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                     STATE OF MISSOURI
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                 PUBLIC SERVICE COMMISSION
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                  TRANSCRIPT OF PROCEEDINGS
 7
                    Local Public Hearing
 8
                        July 2, 2014
 9
                    Kirksville, Missouri
                          Volume 9
10
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12
    In the Matter of Liberty )
    Utilities (Midstates )
13
    Natural Gas) Corp. d/b/a )
    Liberty Utilities' Tariff )
14
    Revisions Designed to ) File No. GR-2014-0152
    Implement a General Rate )
15
    Increase for Natural Gas )
    Service in the Missouri )
    Service Areas of the
16
                              )
    Company
                              )
17
18
                 RONALD D. PRIDGIN, Presiding,
19
                     SENIOR REGULATORY LAW JUDGE.
20
                SCOTT T. RUPP,
                     COMMISSIONER.
21
22
23
    REPORTED BY:
    KELLENE K. FEDDERSEN, CSR, RPR, CCR NO. 838
24
    MIDWEST LITIGATION SERVICES
25
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Page 2 PROCEEDINGS 1 2 (WHEREUPON, the local public hearing 3 began at 6:12 p.m.) JUDGE PRIDGIN: Good evening and 4 5 welcome to tonight's hearing in Kirksville for Liberty Utilities. This is Case No. GR-2014-0152. 6 7 I'm Ron Pridgin. I am one of the judges with the 8 Commission, and I represent the Commissioners 9 tonight. There are five of them. They send their 10 greetings and their thanks for attending tonight's 11 local public hearing. 12 This will be an official hearing of 13 the Missouri Public Service Commission, and if you wish to testify, your statements and testimony must 14 15 be given under oath. We have a court reporter here, so if you wish to testify, I will ask that 16 17 you be sworn in, that you spell your name for the court reporter so she can get it in the record 18 correctly, and I'll ask if you are a customer of 19 Liberty Utilities, and then I'll ask if you have 20 21 any statements for the Commission. The purpose of the rest of this 22 23 hearing is to hear from you. Previously I think 24 you had the chance to meet with the company representatives and talk with Staff and Public 25

Page 3

- 1 Counsel. And so the reason for the rest of the
- 2 hearing is to give you a chance to testify, and if
- 3 you do, the Commissioners will have a chance to
- 4 read all of your remarks.
- 5 If there is somebody who wishes to
- 6 testify but does not wish to give an oath, please
- 7 let me know and I will ask that your testimony be
- 8 affirmed instead of sworn.
- 9 Does anyone have any questions? Yes,
- 10 ma'am. Please go ahead.
- MS. MORTON: I do. Have we just
- 12 skipped the question and answer discussion period
- 13 and going right into giving testimony, or where are
- 14 we on this?
- JUDGE PRIDGIN: I understood we were
- 16 ready to take testimony. So if I'm mistaken,
- 17 somebody please let me know.
- 18 MS. MORTON: Well, I missed the boat.
- JUDGE PRIDGIN: I'm sorry. I
- 20 misunderstood.
- MS. MORTON: Because I have some
- 22 questions, and perhaps I was asleep at the switch
- 23 and didn't raise my hand soon enough.
- JUDGE PRIDGIN: All right. If you
- 25 want to testify, I can take your testimony, and

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- 1 then certainly people can talk to you afterwards.
- 2 We have representatives from the company and from
- 3 Staff and from Public Counsel who would be glad to
- 4 talk to you.
- 5 Does anyone else have any further
- 6 questions? All right. Let me get entries of
- 7 appearance from counsel if I could, please,
- 8 beginning with the company.
- 9 MR. FISCHER: Judge, let the record
- 10 reflect the appearance of James M. Fischer. My law
- 11 firm is Fischer & Dority, PC. Our address is
- 12 101 Madison Street, Suite 400, Jefferson City,
- 13 Missouri 65101. And if the court reporter needs a
- 14 written entry, I have that, too.
- JUDGE PRIDGIN: Mr. Fischer, thank
- 16 you. On behalf of the Staff of the Commission,
- 17 please.
- 18 MS. JONES: On behalf of the Staff of
- 19 the Missouri Public Service Commission, Akayla
- 20 Jones, P.O. Box 360, Jefferson City, Missouri
- 21 65102.
- JUDGE PRIDGIN: Ms. Jones, thank you.
- 23 On behalf of the Office of the Public Counsel,
- 24 please.
- MR. POSTON: Marc Poston appearing

Page 5 for the Office of the Public Counsel. 2 JUDGE PRIDGIN: Mr. Poston, thank 3 you. Does anyone else wish to enter an appearance? All right. Does anyone wish to 4 5 testify? 6 MS. LIMESTALL: Does that include the 7 public? 8 JUDGE PRIDGIN: Absolutely. That's the whole point. Yes, ma'am. Please come forward. If you'll raise your right hand to be sworn, 10 11 please. 12 (Witness sworn.) 13 JUDGE PRIDGIN: Thank you so much. If you would, please state your name and spell it 14 15 for the court reporter. 16 MS. LIMESTALL: Susan Limestall, 17 S-u-s-a-n, L-i-m-e-s-t-a-l-l. 18 JUDGE PRIDGIN: And are you a customer of Liberty Utilities? 19 20 MS. LIMESTALL: I am a customer. 21 JUDGE PRIDGIN: All right. And do you have any statement for the Commissioners? 22 MS. LIMESTALL: I do. I am a 23 24 customer. I think I get good service, so that's a positive for them. I think the timing of this is 25

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- 1 rather interesting. It may be it's very strategic
- 2 on their part to file their rate increase such that
- 3 the Public Service Commission's hands are tied to
- 4 have these hearings during the summer, which is an
- 5 awfully busy time.
- 6 I've been in this room before for
- 7 other hearings, primarily for another utility, and
- 8 it's usually quite well attended. Here there's
- 9 maybe one or two people from the public in
- 10 attendance.
- 11 So I think that's rather strategic on
- 12 their part to have these hearings at times when
- 13 there's not going to be much public participation.
- 14 Families are busy. They're on vacation. They've
- 15 got their kids' sports events. University traffic
- 16 is slow. Faculty and staff are gone for a good
- 17 part.
- 18 So I think that is a disservice for
- 19 the public to be able to be in attendance and be
- 20 able to comment upon the good or the bad by the
- 21 utility, and I hope the Public Service Commission
- 22 will take that into consideration.
- JUDGE PRIDGIN: All right. Thank
- 24 you. Let me see. Commissioner Rupp just joined
- 25 us. Commissioner, did you have any questions?

		Page 7
1	COMMISSIONER RUPP: No.	
2	JUDGE PRIDGIN: Thank you. I don't	
3	have any questions. Thank you for your testimony.	
4	Does anyone else wish to testify?	
5	MS. MORTON: I will.	
6	JUDGE PRIDGIN: Yes, ma'am. Please	
7	come forward. If you'll raise your right hand to	
8	be sworn, please.	
9	(Witness sworn.)	
10	JUDGE PRIDGIN: Thank you so much.	
11	If you would, please state your name and spell it	
12	for the court reporter.	
13	MS. MORTON: Yes. Jeanne,	
14	J-e-a-n-n-e, Morton, M-o-r-t-o-n.	
15	JUDGE PRIDGIN: And are you a	
16	customer of Liberty Utilities?	
17	MS. MORTON: I am.	
18	JUDGE PRIDGIN: All right. Do you	
19	have a statement for the Commission?	
20	MS. MORTON: I have several. First	
21	of all, I'd like to know and if I'm out of place	
22	here on any of these, please let me know is	
23	Liberty Utilities a regional monopoly?	
24	JUDGE PRIDGIN: I hope these are	
25	rhetorical questions. We won't be answering	

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- 1 questions during this time. You're welcome to ask
- 2 them later.
- 3 MS. MORTON: Okay. I'm good. All
- 4 right. Let's go on the fact that Liberty Utilities
- 5 is a regional monopoly. If so, there is a cap on
- 6 its profits of 9.8 percent, and anything that
- 7 exceeds that is not legal. And it means that
- 8 Liberty or Ameren or American Water or whatever the
- 9 utility company in the state of Missouri is
- 10 overcharging their ratepayers.
- 11 So I'd like to know if someone could
- 12 tell me if Liberty Utilities intends to, when this
- 13 bill goes through the Legislature -- and I don't
- 14 know where it is. I tried to find out. I tried to
- 15 call Dan Brown this afternoon and couldn't reach
- 16 him. But he has sponsored Senate Bill 944, the
- 17 Utility Transparency and Fairness Act, which would
- 18 make all earnings of utility companies public, and
- 19 that utility companies would indeed have to
- 20 publicize their quarterly earnings.
- Does Liberty have any intention of
- 22 doing that? I guess I can't ask a question. I'd
- 23 like to get some feedback from Liberty about that.
- 24 JUDGE PRIDGIN: And I would certainly
- 25 encourage you to talk to Liberty after we're done

Page 9 1 here. 2 MS. MORTON: And I know that their 3 earnings are set by the PUC. I also know that the PUC is very well taken care of by the utility 4 5 companies, all of them. And it is not in the favor of the taxpayers or the ratepayers whose interests 6 7 PUC champions. It's that of the utility companies 8 because the utility companies treat them very well. 9 The core purpose of the PUC is to balance the impact of rate increases on both sides, 10 not just increasing the profits of the utility 11 12 companies, but also being mindful of the consumers and, in particular, the economic conditions of the 13 state in which these rates are being raised. 14 15 So I think that is probably all I would have to say, but I would like to know if 16 17 there is any feedback from anyone here who knows anything about the Utility Transparency and 18 Fairness Act and how the Public Utilities 19 Commission feels about that. I rather think they 20 21 don't like it, but then I haven't heard from them. And that would be all I'd have to say. 22 23 JUDGE PRIDGIN: Ms. Morton, thank you. Commissioner Rupp, did you have any questions 24 for her? 25

Page 10 1 COMMISSIONER RUPP: No. 2 JUDGE PRIDGIN: Ms. Morton, thank you 3 for your testimony. I would encourage you to speak to company representatives afterwards. 4 5 Does anyone else wish to testify? I'm not seeing any volunteers. Anything from 6 7 counsel in closing? Commissioner Rupp, any closing 8 remarks? 9 COMMISSIONER RUPP: Just thank you for being here. And just to clarify, we're not 10 11 able to answer questions at this time because it 12 could be perceived that we would be prejudging the 13 case. So what we do is we're here just to listen and take everything. 14 15 Plus there is a transcript being typed. All the other Commissioners that couldn't 16 17 be here today will read that transcript. We'll take into consideration all the evidence, including 18 the testimony here, and then we will be making a 19 finding of fact later on down the road. 20 21 But we are not allowed to answer questions at this time. You do have the Office of 22 Public Counsel which is here tonight, which is the 23 advocate for the ratepayer, and also the company is 24 here. If you have any questions for either of 25

		Page 11
1	those, they would be able to respond to some	
2	questions and maybe in some limited form from the	
3	Office of the Public Counsel.	
4	But thank you for being here, and we	
5	will share all your comments with my fellow	
6	Commissioners, and we will be looking at this very	
7	closely.	
8	JUDGE PRIDGIN: Commissioner, thank	
9	you. And I would simply like to thank everyone for	
10	attending this evening and thank you for your	
11	testimony and for your time.	
12	That concludes today's local public	
13	hearing in Case No. GR-2014-0152. Thank you. We	
14	are off the record.	
15	(WHEREUPON, the local public hearing	
16	concluded at 6:23 p.m.)	
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2	CERTIFICATE	
3	STATE OF MISSOURI)	
) ss.	
4	COUNTY OF COLE)	
5	I, Kellene K. Feddersen, Certified	
6	Shorthand Reporter with the firm of Midwest	
7	Litigation Services, do hereby certify that I was	
8	personally present at the proceedings had in the	
9	above-entitled cause at the time and place set	
10	forth in the caption sheet thereof; that I then and	
11	there took down in Stenotype the proceedings had;	
12	and that the foregoing is a full, true and correct	
13	transcript of such Stenotype notes so made at such	
14	time and place.	
15	Given at my office in the City of	
	Jefferson,	
16		
	County of Cole, State of Missouri.	
17		
18	Kellene K. Feddersen, RPR, CSR, CCR	
19		
20		
21		
22		
23		
24		
25		

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