

AGREEMENT FOR EXTENSION OF THE "DAY-150" AGREEMENT
DEADLINE FOR SMALL COMPANY RATE INCREASE REQUEST

Franklin County Water Company, Inc.

MO PSC Tracking File No. QW-2006-0005

Background

Franklin County Water Company, Inc. (Company) initiated the small company rate increase request for water service (Request) that is the subject of the above-referenced Missouri Public Service Commission (Commission) Tracking File by submitting a letter to the Secretary of the Commission under the provisions of Commission Rule 4 CSR 240-3.635, Water Utility Small Company Rate Increase Procedure. The date that the Company's letter was received at the Commission's offices was December 12, 2005. Under the provisions of the above-referenced rule, an agreement regarding the disposition of the Company's Request was to have been reached and tariff revisions consistent with that agreement were to have been filed on or before May 11, 2006.

On April 18, 2006 (unless noted otherwise, all dates hereafter refer to the year 2006), the Staff sent the Company and the OPC its audit results, including the Staff's ratemaking income statement. On April 27, the Company provided the Staff with its response to the audit results, including supporting information regarding proposed changes to the Staff's ratemaking income statement. On May 1, the Staff sent an updated ratemaking income statement to the Company and the OPC, including increases in certain cost-of-service items based on the Company's April 27 response to the Staff's initial ratemaking income statement. On May 9, the Staff received the OPC's agreement with the updated ratemaking income statement.

On May 16, the Company and the Staff agreed to an extension of the May 11 agreement/tariff filing date, as requested by the Company, to allow the Company additional time to consider the Staff's May 1 updated ratemaking income statement. That extension agreement extended the agreement/tariff filing date to June 30.

Reason for Extension

The Company is still in the process of finishing up its review of the Staff's May 1 ratemaking income statement, and has also indicated that it wants a meeting with the Staff to discuss additional changes to certain of the Staff's cost-of-service items. The Company has requested this meeting take place in early August. This second extension of the agreement/tariff filing date is required to allow the Company and Staff the additional time needed for the purpose of holding the requested meeting and reaching an agreement on the disposition of the Company's Request, and for providing an opportunity for the OPC to review any changes to the Staff's May 1 ratemaking income statement.

R E C E I V E D

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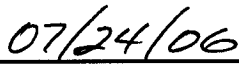
**UTILITY OPERATIONS
DIVISION**

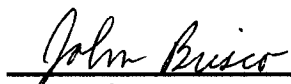
Small Company Rate Increase Request
Second Extension Agreement
Franklin County Water Company
Tracking File No. QW-2006-0005

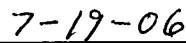
Agreement for Extension

Based on the above, the Company and the Staff agree that the date by which an agreement regarding the disposition of the Company's Request is to be reached and the requisite tariff revisions are to be filed should be extended to August 18, 2006.


Dale W. Johansen
Manager – Water & Sewer Department
Missouri Public Service Commission Staff


Date


John Brisco
Franklin County Water Company, Inc.


Date