

STATE OF MISSOURI  
PUBLIC SERVICE COMMISSION

At a session of the Public Service  
Commission held at its office  
in Jefferson City on the 20th  
day of May, 1992

In the matter of the application of Community     )  
Water Company, Inc., for an extension to its     )     CASE NO. WA-92-202  
certificate of convenience and necessity.     )

ORDER EXTENDING CERTIFICATE

On February 20, 1992, Community Water Company, Inc. (Community) filed an application seeking an extension of its certificate of convenience and necessity. Community was initially granted a certificate to provide water service at its treatment plant in Jackson County, Missouri in Case No. WA-91-124. Community's only customer at that time was Public Water Supply District No. 16 (District 16). Community is not yet providing service as the treatment plant is currently under construction.

The purpose of the current application is to obtain authority to construct and operate transmission facilities enabling Community to provide service to Public Water Supply Districts Nos. 15 and 17 (Districts 15 and 17). To provide service to Districts 15 and 17 would require transporting water through a transmission main owned by District 16 and constructing a pump station and an additional transmission main to meter points within the service areas of Districts 15 and 17. Community is using District 16's facilities under an agreement which provides that Community pay District 16 an amount representing the principal and interest payment of the cost of increasing the main size for its use, plus a charge of \$.10 per 1,000 gallons. These costs will be passed on to Districts 15 and 17.

Districts 15 and 17 will purchase water by contract which provides for minimum purchase amounts. There are also maximum flow rates established by contract for each customer. Community is not obligated to supply more water than the contracted maximum.

The rates proposed for Districts 15 and 17 are \$3.50 per 1,000 gallons for the minimum contracted amount of water, plus \$1.32 per 1,000 gallons over the contracted minimum. These rates include the costs associated with Community's agreement with District 16. The proposed rates for Districts 15 and 17 have been agreed upon by the Staff of the Commission (Staff) and Community.

Community also proposes to reduce District 16's rate for water over the minimum from \$2.44 to \$1.22. The new over-minimum rate would be the same as that applicable to Districts 15 and 17 except the \$.10 per 1,000 gallons charge paid to District 16 is excluded.

On May 15, 1992, Staff filed a memorandum recommending the Commission approve Community's application.

Upon review of Community's application and Staff's recommendation, the Commission finds that providing a clean and reliable source of water to Districts 15 and 17 is in the public interest, and that Community's proposal is reasonable. Thus, the Commission determines that extending Community's certificate is in the public interest, and that Community's application should be approved.

In addition, whereupon Community's financing for this proposal was approved by the Commission in Case No. WF-92-198, the Commission is of the opinion that Community should submit journal entries concerning the transaction to the Commission's Internal Accounting Department.

**IT IS THEREFORE ORDERED:**

1. That the application of Community Water Company, Inc. to extend its certificate of convenience and necessity to encompass Public Water Supply District Nos. 15 and 17, as contemplated by this Order, is hereby approved.

2. That Community Water Company, Inc. is hereby authorized to install, construct, own, operate, control, manage, and maintain facilities for the purpose of transporting and supplying water to Public Water Supply District Nos. 15 and 17, as contemplated by this Order.

3. That Community Water Company, Inc. shall update its tariff within twenty (20) days of the effective date of this Order by filing:

A. a revised map and legal description consistent with the service area approved by this Order;

B. two new rate sheets following the same format as the rate sheet currently filed in its tariff, to apply to Public Water Supply District Nos. 15 and 17, reflecting rates of \$3.50 per 1,000 gallons up to the monthly minimum contracted amount, plus \$1.32 per 1,000 gallons above the minimum, to be billed monthly;

C. a revised rate sheet to apply to Public Water Supply District No. 16, adjusting the rate above the monthly minimum to \$1.22 per 1,000 gallons.

4. That Community Water Company, Inc. shall submit journal entries to the Commission's Internal Accounting Department showing the booking, and use, of the proceeds obtained through the financing transaction approved by the Commission in Case No. WF-92-198.

5. That this Order shall become effective on May 27, 1992.

BY THE COMMISSION

*Brent Stewart*

Brent Stewart  
Executive Secretary

(S E A L)

McClure, Chm., Mueller, Rauch,  
Perkins, and Kincheloe, CC., Concur.