

INITIAL CUSTOMER NOTICE

July 19, 2017

Dear Customer:

On June 19, 2017, Gascony Water Company, Inc. (Company) submitted a request for an increase in its annual water operating revenues to the Missouri Public Service Commission (Commission). The reason for the increase is to cover increases in operating expenses and investments in the Company's facilities since current Company rates were approved in April, 1999.

By its request, the Company is seeking changes to its customer rates intended to generate an increase in its annual water operating revenues of \$15,000 (approximately 44.28%), respectively. In addition, the Company is proposing the current rate design be changed. Specifically, the Company is requesting that the customer equivalent factor for part-time residential customers be increased from the current equivalent factor of .35 part-time customer to the Company proposed equivalent factor of .5 part-time customers. At the end of this notice is a table that compares the Company's current residential customer rates and the proposed residential rates.

To provide comments regarding the Company's revenue increase request, or comments regarding service related problems, please contact the Commission Staff and/or the Office of the Public Counsel (Public Counsel) ***within 30 days of the date of this notice***. Your comments should include a reference to case number WR-2017-0343. The Commission Staff and the Public Counsel will review all customer comments submitted in response to this notice. All comments will be filed in the official case file for review by the Commissioners.

To submit your comments in writing:

Public Service Commission
Attn: Water/Sewer Dept.
P.O. Box 360
Jefferson City, MO 65102
Phone: 800-392-4211
Fax: 573-751-1847
E-Mail: water.sewer@psc.mo.gov

Office of the Public Counsel
Attn: Water/Sewer Dept.
P.O. Box 2230
Jefferson City, MO 65102
Phone: 866-922-2959
Fax: 573-751-5562
E-Mail: mopco@ded.mo.gov

To submit your comments via the Commission's Website:

- (1) Go to <http://www.psc.mo.gov>;
- (2) Click on the Submit Comments box under the "How Do I..." heading on the right top of the page.
- (3) From this page click on the "Submit Comments" link found under "Submit Comments in Writing"; and
- (4) Fill out and submit the Public Comments form, including the case number shown above. If you want to attach a document, before clicking the "Submit" button, click the "Attach" button. There are instructions on that page for attaching the document and returning to the previous screen.
- (5) Click the "Submit" button at the bottom of the page.

Lastly, please be advised that all currently available information regarding the Company's rate increase request may be obtained via the Public Service Commission's Website as follows, and please also note that this information will be updated as the case moves forward.

- * Go to <http://www.psc.mo.gov>
- * In the menu column on the right side of the page click on "Access EFIS Without Login".
- * Scroll down to "View Information on a Specific Case" and click on the "Docket Sheet" link.
- * From the Docket Sheet page, enter WR-2017-0343 in the Case Number Field and press the Enter key on your keyboard (this will bring up a page that contains all of the documents that have been filed in the case to date).
- * To view a particular document, click on the item number in the left column.
- * A second window will open. Click on the document link to view the document.

if you have any questions about this notice, or about anything else with which I may be of assistance, please feel free to contact me at (314) 402-5222.

Sincerely,



George Hoesch
President, Gascony Water Company, Inc.

<u>Type of Charge</u>	<u>Current Quarterly Rates</u>	<u>Proposed Quarterly Rates</u>	<u>Proposed Amount of Rate Change</u>
Full-time Residential Customer	\$103.33	\$118.23	\$14.90
Part-time Residential Customer	\$36.88	\$59.11	\$22.23