

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of Missouri-American)	
Water Company's Request for Authority)	Case No. WR-2008-0311
to Implement a General Rate Increase)	consolidated with
for Water and Sewer Service Provided in)	Case No. SR-2008-0312
Missouri Service Areas.)	

NOTICE OF CORRECTION TO STAFF'S POSITION STATEMENT

COMES NOW the Staff of the Missouri Public Service Commission ("Staff"), by and through counsel, and for its Notice of Correction to Staff's Position Statement, specifically the issue of Return on Common Equity corrects its Statement of Position filed October 23, 2008, states as follows:

Return on Common Equity: What return on common equity should be used for determining MAWC's rate of return?

The appropriate cost of capital or fair rate of return, for MAWC on its jurisdictional water utility rate base is in the range of 7.60 percent to 8.04 percent with a mid-point of 7.82 percent as of March 31, 2008. The proper return on common equity is in the range of 9.60 percent to 10.60 ~~[9.26]~~ percent with a mid-point of 10.10 percent as of March 31, 2008.

WHEREFORE, Staff respectfully submits its Notice of Correction to Staff's Position Statement.

Respectfully submitted,

/s/ Shelley Syler Brueggemann

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 24th day of October 2008.

/s/ Shelley Syler Brueggemann