

TERRE DU LAC UTILITIES CORPORATION
1628 S. SAINT FRANCOIS RD.
BONNE TERRE, MO 63628
(573) 358-3376

R E C E I V E D

OCT 11 2016

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UTILITY OPERATIONS
DIVISION

September 29, 2016

**Missouri Public
Service Commission**

Secretary of the Commission
Missouri Public Service Commission
Attn: Data Center
PO Box 360
Jefferson City, MO 65102

RE: Request for Increase in Annual Water and Sewer System Operating Revenues
MO PSC Small Utility Rate Case Procedure

Dear Secretary:

Terre Du Lac Utilities Corporation (the Company) holds a certificate of public convenience and necessity granted by the Missouri Public Service Commission (the Commission), under which the Company provides water supply and distribution services and sewer collection services in St. Francois and Washington Counties, Missouri. The Commission first authorized the Company to provide regulated water utility service in December of 1973 and sewer collection services in December of 1973. The Company currently provides service to approximately 1302 water and sewer customers within its certified service area under the provisions of its Commission-approved tariffs. The Company's customer rates for water and sewer service are currently the same as those that were last changed in October, 2014.

Pursuant to 4 CSR 240-3.050, the Commission's rule pertaining to rate increase requests made by qualifying small utilities, the Company is hereby requesting an increase of \$134,000 in its annual water system operating revenues. Based upon current customer rates and customer numbers, this increase represents a change of approximately 51% in the Company's annual water system operating revenues.

Pursuant to 4 CSR 240-3.050, the Commission's rule pertaining to rate increase requests made by qualifying small utilities, the Company is hereby requesting an increase of \$8,700 in its annual sewer collection system operating revenues. Based upon current customer rates and customer numbers, this increase represents a change of approximately 4% in the Company's annual sewer collection system operating revenues.

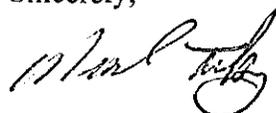
The Company understands that the design of its customer rates, its service charges, its customer service practices, its general business practices and its general tariff provisions will also be reviewed during the Commission Staff's review of the rate increase request, and may thus be the subject of Staff recommendations at the conclusion of the rate increase process.

The specific reasons for the requested increase in the Company's annual operating revenues include: Required installation of a new well, well improvements and improvements to the lift stations.

Lastly, I wish to advise you that the Company is current on the payment of its Commission annual assessments. All past assessments have been paid in full and the current assessment is being paid quarterly and the filing of its Commission annual reports. Additionally, the Company will remain current on these items during this small company rate increase procedure.

Thank you for your attention to this important matter. Please contact me at your convenience if you need additional information regarding this request.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael Tilley". The signature is written in a cursive style with a large, stylized initial "M".

Michael Tilley
President