

**Exhibit No.:**  
**Issue:** Accounting Schedules  
**Witness:** Keri E. Feldman  
**Type of Exhibit:** Direct Testimony  
**Sponsoring Party:** Laclede Gas Company  
**Case No.:** GR-2013-0171  
**Date Testimony**  
**Prepared:** December 21, 2012

**LACLEDE GAS COMPANY**

**GR-2013-0171**

**DIRECT TESTIMONY**

**OF**

**KERI E. FELDMAN**

**DECEMBER 2012**

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1 **DIRECT TESTIMONY OF KERI E. FELDMAN**

2 Q. Please state your name and business address.

3 A. My name is Keri E. Feldman, and my business address is 720 Olive Street, St.  
4 Louis, Missouri 63101.

5 Q. What is your present position?

6 A. I am Manager, Operational Accounting for Laclede Gas Company (“Laclede” or  
7 “Company”).

8 Q. Please state how long you have held your position and briefly describe your  
9 responsibilities.

10 A. I have been in my present position since October 2012. I manage the Company’s  
11 Operational Accounting Department, which is responsible for accounting  
12 activities associated with recording natural gas revenues and related gas cost  
13 expenditures as well as the unitization, retirement, and depreciation of the  
14 Company’s fixed assets.

15 Q. Will you briefly describe your experience with the Company prior to becoming  
16 Manager, Operational Accounting?

17 A. I joined Laclede in June 2006 as an Analyst in the Management Information  
18 Services Department. In September 2006, I was transferred to the Financial  
19 Reporting & Analysis department, where I served as an Analyst until May 2008.  
20 I then took a position in the Gas Accounting department as a Business Analyst  
21 and was promoted in October 2010 as the Manager, Gas Accounting. I held this  
22 position until the department merged to form Operational Accounting in October  
23 2012.

1 Q. What is your educational background?

2 A. I graduated from McKendree University in 2009 with a Masters of Business  
3 Administration. In 2006, I earned a degree of Bachelor of Science in Business  
4 Administration, majoring in Finance from Southeast Missouri State University.

5 Q. Have you previously filed testimony before this Commission?

6 A. No, I have not.

7 **PURPOSE OF TESTIMONY**

8 Q. What is the purpose of your testimony?

9 A. I am sponsoring certain revenue adjustments to the Company's income statement  
10 to reflect the impact of large user load adjustments and certain changes to  
11 commercial and industrial general service rate classifications. These adjustments  
12 appear on Schedule 5.

13 **LARGE USER LOAD CHANGES**

14 Q. Please discuss the adjustments related to large users.

15 A. Adjustments 1.a., 1.b., 1.c., and 1.d. reflect known and measurable changes  
16 through July 31, 2013 in the usage levels and/or rates for several of our large  
17 customers. These are customers whose circumstances have changed or are  
18 expected to change due to changes in volumes, newly contracted-for demand  
19 levels, and/or changes in the rates under which they purchase gas. These  
20 adjustments are necessary to include the most recent known sales information for  
21 these customers in normalized revenues. Adjustment 1.a. reflects the rate  
22 switching and/or load changes of 17 specific customers who were or are served  
23 under various firm sales service rate classifications. Adjustment 1.b. reflects the

1 rate switching and/or load changes of 8 specific customers who were or are served  
2 under the Firm Transportation and Sales Service classification. Adjustment 1.c.  
3 reflects the rate switching and/or load changes of 5 specific customers who were  
4 or are served under the Basic Transportation and Sales Service rate classification.  
5 Adjustment 1.d. reflects the rate switching and/or load changes of 2 specific  
6 customers who are served under the Interruptible Sales Service rate classification.

7 Q. What other adjustments are you sponsoring related to large users?

8 A. Adjustment 1.e. reflects a normalized level of unauthorized use charges for the  
9 Company's basic transportation customers. During the test year ended September  
10 30, 2012, this group of customers was billed a lower than normal level of  
11 unauthorized use charges due to zero days of limitation during the test year.  
12 Adjustment 1.e. increases revenues related to unauthorized use charges to a  
13 normal level based on the average number of days of limitation per year since the  
14 year that the unauthorized charge commenced.

15 Q. Are there other adjustments you made with respect to large users?

16 A. Yes. Adjustment 1.f. reflects a normalized level of demand charges to be billed to  
17 the Company's large volume and transportation customers. During the test year  
18 ended September 30, 2012, the large volume customers were billed a level of  
19 demand charges below the level that would be expected to be billed during  
20 subsequent periods. Adjustment 1.f. adjusts revenues related to billing demand  
21 charges for large volume customers to an annualized January 2012 billing level.  
22 It also adjusts revenues related to billing demand charges for transportation  
23 customers to current contract levels.

1                                   **RATES USED IN CALCULATION OF ADJUSTMENTS**

2    Q.     What rates have you used to price out the revenue adjustments you have made to  
3            test year utility operating income related to large user/load changes?

4    A.     The revenue adjustments described above have been calculated using the non-gas  
5            rates in the Company's tariffs effective September 1, 2010, as described more  
6            fully in the testimony of Company witness Patricia Krieger.

7    Q.     Does this conclude your direct testimony?

8    A.     Yes, it does.

**BEFORE THE PUBLIC SERVICE COMMISSION  
OF THE STATE OF MISSOURI**


In the Matter of Laclede Gas Company's Filing of        )  
Revised Tariffs to Increase its Annual Revenues        )        Case No. GR-2013-0171  
For Natural Gas Service                                        )

AFFIDAVIT

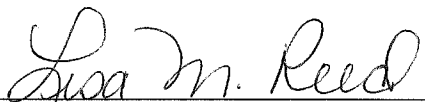
STATE OF MISSOURI    )  
                                  )    SS.  
CITY OF ST. LOUIS    )

Keri E. Feldman, of lawful age, being first duly sworn, deposes and states:

1. My name is Keri E. Feldman. My business address is 720 Olive Street, St. Louis, Missouri 63101; and I am Manager of Operational Accounting for Laclede Gas Company.
2. Attached hereto and made a part hereof for all purposes is my direct testimony, on behalf of Laclede Gas Company.
3. I hereby swear and affirm that my answers contained in the attached testimony to the questions therein propounded are true and correct to the best of my knowledge and belief.

  
Keri E. Feldman

Subscribed and sworn to before me this 12 day of December, 2012.

  
Notary Public

