STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a Session of the Public Service Commission held at its office in Jefferson City on the 30th day of August, 1996.

In the Matter of the Application of Spokane Highlands Water Company for a Certificate of Convenience and Necessity Authorizing it to Construct, Install, Operate, and Maintain a Water System and to Supply and Render Water Service to the Public Located in and around an Unincorporated Area Near Spokane, Christian County, Missouri.

Case No. WA-96-246

CORRECTION ORDER

The Commission issued its order in this matter on August 20, 1996, granting the applicant a certificate of convenience and necessity and providing for the following:

"2. That Spokane Highlands Water Company shall file in this docket a complete set of rates, rules, service area descriptions, and other necessary tariffs, including tariffs fully incorporating the recommendations of the Staff as set out in this order, prior to commencing operations."

On August 23, 1996, the Staff of the Commission (Staff) filed a motion for clarification, stating that it was the Staff's opinion that, without a specific order and the attachment of the agreed-upon depreciation schedule, the Commission ordered no depreciation rates to take effect. The Staff requested the Commission correct its order, to include the attachment of the agreed-upon depreciation schedule as set out in Attachment 1 of the Staff's recommendation.

It was the Commission's intent in Ordered Section No. 2 to incorporate the agreed-upon tariffs, as referenced on page 2 of the body of its order. However, since some confusion has arisen, the Commission will correct its order by adding an Ordered Section requiring Spokane Highlands to adopt the agreed-upon depreciation schedule.

IT IS THEREFORE ORDERED:

- 1. That the Commission's order of August 20, 1996, is hereby corrected to add the following: That Spokane Highlands Water Company is hereby ordered to adopt the depreciation schedule as attached to this correction order as Attachment No. 1.
 - 2. That this order shall become effective on the date hereof.

BY THE COMMISSION

David L. Rauch `

Executive Secretary

(SEAL)

McClure, Kincheloe, Crumpton, and Drainer, CC., Concur. Zobrist, Chm., Absent.

ALJ: Derque

SPOKANE HIGHLANDS WATER COMPANY DEPRECIATION RATES Case No. WA-96-246

(WATER)

Acct. No.	Description of Account		Annual Rate
311	Structures & Improvements		2.5%
314	Wells & Springs		2.0%
316	Supply Mains		2.0%
317	Other Water Source Plant		2.0%
321	Structures & Improvements		2.5%
323	Other Power Production Equipment		4.0%
325	Electric Pumping Equipment		10.0%
326		(35 yr, +5% salv)	2.7%
327	Hydraulic Pumping Equipment		2.5%
328	Other Pumping Equipment		5.0%
331	Structures & Improvements		2.5%
332	Water Treatment Equipment		2.9%
341	Structures & Improvements	(2.5%
342	Distribution Reservoirs & Standpipes		2.5%
343	Transmission & Distribution Mains		2.0%
344	Fire Mains		2.0%
345	Services		2.9%
346	Meters - Bronze Chamber	(35 yr, +5% salv)	2.7%
347	Meters - Plastic Chamber		10.0%
348	Hydrants		2.5%
349	Other Transmission & Distribution Plant		3.3%
390	Structures & Improvements		2.9%
391	Office Furniture & Equipment		5.0%
392	Transportation Equipment	(7 yr, +10% salv)	13.0%
393	Stores Equipment		4.0%
394	Tools, Shop, Garage Equipment		5.0%
395	Laboratory Equipment		5.0%
396	Power Operated Equipment		6.7%
397	Communication Equipment		6.7%
398	Miscellaneous Equipment		5.0%