# 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)

File No. WO-2015-0211 Tracking No. YW-2015-0267

# ORDER SUSPENDING TARIFF, SETTING DATES FOR FILING, AND DIRECTING PUBLICATION; AND NOTICE OF CONTESTED CASE

Issue Date: March 3, 2015

Effective Date: March 3, 2015

The Missouri Public Service Commission is:

- Suspending the tariff that accompanies the petition,
- Giving notice of a contested case, and
- Setting dates for filings.

The Commission is also directing the publication of this notice and order.

A. Tariff Suspension and Notice of Contested Case

Petitioner filed the petition and accompanying tariff,<sup>1</sup> on February 27, 2015, seeking

an adjustment to the infrastructure system replacement surcharge ("ISRS"). The petition is

supported by affidavit and includes an example of customer information. Upon such filing:

. . . the commission shall conduct an examination of the proposed ISRS  $\left[;^2\right]$ 

decide whether the:

. . . petition complies with the requirements of sections 393.1000 to 393.1006  $[;^3]$ 

<sup>&</sup>lt;sup>1</sup> Electronic Filing and Information System No. 1, February 27, 2015, *Missouri-American Water Company's Petition to Change its Infrastructure System Replacement Surcharge and Tariff Revision.* 

<sup>&</sup>lt;sup>2</sup> Section 393.1006.2(1), RSMo Supp. 2013.

 $\dots$  shall issue an order to become effective not later than one hundred twenty days after the petition is filed. [<sup>4</sup>]

For the Commission to carry out those duties may take longer than the tariff's proposed effective date of June 27, 2015. Therefore, the Commission will suspend the tariff for 120 days beyond the tariff's effective date.<sup>5</sup>

Suspension of a tariff may occur only pending a "full" hearing and decision on the tariff's propriety. <sup>6</sup> Because the "hearing involv[es] a rate sought to be increased, the burden of proof to show that the . . . proposed increased rate is just and reasonable shall be upon the [petitioner] seeking the increase[.<sup>7</sup>]" The provision for a "full" pre-decision hearing signifies that this action must now be a "contested case." <sup>8</sup>

A contested case is a formal hearing procedure, but it allows for waiver of procedural formalities and a decision without a hearing,<sup>9</sup> including by stipulation and agreement.<sup>10</sup> The Commission has published regulations on discovery at 4 CSR 240-2.090. This order and notice requires the parties to file responsive pleadings<sup>11</sup> as follows.

and

<sup>&</sup>lt;sup>3</sup> Section 393.1006.2(4), RSMo Supp. 2013.

<sup>&</sup>lt;sup>4</sup> Section 393.1006.2(3), RSMo Supp. 2013.

<sup>&</sup>lt;sup>5</sup> Section 393.150.1, RSMo 2000.

<sup>&</sup>lt;sup>6</sup> Section 393.150.1, RSMo 2000.

<sup>&</sup>lt;sup>7</sup> Section 393.150.2, RSMo 2000.

<sup>&</sup>lt;sup>8</sup> Section 536.010(4), RSMo Supp. 2013.

<sup>&</sup>lt;sup>9</sup> Section 536.060, RSMo 2000.

<sup>&</sup>lt;sup>10</sup> 4 CSR 240-2.115.

<sup>&</sup>lt;sup>11</sup> Section 536.067(2)(d), RSMo 2000.

#### B. Responsive Filings

The petition certifies compliance with the requirement to:

 $\ldots$  serve the office of the public counsel with a copy of its petition, its [tariff], and its supporting documentation. [<sup>12</sup>]

The Commission's regulations provide:

[T]he office of the public counsel may, within ten (10) days of the water utility's filing, submit comments regarding these items to the commission [.<sup>13</sup>]

Therefore, the Commission will order the filing of those comments.

The petition also certifies service on the Commission's Chief Staff Counsel.<sup>14</sup> The

Chief Staff Counsel represents the Commission's staff ("Staff").<sup>15</sup> Staff's role is as follows:

The staff of the commission may examine information of the water corporation to confirm that the underlying costs are in accordance with the provisions of sections 393.1000 to 393.1006, and to confirm proper calculation of the proposed charge, and may submit a report regarding its examination to the commission not later than sixty days after the petition is filed. No other revenue requirement or ratemaking issues shall be examined in consideration of the provisions of sections 393.1000 to 393.1006. [<sup>16</sup>]

Therefore, the Commission will order Staff to file a report as described in that statute.

The Commission will also set deadlines for any application to intervene, any

response to an application to intervene, and any reply to any responsive filing.

<sup>&</sup>lt;sup>12</sup> Section 393.1006.1(1), RSMo Supp. 2013.

<sup>&</sup>lt;sup>13</sup> 4 CSR 240-3.650(9).

<sup>&</sup>lt;sup>14</sup> Though identified under a former association with the Commission's General Counsel.

<sup>&</sup>lt;sup>15</sup> 4 CSR 240-2.040(1).

<sup>&</sup>lt;sup>16</sup> Section 393.1006.2(2), RSMo Supp. 2013.

#### C. Notice of this Action

The statutes also require the Commission to "publish notice of the filing [,]"<sup>17</sup> so the Commission will order publication of this notice and order.

## THE COMMISSION ORDERS THAT:

1. The tariff sheet assigned tracking number YW-2015-0267is suspended through

October 25, 2015. The specific tariff sheet suspended is:

## P.S.C. MO. No. 13 6th Revised Sheet No. RT 10 canceling 5<sup>th</sup> Revised Sheet No. RT 10

2. No later than March 16, 2015, the Office of Public Counsel shall file any comment as to any example notice or bill that accompanies the application and petition.

3. No later than March 30, 2015, any application for intervention shall be filed by delivery to:

Secretary, Missouri Public Service Commission P.O. Box 360 Jefferson City, Missouri 65102

or by entry into the Commission's electronic filing and information system ("EFIS").

4. No later than April 9, 2015, any response to any comment of the Office of Public Counsel shall be filed.

5. No later than April 9, 2015, any response to any application for intervention shall be filed.

6. No later than April 28, 2015, the Commission's staff shall file a report as described in the body of this order.

7. No later than May 11, 2015, any reply to the report of the Commission's staff shall be filed.

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8. The Commission's Data Center shall mail a copy of this notice and order to the county commission of any counties served by petitioner and to all parties in the most recent general rate case of petitioner.

9. The Commission's Public Information Office shall make notice of this order available to the media serving the counties served by petitioner and to the members of the General Assembly representing the counties served by petitioner.

10. This order shall be effective when issued.

# BY THE COMMISSION



Morris I Woodul

Morris L. Woodruff Secretary

Daniel Jordan, Senior Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 3<sup>rd</sup> day of March, 2015.

<sup>&</sup>lt;sup>17</sup> Section 393.1015.1(2), RSMo Supp. 2013.