

STATE OF IOWA
DEPARTMENT OF COMMERCE
BEFORE THE IOWA UTILITIES BOARD

IN RE: :
 : DOCKET NO. RPU-2009-0004
IOWA-AMERICAN WATER COMPANY :
APPLICATION FOR REVISION OF RATES :
 :

ADDITIONAL RATE DESIGN INFORMATION

COMES NOW Iowa-American Water Company (“Iowa-American” or the “Company”), pursuant to the request of the Staff of the Iowa Utilities Board (“Board Staff”), and files the attached additional information concerning rate design, and in support of this filing states:

1. In Iowa-American’s Comments Concerning Rate Equalization (“Comments”), filed on August 28, 2009, the Company estimates final increases based on single tariff pricing (“STP”) for Clinton and Quad Cities Districts.

2. On September 11, 2009, Board Staff asked Iowa-American to provide information concerning the rates used to arrive at the STP percentages to arrive at the pertinent revenue requirement contained in the Comments. The Board Staff also requested that a second STP scenario be prepared that assumes that all rates will be equalized except Private Fire, which should be included in the second scenario as originally proposed by Iowa-American, and that the Company provide information on the rates used to arrive at the resulting percentages.

3. Attached hereto are Exhibits A, B and C, filed in response to the Board Staff’s request. Exhibit A is the STP File (“Rates for STP.xls”), which sets out equalized rates for both Clinton and Quad Cities District. Clinton’s Private Fire rate was not increased and Quad Cities Private Fire rate was made the same as Clinton’s. This exhibit shows the rates used to arrive at the

STP percentages included in the Company's Comments to arrive at the revenue requirement. Exhibit B ("Rates with Fire as Originally Filed.xls") is the second scenario requested by Board Staff, which assumes all rates equalized except Private Fire rates are as originally proposed by Iowa-American. Exhibit C ("Iowa Rate Design 9-15-09.xls") shows the percentage increases per revenue class based upon the scenarios presented in Exhibits A and B.

Respectfully submitted,

BELIN LAMSON MCCORMICK ZUMBACH
FLYNN

A Professional Corporation

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