

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Lake Region Water & Sewer)	<u>File No. SR-2010-0110</u>
Company's Application to Implement a General)	Tariff No. YS-2010-0250
Rate Increase in Water and Sewer Service)	

In the Matter of Lake Region Water & Sewer)	<u>File No. WR-2010-0111</u>
Company's Application to Implement a General)	Tariff No. YW-2010-0251
Rate Increase in Water and Sewer Service)	

ORDER DIRECTING FILING

Issue Date: June 1, 2010

Effective Date: June 1, 2010

On May 28, 2010, the Commission's Staff filed its "Response to Commission Request for Annual Report Analysis." In that response, Staff tabulated the reporting of availability fees from annual reports and affidavits from Lake Region Water and Sewer Company ("Lake Region") and its predecessors in interest. Staff also reports that the line item in Lake Region's annual reports identified as Lake Utility Availability Management (on the page captioned: "*Payment for Services Rendered by Other than Employee*") is the cost Lake Region booked for executive management fees and for debt service cost for the amount of money the shareholders borrowed to purchase Lake Region. The Commission will direct Lake Region to reply to Staff's response.

Additionally, there has been some confusion throughout the testimony in this matter over Lake Region's actual customer count. Lake Region shall clarify its current customer counts for Shawnee Bend Water, Shawnee Bend Sewer and Horseshoe Bend Sewer, and identify any overlap with Shawnee Bend's water and sewer customers, i.e. the number of customers receiving both services from Lake Region.

THE COMMISSION ORDERS THAT:

1. No later than June 8, 2010, Lake Region Water and Sewer Company shall respond as directed in the body of this order.
2. This order shall become effective immediately upon issuance.

BY THE COMMISSION



Steven C. Reed
Secretary

(S E A L)

Harold Stearley, Senior Regulatory Law Judge
by delegation of authority pursuant to
Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri,
on this 1st day of June, 2010.