LLC

Lisa A Gilbreath 4520 Main, Suite 1100 Kansas City, MO 64111 lisa.gilbreath@dentons.com

Missouri-American Water Company

Dean L Cooper 312 East Capitol P.O. Box 456 Jefferson City, MO 65102 dcooper@brydonlaw.com

Missouri-American Water Company

Timothy W Luft 727 Craig Road St. Louis, MO 63141 Timothy.Luft@amwater.com

Public Water Supply District No. 1 of Andrew County

Larry W Dority 101 Madison, Suite 400 Jefferson City, MO 65101 lwdority@sprintmail.com

Public Water Supply District No. 2 of Andrew County

Larry W Dority 101 Madison, Suite 400 Jefferson City, MO 65101 lwdority@sprintmail.com

Triumph Foods, LLC

Karl Zobrist 4520 Main Street, Suite 1100 Kansas City, MO 64111 karl.zobrist@dentons.com

Utility Workers Union of America Local 335

Michael A Evans 7730 Carondelet, Suite 200 St. Louis, MO 63105 meyans@hammondshinners.com

BJC HealthCare

Lisa C Langeneckert P.O. Box 411793 St. Louis, MO 63141 llangeneckert@att.net

City of Brunswick, Missouri

Larry W Dority 101 Madison, Suite 400 Jefferson City, MO 65101 lwdority@sprintmail.com

City of Joplin, Missouri

Marc H Ellinger 308 E. High Street, Ste. 301 Jefferson City, MO 65101 mellinger@blitzbardgett.com

City of Riverside, Missouri

Joseph P Bednar 308 E High St Suite 222 Jefferson City, MO 65101 jbednar@spencerfane.com

City of St. Joseph, Missouri

William D Steinmeier 2031 Tower Drive P.O. Box 104595 Jefferson City, MO 65110-4595 wds@wdspc.com

AG Processing, Inc.

Stuart Conrad 3100 Broadway, Suite 1209 Kansas City, MO 64111 stucon@fcplaw.com

City of Brunswick, Missouri

James M Fischer 101 Madison Street, Suite 400 Jefferson City, MO 35101 jfischerpc@aol.com

City of Jefferson City, Missouri

Mark W Comley 601 Monroe Street., Suite 301 Jefferson City, MO 65102-0537 comleym@ncrpc.com

City of Joplin, Missouri

Thomas R Schwarz 308 E High Street, Ste. 301 Jefferson City, MO 65101 tschwarz@blitzbardgett.com

City of Riverside, Missouri

Eric Steinle 1000 Walnut Street, Suite 1400 Kansas City, MO 64106-2140 esteinle@spencerfane.com

City of Warrensburg, Missouri

Leland B Curtis 130 S. Bemiston, Suite 200 St. Louis, MO 63105 lcurtis@lawfirmemail.com

Empire District Electric Company, The

Craig S Johnson 2420 Hyde Park Road, Suite C Jefferson City, MO 65109 Jefferson City, MO 65109 cj@cjaslaw.com

Metropolitan St. Louis Sewer District (MSD)

Byron E Francis 7700 Forsyth Blvd., Suite 1800 St. Louis, MO 63105 bfrancis@armstrongteasdale.com

Metropolitan St. Louis Sewer District (MSD)

J. Kent Lowry 3405 West Truman, Suite 210 Jefferson City, MO 65109 klowry@armstrongteasdale.com

Missouri Industrial Energy Consumers (MIEC)

Diana M Vuylsteke 211 N. Broadway, Suite 3600 St. Louis, MO 63102 dmvuylsteke@bryancave.com

/s/ Christina L. Baker

5