1	STATE OF MISSOURI
2	PUBLIC SERVICE COMMISSION
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б	TRANSCRIPT OF PROCEEDINGS
7	Procedural Conference
8 9	November 17, 2009 Jefferson City, Missouri Volume 1
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12	In the Matter of RDG Development,)
	LLC For a Certificate of)
13	Convenience and Necessity)
	Authorizing it to Own, Operate,) File No. SA-2010-0096
14	Maintain, Control and Manage a)
	Sewer System in Callaway County,)
15	Missouri)
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18	HAROLD STEARLEY, Presiding, REGULATORY LAW JUDGE
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22	REPORTED BY:
23	KELLENE K. FEDDERSEN, CSR, RPR, CCR
24	MIDWEST LITIGATION SERVICES
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1 PROCEEDINGS JUDGE STEARLEY: All right. Good morning. 2 3 Today is Tuesday, November 17th, 2009. We are here for a 4 procedural conference in the matter of RDG Development, 5 LLC for certificate of convenience and necessity 6 authorizing it to own, operate, maintain, control and 7 manage a sewer system in Callaway County, Missouri, File 8 No. SA-2010-0096. 9 My name is Harold Stearley, and I'm the presiding officer over this matter. The court reporter 10 11 this morning is Kellene Feddersen. 12 We will begin by taking entries of 13 appearance, starting with RDG. 14 MR. COOPER: Thank you, your Honor. 15 Dean L. Cooper from the law firm Brydon, Swearengen & England, P.C., P.O. Box 456, Jefferson City, Missouri 16 65102, appearing on behalf of RDG. 17 18 JUDGE STEARLEY: Thank you, Mr. Cooper. 19 Office of the Public Counsel. 20 MS. BAKER: Thank you, your Honor. Christina Baker, P.O. Box 2230, Jefferson City, Missouri 21 22 65102, appearing on behalf of the Office of the Public 23 Counsel and the ratepayers. 24 JUDGE STEARLEY: Thank you, Ms. Baker. 25 And the Staff of the Missouri Public

1 Service Commission.

2	MS. KLIETHERMES: Thank you, Judge. Sarah
3	Kliethermes, 200 Madison Street, Jefferson City, Missouri
4	65102, appearing on behalf of the Staff of the Missouri
5	Public Service Commission.
6	JUDGE STEARLEY: Thank you,
7	Ms. Kliethermes.
8	Let me just kind of summarize a little bit
9	what I've got from the parties' feelings, and you can
10	correct me if I'm wrong. When RDG filed its application,
11	it was seeking a flat rate of 71.66, and then there were
12	some other associated charges like disconnect fees,
13	et cetera.
14	MR. COOPER: Correct.
14 15	MR. COOPER: Correct. JUDGE STEARLEY: Staff came back with a
15	JUDGE STEARLEY: Staff came back with a
15 16	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and
15 16 17	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and company both objected to.
15 16 17 18	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and company both objected to. So just kind of for clarity, is anyone at
15 16 17 18 19	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and company both objected to. So just kind of for clarity, is anyone at this point opposing the actual grant of the certificate?
15 16 17 18 19 20	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and company both objected to. So just kind of for clarity, is anyone at this point opposing the actual grant of the certificate? MS. BAKER: No, your Honor.
15 16 17 18 19 20 21	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and company both objected to. So just kind of for clarity, is anyone at this point opposing the actual grant of the certificate? MS. BAKER: No, your Honor. JUDGE STEARLEY: Okay. And Staff had a few
15 16 17 18 19 20 21 22	JUDGE STEARLEY: Staff came back with a recommended rate of 40.06, to which Public Counsel and company both objected to. So just kind of for clarity, is anyone at this point opposing the actual grant of the certificate? MS. BAKER: No, your Honor. JUDGE STEARLEY: Okay. And Staff had a few other conditions listed in its recommendation. Is anyone

1 some requirements with DNR.

2	MS. BAKER: I would say the only one of
3	those that we may have concerns with are the depreciation,
4	but the other two, the rate case and the DNR are fine.
5	JUDGE STEARLEY: So I'm just trying to get
б	a feel for basically it's coming down to cost of service
7	issues
8	MS. BAKER: Yes.
9	JUDGE STEARLEY: and revenue
10	requirement?
11	MR. COOPER: That's probably right, your
12	Honor, although I think that some of those conditions are
13	linked back to some extent to what rate ends up being
14	approved. So their acceptability to the company probably
15	changes depending upon the rate.
16	JUDGE STEARLEY: Okay. So are the parties
17	at this point still working on resolving these issues
18	amongst yourselves or are you contemplating a hearing at
19	this point? Do you want to set a hearing schedule and
20	keep trying to work on it while that schedule's
21	progressing, or how is it that you're wishing to proceed?
22	MS. BAKER: Public Counsel is certainly
23	willing to talk about working it out, but given the
24	Commission's very heavy schedule at the moment, it might
25	be best to at least set the time frame for a hearing.

MR. COOPER: Could be, although I think
 we'll know more after we talk today would be my reaction,
 if that's acceptable to you.

JUDGE STEARLEY: All right. Well, maybe what I'll do, then, is have the parties file a status report. Next week's a holiday week, and not wishing to irritate anyone, maybe we should defer to Monday, November 30th for a status report. You can let me know where you're at at that time.

10 If the parties do decide that they want to 11 proceed with a hearing or set dates for a hearing in the 12 background of still negotiating, maybe you could inform me 13 in the status report and give me a projected date for 14 filing a procedural schedule, and in that I would like to 15 know if the parties are wishing to do prefiled testimony 16 or if you want a live hearing.

17 And the procedural schedule, regardless of 18 which way we're going with testimony, should include a 19 date for the filing of a joint stipulation of any material 20 facts that are not in dispute.

21 Other than that, is there anything else we
22 need to take up on the record at this time?

23 MR. COOPER: I don't have anything.

24 MS. BAKER: No, not that I know of.

25 JUDGE STEARLEY: Okay. Well, thank you all

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1	very much, and we will end the on-the-record portion of
2	this and I will leave you-all to your discussions.
3	WHEREUPON, the recorded portion of the
4	procedural conference was concluded.
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1	CERTIFICATE
2	STATE OF MISSOURI)
3) ss. County of Cole)
4	I, Kellene K. Feddersen, Certified
5	Shorthand Reporter with the firm of Midwest Litigation
6	Services, do hereby certify that I was personally present
7	at the proceedings had in the above-entitled cause at the
8	time and place set forth in the caption sheet thereof;
9	that I then and there took down in Stenotype the
10	proceedings had; and that the foregoing is a full, true
11	and correct transcript of such Stenotype notes so made at
12	such time and place.
13	Given at my office in the City of
14	Jefferson, County of Cole, State of Missouri.
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16	Kellene K. Feddersen, RPR, CSR, CCR
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