Roy-L Utilities, Inc.

RECEIVED

October 17, 2007

UTILITY OPERATIONS DIVISION

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

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October 23, 2007
Data Center
Missouri Public
Service Commission

RE: Requests for Increases in Annual Sewer and Water System Operating Revenues MO PSC Sewer Utility & Water Utility Small Company Rate Increase Procedures

Dear Secretary:

Roy-L Utilities, Inc. (the Company) holds certificates of public convenience and necessity granted by the Missouri Public Service Commission (the Commission), under which the Company provides sewer collection and treatment services and water supply and distribution services in Montgomery County, Missouri. The Commission first authorized the Company to provide regulated sewer utility service in April of 1975 and regulated water utility service in April of 1975. The Company currently provides service to approximately 53 sewer customers and approximately 61 water customers within its certificated area(s) under the provisions of its Commission-approved tariffs. The Company's customer rates for sewer service were last changed in March of 1982. The Company's customer rates for water service were last changed in March of 1982. Roy L Utilities, Inc. would like to have the billing schedule changed from quarterly to monthly.

Pursuant to 4 CSR 240-3.330 and 4 CSR 240-3.635, the Commission's rules pertaining to rate increase requests made by small sewer and water utilities, respectively, the Company is hereby requesting an increase of \$12,000 in its annual sewer system operating revenues and an increase of \$20,000 in its annual water system operating revenues. Based upon current customer rates and customer numbers, these increases represent changes of approximately 302% in the Company's annual sewer system operating revenues and approximately 463% in the Company's annual water 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 requests, and may thus be the subject of Staff recommendations at the conclusion of the rate increase process.

The specific reasons for the requested increases in the Company's annual operating revenues for sewer service include: increases in utility plant investment; increases in operation and maintenance expenses; increases in the Commission's annual utility assessments; increases in the Department of Natural Resources' annual sewer discharge permit fees; changes in the number and type of customers served; and because it has been 25 years since there has been a rate increase.

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The specific reasons for the requested increases in the Company's annual operating revenues for water service include: increases in utility plant investment; increases in operation and maintenance expenses; increases in the Commission's annual utility assessments; changes in the number and type of customers served; and because it has been 25 years since there has been a rate increase.

Lastly, I wish to advise you that the Company is current on the payment of its Commission annual assessments (all past and current assessments have been paid in full) 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,

Marie Rock

Secretary of Roy L Utilities, Inc.

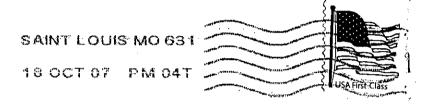
314-607-1600 or 636-358-6150

Marin Rock

Copies: Jim Russo – Commission Staff

Lewis Mills - Office of the Public Counsel

Roy-L Utilities, Inc. 366 Hwy F High Hill, MO 63350



Water and Sewer Department Missouri Public Service Commission **Attn: Mr. Jim Russo** P.O. Box 360 Jefferson City, MO 65102

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