## FILED<sup>2</sup> NOV 1 3 2003

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

In the Matter of the Application of	)	Missouri Public Service Commission
Missouri-American Water Company	)	
for Approval of an Agreement with	)	Case No. WT-2004-0192
Premium Pork, LLC for the Retail Sale	)	
and Delivery of Water	)	

#### RESPONSE TO STAFF RECOMMENDATION

COMES NOW Missouri-American Water Company ("MAWC" or the "Company"), and, in response to Staff's Recommendation Regarding Missouri-American Water Company's Application, Contract for Sale & Delivery of Water, and Tariff Provisions ("Staff recommendation"), states as follows to the Missouri Public Service Commission's ("Commission"):

- 1. The Staff Recommendation was filed in this case on October 27, 2003. That Staff Recommendation, among other things, stated that "additional documentation and information is needed with respect to some of the 'Contract Approval' requirements of the St. Joseph EDR" (Stf. Rec., p. 3). Thereafter, in paragraph 8, the Staff Recommendation identified five specific items (labeled a-e) for which it sought additional documentation and information (Stf. Rec., p. 3-4).
- 2. Specifically, in response to the items identified in sections a and b of paragraph 8 of the Staff Recommendation, MAWC provides the Affidavit of Dennis Krause, Chief Financial Officer of Premium Pork, which is attached hereto as Appendix A, designated as Highly confidential and incorporated by referenced.
- 3. In response to the items identified in sections c, d and e of paragraph 8 of the Staff Recommendation, MAWC provides the document which is attached hereto as Appendix B, designated as Highly Confidential, and incorporated by referenced.

WHEREFORE, MAWC respectfully requests that, after review of these items, the Commission issue its order:

- a) authorizing MAWC to perform in accordance with the Agreement;
- b) approving MAWC's tariff sheets, as will be substituted; and,
- c) granting such further relief as is consistent with the Application.

Respectfully submitted,

Dean L. Cooper

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ATTORNEYS FOR
MISSOURI-AMERICAN WATER COMPANY

#### **CERTIFICATE OF SERVICE**

The undersigned certifies that a true and correct copy of the foregoing document was hand-delivered, or sent by U.S. Mail, postage prepaid, on November 13,2003, to the following:

Mr. Keith Krueger Office of the General Counsel Governor Office Building, 8<sup>th</sup> Floor Jefferson City, Mo 65101

Mr. Stuart W. Conrad Finnegan, Conrad & Peterson 3100 Broadway, Suite 1209 Kansas City, MO 64111 Ms. Ruth O'Neill Office of the Public Counsel Governor Office Building, 6<sup>th</sup> Floor Jefferson City, MO 65101

#### APPENDIX A

# THE AFFIDAVIT OF DENNIS KRAUSE, CHIEF FINANCIAL OFFICER OF PREMIUM PORK, HAS BEEN DESIGNATED AS HIGHLY CONFIDENTIAL

#### **RESOLUTION 02-257**

#### Introduced by Councilor Screnson

#### Seconded by Councilor Kron

#### A RESOLUTION AUTHORIZING A WATER AND SEWER RATE INCREASE

WHEREAS, the City is experiencing a revenue shortfall in both the sewer and water funds and it is necessary to increase sewer and water rates for all customers; and

WHEREAS, the City Council conducted a public hearing for the purpose of taking public input regarding a proposed 20 percent sewer and water rate increase; now, therefore

#### THE CITY OF ALBERT LEA RESOLVES:

Sec. 1. That the following increases in sewer and water rates, both fixed and variable, are hereby authorized:

Water		
industrial	Amount of Water	Dollars per 1,000 Cu. Ft.
	Minimum bili	\$12.31
	0 - 1,000 cu. ft.	12.31
•	1,001 - 5,000 cu. ft.	7.78
	5,001 - 30,000 cu. ft.	5.19
	30,001 - 100,000 cu. ft.	3.90
	100,001 + cu. ft.	3.02
Domestic	0 - 1,000 cu. ft.	8.65
	1,001 - 15,000 cu. ft.	6.61
	15,001 - 30,000 cu. ft.	5.11
	30,001 + cu. ft.	3.78
Both Industrial	Flat fee per month	
& Domestic	Multi-dwelling (per unit ≤ 3)	4.80
	Multi-dwelling (per unit > 3)	2.40
	Fixed Charges - increase water rate \$0.2 (covers mailing costs)	5 per month per user
Sewer		
Domestic	Fixed charge per month:	
	Single family (per dwelling unit)	7.56
	Multi-family (per unit ≤ 3)	7.56
	Multi-family (per unit > 3)	3.78
	Small commercial (per meter)	7.58

Resolution 02-257

1" - 3" meter	76.00
Unit charges for volume (per 100 cu. ft.)	1.58

Fixed charges - increase sewer rate \$0.25 per month per domestic user (covers mailing costs)

#### Industrial

Users at or below 300 mg/l BOD5, 320 mg/l TSS and 40 mg/l TKN

Fixed charges per month:

1" - 3" meter		76.00
4" meter and up	•	252.00
Unit charges for volume		
(per 100 cu. ft.)		1.58

Users that exceed 300 mg/l BOD5, 320 mg/l TSS and 40 mg/l TKN Fixed charges per month:

1" - 3" meter	76.00
4" meter and up	252.00
Surcharges:	
Volume (per 100 cu. ft.)	1.58
BOD5 (per 100 lbs.)	22.33
Suspended Solids (per 100 lbs.)	29.41
TKN (per 100 lbs.)	41.36

Fixed charges - increase sewer rate \$0.25 per month per commercial unit (covers mailing costs)

Industrial Pretreatment credits for users that are at or below 300 mg/l BOD5, 320 mg/l TSS or 40 mg/l TKN

Credit charges

BOD5 (per 100 lbs.)	22.33
Suspended Solids (per 100 lbs.)	29.41
TKN (per 100 lbs.)	41.36

- Sec. 2. That a change from quarterly billing to monthly billing is hereby authorized.
  - Sec. 3. That reading of this resolution is walved by Council consent.
- Sec. 4. That publication of this resolution shall be dispensed with under provisions of Section 3.08 of the Charter of the City of Albert Lea.

duced, read and passed December 9, 2002.

Bol Hankows

and attested December 10, 2002.

Resolution 02-257

#### APPENDIX B

#### HAS BEEN DESIGNATED AS HIGHLY CONFIDENTIAL