

Missouri American Water
 WR-2017-0285
 Attachment A

Illustrative Example of Inclining Block Calculation

Block Description	Usage (000 gallons)	Current Rate	Current Revenue	District 1 Rate ¹	Revenue at Dist 1 Rate	Incline Factor	Cummulative Factor	Inclining Rates	Inclining Revenue
Block 1 - Up to 3,000 Gallons	113,730	\$4.1398	470,819	\$5.0000	568,650	1.00	1.00	\$4.7133	536,046
Block 2 - Next 7,000 Gallons	52,322	\$4.1398	216,601	\$5.0000	261,608	1.15	1.15	\$5.4203	283,599
Block 3 - Over 10,000 Gallons	5,977	\$4.1398	24,745	\$5.0000	29,887	1.25	1.44	\$6.7754	40,499
Totals	172,029		712,165		860,144				860,144

¹ The ultimate volumetric rate for current District 1 residential customers will be used in the calculation of the inclining block rates