Exhibit No.:Issue(s):Accounting Schedules and
Amortization ExpenseWitness:Keith MajorsSponsoring Party:MoPSC StaffType of Exhibit:Rebuttal Testimony
Case No.:Case No.:WR-2023-0006Date Testimony Prepared:June 29, 2023

MISSOURI PUBLIC SERVICE COMMISSION

FINANCIAL AND BUSINESS ANALYSIS DIVISION

AUDITING DEPARTMENT

REBUTTAL TESTIMONY Cost of Service

OF

KEITH MAJORS

CONFLUENCE RIVERS UTILITY OPERATING COMPANY, INC.

CASE NO. WR-2023-0006

Jefferson City, Missouri June 2023

1		REBUTTAL TESTIMONY OF				
2		KEITH MAJORS				
3	CO	ONFLUENCE RIVERS UTILITY OPERATING COMPANY, INC.				
4		CASE NO. WR-2023-0006				
5	Q.	Please state your name and business address.				
6	А.	Keith Majors, Fletcher Daniels Office Building, 615 East 13th Street, Room 201,				
7	Kansas City,	Missouri, 64106.				
8	Q.	By whom are you employed and in what capacity?				
9	А.	I am a Utility Regulatory Audit Supervisor employed by the Staff ("Staff") of				
10	the Missouri Public Service Commission ("Commission").					
11	Q.	Are you the same Keith Majors who previously provided testimony in this case?				
12	А.	Yes. I provided direct testimony in this case on May 26, 2023 concerning				
13	Staff's revenue requirement recommendation and other various adjustments and topics.					
14	Q.	What is the purpose of your rebuttal testimony?				
15	А.	The purpose of my testimony is to sponsor Staff's corrected and updated				
16	accounting schedules, and to update Staff's adjustment for amortization expense.					
17	Q.	What corrections does Staff recommend?				
18	А.	Staff has corrected the depreciation reserve for some of the systems to remove				
19	one extra ye	ar's reserve and other minor corrections to the plant in service and reserve				
20	accounting schedules. Staff received additional information for plant in service additions and					
21	retirements for the period July 1, 2022 through January 31, 2023 and reflected the amounts, as					
22	appropriate, in the various Confluence systems' accounting schedules. I have attached the					
23	summary rev	venue requirements by system as Schedule KM-r1. I am also sponsoring				

Rebuttal Testimony of Keith Majors

1	Staff's Accounting Schedules for the individual revenue requirement models filed concurrently						
2	with this testimony.						
3	Q.	What correction to amortization expense do you recommend?					
4	А.	Staff recommends removal of the test year amount recorded in Account 407.4,					
5	titled "Amortization of Property Losses" recorded in the books and records of the Elm Hills -						
6	Water system	Water system.					
7	Q.	Why does Staff now recommend removal of this amount?					
8	А.	This was an oversight. It is unclear what has been booked to this account. Staff					
9	recommends removal of the \$5,145 booked to this account. In general, and notwithstanding						
10	special and unique circumstances, "property losses" and gains on the sale of property are not						
11	reflected in the cost of service.						
12	Q.	Does this conclude your rebuttal testimony?					
13	А.	Yes it does.					

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

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In the Matter of Confluence Rivers Utility Operating Company, Inc.'s Request for Authority to Implement a General Rate Increase for Water Service and Sewer Service Provided in Missouri Service Areas

Case No. WR-2023-0006

AFFIDAVIT OF KEITH MAJORS

STATE OF MISSOURI)) ss. COUNTY OF JACKSON)

COMES NOW KEITH MAJORS and on his oath declares that he is of sound mind and lawful age; that he contributed to the foregoing *Rebuttal Testimony of Keith Majors*; and that the same is true and correct according to his best knowledge and belief.

Further the Affiant sayeth not.

KEITH MAJORS

JURAT

Subscribed and sworn before me, a duly constituted and authorized Notary Public, in and for the County of Jackson, State of Missouri, at my office in Kansas City, on this 274 day of June 2023.

Notary Publi



M. RIDENHOUR My Commission Expires July 22, 2023 Platte County Commission #19603483

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

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In the Matter of Confluence Rivers Utility Operating Company, Inc.'s Request for Authority to Implement a General Rate Increase for Water Service and Sewer Service Provided in Missouri Service Areas

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Confluence Rivers Utility Operating Company, Inc Case No. WR-2023-0006 Staff Recommended Revenue Requirements-Rebuttal

System	Water Revenue Requirement		Sewer Revenue Requirement	
Branson Cedars	\$ (7,604)	\$	28,342	
Cedar Green	\$ 26,976	\$	22,956	
Clemstone		\$	62,886	
Confluence Rivers	\$ (147,757)	\$	5,714	
Deer Run		\$	9,670	
Deguire		\$	1,131	
Elm Hills (Inc. Central Rivers)	\$ (14,955)	\$	(407)	
Fawn Lake	\$ 2,344			
Freeman Hills		\$	902	
Glen Meadows	\$ 55,363	\$	77,383	
Hillcrest	\$ (58,961)	\$	(60,185)	
Indian Hills	\$ (31,654)			
Missing Well	\$ 35,634	\$	20,938	
Osage Utilities	\$ 71,318	\$	108,487	
Port Perry	\$ 101,125	\$	172,791	
Prairie Heights	\$ 16,030	\$	14,019	
Racoon Creek		\$	(159,694)	
Spring Branch	\$ 22,115			
Terre Du Lac	\$ 136,479	\$	341,833	
Total	\$ 206,453	\$	646,766	