Exhibit No.:

Issue(s): Infrastructure System

Replacement Surcharge

Witness: Ali Arabian

Sponsoring Party: MoPSC Staff
Type of Exhibit: Direct Testimony

Case No.: WO-2020-0190

Date Testimony Prepared: May 22, 2020

MISSOURI PUBLIC SERVICE COMMISSION FINANCIAL AND BUSINESS ANALYSIS DIVISION AUDITING DEPARTMENT

OF

ALI ARABIAN

MISSOURI-AMERICAN WATER COMPANY
CASE NO. WO-2020-0190

Jefferson City, Missouri May 2020

1		DIRECT TESTIMONY	
2		OF	
3		ALI ARABIAN	
4		MISSOURI-AMERICAN WATER COMPANY	
5		CASE NO. WO-2020-0190	
6	Q.	Please state your name and business address.	
7	A.	Ali Arabian, P.O. Box 360, Suite 440, Jefferson City, MO 65102.	
8	Q.	By whom are you employed and in what capacity?	
9	A.	I am employed by the Missouri Public Service Commission ("Commission") as	
10	a Utility Regulatory Auditor II.		
11	Q.	Please describe your educational background and work experience.	
12	A.	I graduated from Lincoln University in Jefferson City, Missouri, with a Bachelor	
13	of Science in Accounting, in May 2004. I graduated with a Masters of Business Administration		
14	("MBA") with an emphasis in Accounting from Lincoln University in Jefferson City, MC		
15	in May 2007.	I have previously worked in various jobs in the areas of accounting and auditing.	
16	I began my employment with the Commission in September 2017.		
17	Q.	Have you previously filed testimony before this Commission?	
18	A.	Yes. I have filed testimony in Case No. WR-2017-0285, Case No.	
19	GO-2018-0310, and Case No. ER-2019-0374.		
20	Q.	What is the purpose of your testimony in this case?	
21	A.	I am sponsoring Auditing Staff's recommendation for Missouri American	
22	Water's Infrastructure System Replacement Surcharge ("ISRS") application for Case No.		
23	WO-2020-0190 filed on May 1, 2020.		

Direct Testimony of Ali Arabian

Q. Are you the same Ali Arabian who contributed to the Memorandum attached to 1 2 the Staff Recommendation filed on May 1, 2020, in Case No. WO-2020-0190? 3 A. Yes. 4 What is staff's recommended ISRS revenue requirement in this case? Q. 5 A. Staff's recommended ISRS revenue requirement for MAWC in this petition is \$9,725,687. 6 Q. Is the information contained in the Auditing Staff's Recommendation true and 7 accurate to the best of your knowledge? 8 9 A. Yes 10 Does this conclude your direct testimony in this proceeding? Q. 11 A. Yes, it does.

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

) Case No. WO-2020-0190 nt)
OF ALI ARABIAN
s oath declares that he is of sound mind and lawful ect <i>Testimony</i> ; and that the same is true and correct order penalty of perjury.
<u>/s/ Ali Arabian</u> Ali Arabian

Ali Arabian

Educational, Employment Background and Credentials

I am a Utility Regulatory Auditor II in the Auditing Department for the Missouri Public Service Commission. I was hired by the Commission in September 2017. Prior to joining the Commission, I was employed the Missouri Department of Corrections from 2013 to 2017 as an Auditor. Also, I have worked for the Missouri State Auditor's office as a Staff Auditor.

I earned a Bachelor of Science degree in Accounting from Lincoln University in Jefferson City, MO in May 2004. I earned a Masters of Business Administration (MBA) with an emphasis in Accounting from Lincoln University in Jefferson City, MO in May 2007.

Case Participation

Company Name	Case Number(s)	Testimony/Issues
Missouri American Water Company	WR-2017-0285	Dues and Donations, Other Rate Base items, Postage Expense, PSC Assessment, Leases
Middle Fork Water Company	WR-2018-0328	PSC Assessment, Maintenance Expense, Chemical Expense, Utility Expense, Permits, fees, and testing, Office Supplies Expense, Insurance Expense, Outside Services, Telephone Expense, Materials & Supplies expense
Spire Missouri - West	GO-2018-0310	ISRS
Rogue Creek Sewer Company	WM-2019-0018 SM-2019-0019	Depreciation Expense and CIAC
S.K. & M Water and Sewer Company	SR-2019-0157	Dues and Fees, Payroll and Payroll Taxes, Miscellaneous Expense, Property Taxes, Rate Case Expense, Bad Debt Expense, Water and Sewer Revenue annualization
Missouri American Water Company	WO-2019-0389	ISRS
The Empire District Electric Company	ER-2019-0374	Payroll and Payroll Tax, Employee Benefits, Injuries & Damages, Insurance Expense, Worker's compensation, O&M percentage