BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

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

Case No. WO-2007-0043 Tariff No. YW-2007-0070

ORDER DIRECTING FILING

Issue Date: August 15, 2006

Effective Date: August 15, 2006

On August 3, 2006, Missouri-American Water Company ("MAWC") filed a petition with the Missouri Public Service Commission pursuant to Sections 393.1000, 393.1003 and 393.1006, RSMo Cum. Supp. 2005; and 4 CSR 240-2.060(1) and 4 CSR 240-3.650, requesting adjustment to its rates and charges through a change to its Infrastructure System Replacement Surcharge ("ISRS") rate schedule. Section 393.1006.2(3) requires the Commission to act on MAWC's application no later 120 days after it was filed. Consequently, the Commission must issue a report and order regarding the petition effective no later than December 2, 2006.

With its application, MAWC filed a tariff to implement the surcharge effective on September 2, 2006. The Commission suspended that tariff on August 15, 2006 until December 2, 2006, unless sooner approved by the Commission.

Section 393.1006.2(2) allows the Staff of the Public Service Commission to examine MAWC's proposed ISRS and submit a report regarding its examination no later than sixty (60) days after the filing date. Consequently, the Commission will direct Staff to examine MAWC's proposed ISRS and file its report no later than October 3, 2006.

IT IS ORDERED THAT:

1. The Staff of the Commission shall file a report as described in the body of this

order no later than October 3, 2006.

2. This order shall become effective on August 15, 2006.

BY THE COMMISSION

Colleen M. Dale Secretary

(SEAL)

Harold Stearley, Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 15th day of August, 2006.