Exhibit No.:

Issue(s): Policy

Witness: Natelle Dietrich
Sponsoring Party: MoPSC Staff
Type of Exhibit: Rebuttal Testimony

Case No.: GR-2018-0013

Date Testimony Prepared: April 13, 2018

MISSOURI PUBLIC SERVICE COMMISSION COMMISSION STAFF DIVISION

REBUTTAL TESTIMONY

OF

NATELLE DIETRICH

LIBERTY UTILITIES (MIDSTATES NATURAL GAS) CORP. d/b/a LIBERTY UTILITIES

CASE NO. GR-2018-0013

Jefferson City, Missouri April 2018

1 REBUTTAL TESTIMONY 2 OF 3 NATELLE DIETRICH 4 LIBERTY UTILITIES (MIDSTATES NATURAL GAS) CORP. 5 d/b/a LIBERTY UTILITIES 6 CASE NO. GR-2018-0013 7 Q. Please state your name and business address. 8 A. My name is Natelle Dietrich. My business address is 200 Madison Street, 9 Jefferson City, Missouri 65110. 10 O. By whom are you employed and in what capacity? 11 A. I am employed by the Missouri Public Service Commission ("Commission") as 12 Commission Staff Director. 13 O. Please describe your education and relevant work experience. 14 I received a Bachelor's of Arts Degree in English from the University of A. 15 Missouri, St. Louis, and a Master's of Business Administration from William Woods 16 University. During my tenure with the Commission, I have worked in many areas of 17 In October, 2007, I became the Director of Utility telecommunications regulation. 18 Operations. The division was renamed the Tariff, Safety, Economic and Engineering 19 Analysis Department in August 2011. In October 2015, I assumed my current position as 20 Commission Staff Director. In this position, I oversee all aspects of the Commission Staff. 21 My responsibilities include involvement in several activities related to implementing 22 sound energy policy in Missouri. I was the Lead Director for the Commission's rulemakings 23 on such things as the implementation of the Missouri Energy Efficiency Investment Act, the 24 Chapter 22 rewrite, and the Commission's renewable energy standard regulations. Relevant

activities relate to energy efficiency, demand side management, demand response and smart grid. I was a member of the Missouri Delegation to the Missouri/Moldova Partnership through the National Association of Regulatory Utility Commissioners and the US Agency for International Development.

I am a member of the National Association of Regulatory Utility Commissioners Subcommittee on Rate Design and the Staff Subcommittee on Telecommunications. I serve on the Staff of the Federal/State Joint Board on Universal Service, serve as Lead Staff for the Missouri Universal Service Board, and was a member of the Governor's MoBroadbandNow taskforce.

- Q. Have you previously testified before the Commission?
- A. Yes. My Case Summary is attached as Schedule ND-r1.
- Q. What is the purpose of your Rebuttal Testimony?
- A. The purpose of my Rebuttal Testimony is to respond to the Direct Testimony of the Missouri Department of Economic Development Division of Energy ("DE") witness, Sharlet E. Kroll, and her recommendations regarding the administration of Liberty Midstates MO's weatherization program.
 - Q. Please briefly explain DE's role with weatherization programs.
- A. Ms. Kroll, throughout her Direct Testimony, describes DE's various roles administering the federal Low Income Weatherization Assistance Program (LIWAP) and explains DE's role administering the various utility programs. Beginning on page 10, Ms. Kroll explains that DE's administrative services have been funded through the grant it receives from the United States Department of Energy (USDOE). Ms. Kroll explains DE does not receive general revenue funds to administer weatherization programs, and does not

1	receive funding to administer the weatherization portion of Utilicare. Ms. Kroll further		
2	explains DE intermittently receives funds to administer the transfer of federal Low Income		
3	Home Energy Assistance Program (LIHEAP) funds for weatherization. Beginning at page 11		
4	of her Direct Testimony, Ms. Kroll states that DE has administered Liberty Midstates - MO's		
5	weatherization program since February 2008, overseeing contractor ("subgrantee") delivery		
6	of program services. Ms. Kroll states that 369 Liberty Midstates - MO households were		
7	weatherized from February 2008 to January 31, 2018, utilizing company funds administered		
8	by DE.		
9	Q. Is DE willing to continue administration of Liberty Midstates - MO's		
10	weatherization program?		
11	A. Ms. Kroll states that DE is willing to continue to administer the		
12	Liberty Midstates - MO weatherization program if its administrative costs can be recovered		
13	at the lesser of costs or up to five percent of the program budget.		
14	Q. Does Staff support DE's request for an annual administration fee of up to		
15	five percent of Liberty Midstates - MO's program budget?		
16	A. No it does not.		
17	Q. Please explain.		
18	A. Based on conversations with Staff Counsel related to this request,		
19	Staff Counsel advises that DE's request is unlawful. Staff Counsel points to		
20	Section 640.676 - Public and private partnership agreements - when providing legal		
21	guidance on DE's request. Section 640.676.1. states:		
22 23 24 25	1. The [DE] director may secure other forms of financial assistance permissible by law and establish public and private partnerships with, but not limited to, financial institutions, performance contracting vendors, energy utilities		

1 2 3	serves to further the implementation of energy conservation projects.		
4	The statute authorizes the DE Director to secure financial assistance from certain		
5	entities, but does not authorize the DE Director to secure financial assistance from the		
6	ratepayers of Missouri. In addition, Staff Counsel indicates Missouri law forbids the		
7	preferential subsidization of certain ratepayers at the expense of all other ratepayers;		
8	therefore, except under certain circumstances it is unduly discriminatory and preferential to		
9	require all ratepayers to subsidize the administration and delivery of weatherization services		
10	that are beneficial to only a few ratepayers.		
11	Q. Ms. Kroll, at page 12, lines 2-4, expresses concern about possible public		
12	perceptions of bias if DE manages some utility weatherization programs while declining to		
13	manage other requests. Would Staff be amenable to Liberty Midstates - MO managing its		
14	own weatherization program, or its shareholders providing funding for DE to administer the		
15	program?		
16	A. Yes.		
17	Q. Finally, Ms. Kroll asks the Commission to allow Liberty Midstates - MO to		
18	offer a request for proposal (RFP) to contract for administration of its weatherization		
19	program. Is Staff amenable to such a proposal?		
20	A. Yes. However, Staff would have the same concerns related to		
21	Section 640.676.1. should DE bid on that RFP.		
22	Q. Does this conclude your rebuttal testimony?		
23	A. Yes it does.		

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of Liberty Utilities)	
(Midstates Natural Gas) Corp. d/b/a)	Case No. GR-2018-0013
Liberty Utilities' Tariff Revisions)	
Designed to Implement a General Rate)	
Increase for Natural Gas Service in the)	
Missouri Service Areas of the Company	4)	
•		

AFFIDAVIT OF NATELLE DIETRICH

STATE OF MISSOURI)	
)	SS.
COUNTY OF COLE)	

COMES NOW NATELLE DIETRICH and on her oath declares that she is of sound mind and lawful age; that she contributed to the foregoing Rebuttal Testimony and that the same is true and correct according to her best knowledge and belief.

Further the Affiant sayeth not.

NATELLE DIETRICH

JURAT

Subscribed and sworn before me, a duly constituted and authorized Notary Public, in and for the County of Cole, State of Missouri, at my office in Jefferson City, on this _______ day of April 2018.

D. SUZIE MANKIN
Notary Public - Notary Seal
State of Missouri
Commissioned for Cole County
My Commission Expires: December 12, 2020
Commission Number: 12412070

Notary Public

Natelle Dietrich Case Summary

Presented testimony or analysis through affidavits on the following cases and proceedings:

- Case No. TA-99-405, an analysis of the appropriateness of a "payday loan" company providing prepaid telecommunications service.
- Case No. TX-2001-73, In the Matter of Proposed New Rules on Prepaid Calling Cards.
- Case No. TO-2001-455, the AT&T/Southwestern Bell Telephone Company arbitration, which included issues associated with unbundled network elements.
- Case No. TX-2001-512, In the Matter of Proposed Amendments to Commission Rule 4 CSR 240-33.010, 33.020, 33.030, 33.040, 33.060, 33.070, 33.080, 33.110, and 33.150 (telecommunications billing practices).
- Case No. TO-2002-222, the MCI/SWBT arbitration.
- Case No. TR-2002-251, In the Matter of the Tariffs Filed by Sprint Missouri, Inc. d/b/a Sprint to Reduce the Basic Rates by the Change in the CPI-TS as Required by 392.245(4), Updating its Maximum Allowable Prices for Non-Basic Services and Adjusting Certain Rates as Allowed by 392.245(11) and Reducing Certain Switched Access Rates and Rebalancing to Local Rates as Allowed by 392.245(9).
- Case No. TX-2002-1026, In the Matter of a Proposed Rulemaking to Implement the Missouri Universal Service Fund End-User Surcharge.
- Case No. TX-2003-0379, In the Matter of Proposed Amendments to Commission Rule 4 CSR 240-3.545, formerly 4 CSR 240-30.010 (tariff filing requirements).
- Case No. TX-2003-0380, In the Matter of Proposed Amendments to Commission Rules 4 CSR 240-2.060, 4 CSR 240-3.020, 4 CSR 240-3.510, 4 CSR 240-3.520, and 4 CSR 240-3.525 (competitive local exchange carrier filing requirements and merger-type transactions).
- Case No. TX-2003-0389, In the Matter of Proposed Amendment to Commission Rules 4 CSR 240-3.530 and 4 CSR 240-3.535, and New Rules 4 CSR 240-3.560 and 4 CSR 240-3.565 (telecommunications bankruptcies and cessation of operation).
- Case No. TX-2003-0445, In the Matter of a Proposed New Rule 4 CSR 240-33.160 Regarding Customer Proprietary Network Information.
- Case No. TX-2003-0487, In the Matter of Proposed Commission Rules 4 CSR 240-36.010, 36.020, 36.030, 36.040, 36.050, 36.060, 36.070, and 36.080 (arbitration and mediation rules).
- Case No. TX-2003-0565, In the Matter of a Proposed Rulemaking to Codify Procedures for Telecommunications Carriers to Seek Approval, Amendment and Adoption of Interconnection and Resale Agreements.
- Case Nos. TX-2004-0153 and 0154, in the Matter of Proposed Rule for 211 Service (emergency and permanent rules).

- Case Nos. TO-2004-0370, IO-2004-0467, TO-2004-0505 et al, In the Matter of the Petition of various small LECs for Suspension of the Federal Communications Commission Requirement to Implement Number Portability.
- Case No. TX-2005-0258, In the Matter of a New Proposed Rule 4 CSR 240-33.045 (placement and identification of charges on customer bills).
- Case No. TX-2005-0460, In the Matter of the Proposed Amendments to the Missouri Universal Service Fund Rules.
- Case No. TO-2006-0093, In the Matter of the Request of Southwestern Bell Telephone, L.P. d/b/a SBC Missouri, for Competitive Classification Pursuant to Section 392.245.6, RSMo (2205) 30-day Petition.
- Case Nos. TC-2005-0357, IR-2006-0374, TM-2006-0306, the complaint case, earnings investigation and transfer of assets case to resolve issues related to Cass County Telephone Company, LP, LEC Long Distance, FairPoint Communications, Inc., FairPoint Communications Missouri Inc. d/b/a FairPoint Communications and ST Long Distance Inc. d/b/a FairPoint Communications Long Distance.
- Case No. TC-2006-0068, FullTel, Inc., v. CenturyTel of Missouri, LLC.
- Case No. TX-2006-0169, In the Matter of Proposed New Rule 4 CSR 240-3.570 Regarding Eligible Telecommunications Carrier Designations for Receipt of Federal Universal Service Fund Support.
- Case No. TX-2006-0429, In the Matter of a Proposed Amendment to 4 CSR 240-3.545 (one day tariff filings).
- Case No. TX-2007-0086, In the Matter of a Proposed Rulemaking to Create Chapter 37 Number Pooling and Number Conservation Efforts
- Case No. TA-2009-0327, In the Matter of the Petition of TracFone Wireless, Inc. for Designation as an Eligible Telecommunications Carrier in the State of Missouri for the Limited Purpose of Offering Lifeline and Link Up Service to Qualified Households.
- Case No. RA-2009-0375, In the Matter of the application of Nexus Communications, Inc. d/b/a TSI for Designation as an Eligible Telecommunications Carrier in the State of Missouri for the Limited Purpose of Offering Wireless Lifeline and Link Up Service to Qualifying Households.
- Case No. AX-2010-0061, Office of Public Counsel's Petition for Promulgation of Rules Relating to Billing and Payment Standards for Residential Customers.
- Case No. GT-2009-0056, In the Matter of Laclede Gas Company's Tariff Revision Designed to Clarify its Liability for Damages Occurring on Customer Piping and Equipment Beyond the Company's Meter.
- Case No. ER-2012-0166, In the Matter of Union Electric Company d/b/a Ameren Missouri's Tariffs to Increase Its Revenues for Electric Service. Energy Independence and Security Act of 2007 (EISA).
- Case No. ER-2012-0174, In the Matter of Kansas City Power & Light Company's Request for Authority to Implement A General Rate Increase for Electric Service. Energy Independence and Security Act of 2007 (EISA).

- Case No. ER-2012-0175, In the Matter of KCP&L Greater Missouri Operations Company's Request for Authority to Implement A General Rate Increase for Electric Service. Energy Independence and Security Act of 2007 (EISA).
- Case No. ER-2012-0345, In the Matter of Empire District Electric Company of Joplin, Missouri Tariff's Increasing Rates for Electric Service Provided to Customers in the Missouri Service Area of the Company. Energy Independence and Security Act of 2007 (EISA).
- File Nos. EO-2013-0396 and EO-2013-0431, In the Matter of the Joint Application of Entergy Arkansas, Inc., Mid South TransCo, LLC, Transmission Company Arkansas, LLC and ITC Midsouth LLC for Approval of Transfer of Assets and Certificate of Convenience and Necessity, and Merger and, in connection therewith, Certain Other Related Transactions; and In the Matter of Entergy Arkansas, Inc.'s Notification of Intent to Change Functional Control of Its Missouri Electric Transmission Facilities to the Midwest Independent Transmission System Operator Inc. Regional Transmission System Organization or Alternative Request to Change Functional Control and Motions for Waiver and Expedited Treatment, respectively.
- Case No. MX-2013-0432, In the Matter of a Proposed Rulemaking to Revise Manufactured Housing Rules Regarding Installation and Monthly Reporting Requirements.
- Case No. TX-2013-0324, In the Matter of a Proposed Rulemaking to the Missouri Universal Service Fund.
- Case No. EO-2014-0095, In the Matter of Kansas City Power & Light Company's Filing for Approval of Demand-Side Programs and for Authority to Establish Demand-Side Programs Investment Mechanism.
- Case No. EA-2014-0207, In the Matter of the Application of Grain Belt Express Clean Line LLC for a Certificate of Convenience and Necessity Authorizing It to Construct, Own, Operate, Control, Manage, and Maintain a High Voltage, Direct Current Transmission Line and an Associated Converter Station Providing an Interconnection on the Maywood - Montgomery 345 kV Transmission Line.
- Case No. ER-2014-0370, In the Matter of Kansas City Power & Light Company's Request for Authority to Implement a General Rate Increase for Electric Service.
- Case No. WR-2015-0301, In the Matter of Missouri-American Water Company's Request for Authority to Implement a General Rate Increase for Water and Sewer Service Provided in Missouri Service Areas.
- Case No. ER-2016-0156, In the Matter of KCP&L Greater Missouri Operations Company's Request for Authority to Implement a General Rate Increase for Electric Service.
- Case No. ET-2016-0246, In the Matter of the Application of Union Electric Company d/b/a Ameren Missouri for Approval of a Tariff Setting a Rate for Electric Vehicle Charging Stations.
- Case No. ER-2016-0285, In the Matter of Kansas City Power & Light Company's Request for Authority to Implement a General Rate Increase for Electric Service.
- Case No. ER-2016-0179, In the Matter of Union Electric Company d/b/a Ameren Missouri's Tariffs to Increase its Revenues for Electric Service.

- Case No. EE-2017-0113, In the Matter of the Joint Application of Great Plains Energy Incorporated, Kansas City Power & Light Company and KCP&L Greater Missouri Operations Company for a Variance from the Commission's Affiliate Transactions Rule, 4 CSR 240-20.015
- Case No. EA-2016-0358, In the Matter of the Application of Grain Belt Express Clean Line LLC for a Certificate of Convenience and Necessity Authorizing it to Construct, Own, Operate, Control, Manage and Maintain a High Voltage, Direct Current Transmission Line and an Associated Converter Station Providing an Interconnection on the Maywood-Montgomery 345kV Transmission Line
- Case No. EM-2017-0226, In the Matter of the Application of Great Plains Energy Incorporated for Approval of its Acquisition of Westar Energy, Inc.
- Case No. GR-2017-0215, In the Matter of Laclede Gas Company's Request to Increase its Revenues for Gas Service.
- Case No. GR-2017-0216, In the Matter of Laclede Gas Company d/b/a Missouri Gas Energy's Request to increase its Revenues for Gas Service.
- Case No. WR-2017-0259, In the Matter of the Rate Increase Request of Indian Hills Utility Operating Company, Inc.
- Case No. WR-2017-0285, In the Matter of Missouri-American Water Company's Request for Authority to Implement General Rate Increase for Water and Sewer Service Provided in Missouri Service Areas.
- Case No. EM-2018-0012, In the Matter of the Application of Great Plains Energy Incorporated for Approval of its Merger with Westar Energy, Inc.
- Case No. EO-2018-0092, In the Matter of the Application of The Empire District Electric Company for Approval of Its Customer Savings Plan.
- Actively participated in or prepared comments on numerous issues on behalf of the Commission to be filed at the Federal Communications Commission.
- Prepared congressional testimony on behalf of the Commission on number conservation efforts in Missouri.
- A principal author on Missouri Public Service Commission Comments on the Reduction of Carbon Emissions in Missouri under Section 111(d) of the Clean Air Act.
- A principal author on Missouri Public Service Commission Comments on the Environmental Protection Agency's "Emission Guidelines for Existing Stationary Sources: Electric Generating Unity".

Commission Arbitration Advisory Lead Staff for the following cases:

- Case No. TO-2005-0336, Southwestern Bell Telephone, L.P., d/b/a SBC Missouri's Petition for Compulsory Arbitration of Unresolved Issues For a Successor Interconnection Agreement to the Missouri 271 Agreement ("M2A").
- Case No. IO-2005-0468, In the Matter of the Petition of Alma Telephone Company for Arbitration of Unresolved Issues Pertaining to a Section 251(b)(5) Agreement with T-Mobile USA, Inc.

- Case No. TO-2006-0147 et al, In the Matter of the Petition for Arbitration of Unresolved Issues in a Section 251(b)(5) Agreement with T-Mobile USA, Inc and Cingular Wireless.
- Case No. TO-2006-0299, Petition of Socket Telecom, LLC for Compulsory Arbitration of Interconnection Agreements with CenturyTel of Missouri, LLC and Spectra Communications, LLC, pursuant to Section 251(b)(1) of the Telecommunications Act of 1996.
- Case No. TO-2006-0463, In the Matter of the Petition for Arbitration of Unresolved Issues in a Section 251(b)(5) Agreement with ALLTEL Wireless and Western Wireless.
- Case No. TO-2009-0037, In the Matter of the Petition of Charter Fiberlink-Missouri, LLC for Arbitration of an Interconnection Agreement Between CenturyTel of Missouri, LLC and Charter Fiberlink-Missouri, LLC.