

1 STATE OF MISSOURI  
2 PUBLIC SERVICE COMMISSION

3  
4 HEARING

5 June 26, 2000  
6 Jefferson City Missouri  
7 Volume 17  
8  
9

10 In the Matter of Missouri-American )  
11 Water Company's Tariff Sheets )  
12 Designed to Implement General Rate ) Case  
13 Increases for Water and Sewer ) No. WR-2000-281  
14 Service Provided to Customers in )  
15 the Missouri Service Area of the )  
16 Company. )  
17  
18  
19

20 BEFORE:

21 KEVIN A. THOMPSON, Presiding,  
22 DEPUTY CHIEF REGULATORY LAW JUDGE.  
23 SHEILA LUMPE, Chair,  
24 CONNIE MURRAY,  
25 ROBERT G. SCHEMENAUER,  
M. DIANNE DRAINER, Vice-Chair  
COMMISSIONERS.

20 REPORTED BY:

21 KRISTAL R. MURPHY, CSR, RPR, CCR  
22 ASSOCIATED COURT REPORTERS, INC.  
23 714 West High Street  
24 Post Office Box 1308  
25 JEFFERSON CITY, MISSOURI 65102  
(314) 636-7551

1 APPEARANCES:  
2  
3 W.R. ENGLAND, III, Attorney at Law  
DEAN L. COOPER, Attorney at Law  
4 RICHARD T. CIOTTONE, Attorney at Law  
Brydon, Swearngen & England, P.C.  
5 P.O. Box 456  
312 East Capitol Avenue  
6 Jefferson City, Missouri 65102-0456  
7 FOR: Missouri-American Water Company.  
8 LARRY W. DORITY, Attorney at Law  
JAMES M. FISCHER, Attorney at Law  
9 Fischer & DORITY  
101 West McCarty Street, Suite 215  
10 Jefferson City, Missouri 65101  
11 FOR: Public Water Supply District No. 1 of  
Andrew County.  
12 Public Water Supply District No. 2 of  
Andrew County.  
13 Public Water Supply District No. 1 of  
DeKalb County.  
14 Public Water Supply District No. 1 of  
Buchanan County.  
15  
CARL ZOBRIST, Attorney at Law.  
16 Blackwell, Sanders, Peper, Martin  
2300 Main Street  
17 Suite 1100  
Kansas City, Missouri, 64108.  
18  
FOR: Intervenor City of St. Joseph.  
19  
JAMES B. DEUTSCH, Attorney at Law  
20 Blitz, Bardgett & Deutsch  
308 East High Street  
21 Suite 301  
Jefferson City, Missouri 65101  
22  
FOR: City of Joplin.  
23  
24  
25

1 APPEARANCES Continued:  
2  
3 CHARLES BRENT STEWART, Attorney at Law  
JEFFREY KEEVIL, Attorney at Law  
4 Stewart & Keevil  
1001 Cherry Street, Suite 302  
5 Columbia, Missouri 65201  
6 FOR: Public Water Supply District No. 2 of  
St. Charles County.  
7  
STUART W. CONRAD, Attorney at Law  
8 JEREMIAH D. FINNEGAN, Attorney at Law  
Finnegan, Conrad & Peterson  
9 3100 Broadway, Suite 1209  
Kansas City, Missouri 64111  
10  
FOR: St. Joseph Industrial Intervenors.  
11  
LELAND B. CURTIS, Attorney at Law  
12 Curtis, Oetting, Heinz, Garrett & Soule, P.C.  
130 South Bemiston, Suite 200  
13 Clayton, Missouri 63105  
14 FOR: City of Warrensburg.  
City of St. Peters.  
15 City of O'Fallon.  
City of Weldon Spring.  
16 St. Charles County.  
Warrensburg Industrial Intervenors.  
17 Central Missouri State University.  
18 DIANA M. VUYLSTEKE, Attorney at Law  
Bryan Cave, LLP  
19 211 North Broadway  
Suite 3600  
20 St. Louis, Missouri 63102  
21 FOR: Missouri Industrial Energy Consumers,  
Boeing, et al.  
22  
JOHN B. COFFMAN, Senior Public Counsel  
23 SHANNON COOK, Assistant Public Counsel  
P.O. Box 7800  
24 Jefferson City, Missouri 65102  
25 FOR: Office of Public Counsel and the Public.

1 APPEARANCES Continued:  
2  
3 KEITH R. KRUEGER, Deputy General Counsel  
4 CLIFF E. SNODGRASS, Senior General Counsel  
5 ROBERT FRANSON, Assistant General Counsel  
6 P.O. Box 360  
7 Jefferson City, Missouri 65102  
8  
9 FOR: Staff of the Missouri Public Service  
10 Commission.  
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12  
13  
14  
15  
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1 P R O C E E D I N G S  
2 (EXHIBIT NOS. 106, 107, 108, 109, 110, 111,  
3 AND 112 WERE MARKED FOR IDENTIFICATION.)  
4 JUDGE THOMPSON: I believe we're ready for  
5 Mr. Salser.  
6 You're still under oath, sir.  
7 THE WITNESS: Yes.  
8 JUDGE THOMPSON: Please proceed,  
9 Mr. England.  
10 MR. ENGLAND: Thank you, your Honor.  
11 My understanding is that the hearing this  
12 morning is for the purpose of the true-up phase of the  
13 proceeding?  
14 JUDGE THOMPSON: That is correct.  
15 MR. ENGLAND: In that regard, we have two  
16 witnesses. Our first witness is Mr. Jim Salser. Our  
17 second witness will be Mr. Bob Amman.  
18 As a preliminary matter, for purposes of the  
19 record and the benefit of the Commission, there appear  
20 to be two issues between the Staff and the Company,  
21 the only parties that I know of that filed testimony  
22 regarding true-up. And, again, for purposes of the  
23 record, after reviewing Staff's testimony regarding  
24 those issues, the chemical expense and property tax,  
25 Company is prepared to accept the proposal that's

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1 contained in the Staff prepared testimony of  
2 Mr. Gibbs.

3 My understanding is there is no issue with  
4 respect to Ms. McKiddy regarding true-up capital  
5 structure.

6 With that in mind, or with that on the  
7 record, at this time I'll take Mr. Salser through  
8 identifying his testimony and offer him for  
9 cross-examination.

10 JUDGE THOMPSON: Okay. Thank you.

11 Please proceed.

12 MR. ENGLAND: Thank you.

13 JAMES E. SALSER, previously being sworn, testified as  
14 follows:

15 DIRECT EXAMINATION BY MR. ENGLAND:

16 Q. Would you please state your full name and  
17 address for the record, please?

18 A. James E. Salser, 157AA Route 2, Ravenswood,  
19 West Virginia.

20 Q. Mr. Salser, are you the same individual that  
21 has caused to be prepared Direct Testimony Regarding  
22 True-up, which has been marked for purposes of  
23 identification as Exhibit 106 --

24 A. Yes.

25 Q. -- as well as Rebuttal Testimony Regarding

1 True-up, which has been marked for purposes of  
2 identification as Exhibit 107?

3 A. Yes.

4 Q. Are there any changes or corrections that  
5 need to be made to that -- either one of those pieces  
6 of testimony or the schedules accompanying those  
7 testimonies at this time?

8 A. Yes.

9 Q. Okay.

10 A. The Staff pointed out to me right before the  
11 hearing that I had a carrying over error between -- on  
12 107.

13 Q. This is your rebuttal testimony?

14 A. Yes.

15 Q. Okay. Do you have the page number, or is it  
16 a schedule?

17 A. It's JES-5, Page 1 of 8.

18 Q. Okay.

19 A. If you look at the total rate base, the  
20 million -- 166,418,600, and compare that to JES-4,  
21 rate base in the second column, the 164,849,603, the  
22 correct number is the 164,849,603. There's a formula  
23 calculation on the JES-5 -- JES-5, Schedule 1 of 8,  
24 and once you correct the formula, that adds.

25 Q. Okay. Mr. Salser, you've done a marvelous

1 job of confusing your counsel.

2 A. Nothing new.

3 Q. Preferably, we don't like to do it on the  
4 witness stand.

5 Which of those two numbers is the correct  
6 one?

7 A. The correct number is shown on JES-4.

8 Q. Page 1 of 8?

9 A. Page 1 of 8, 164,849,603.

10 Q. And that number should actually be -- appear  
11 in the bottom right-hand column of JES-5, Page 1 of 8?

12 A. That is correct.

13 Q. I take it those numbers above it on JES-5  
14 would total the correct number, not the number that  
15 appears?

16 A. The numbers are correct. They are just not  
17 subtracted. There is a formula error in the working  
18 capital.

19 Q. Okay. So there needs to be maybe a change  
20 in that number as well?

21 A. Yes.

22 MR. ENGLAND: Okay. With that in mind, it  
23 might be best if we submitted a revised exhibit or  
24 schedule. Would that be permissible, your Honor?

25 JUDGE THOMPSON: That would be permissible,



1 and I think that would be preferable.

2 MR. ENGLAND: Okay.

3 BY MR. ENGLAND:

4 Q. Mr. Salser, if we make the corrections that  
5 you think are appropriate to Schedule JES-5, Page 1 of  
6 8, will that affect any of the other subsequent pages,  
7 2 through 8, on that schedule?

8 A. It will also change JES-5, Page 7 of 8,  
9 which is the St. Joe District.

10 MR. ENGLAND: Okay. So, your Honor, it  
11 appears that there will be several pages to that  
12 exhibit, as least two, that need to be revised.

13 JUDGE THOMPSON: That's fine, Mr. England.

14 BY MR. ENGLAND:

15 Q. Are there any other changes or corrections  
16 that you need to make at this time?

17 A. No.

18 Q. Okay. With that correction in mind, if I  
19 were to ask you the questions that appear in both the  
20 direct testimony and the rebuttal testimony, in  
21 Exhibits 106 and 107, would your answers here today  
22 under oath be the same?

23 A. Yes.

24 Q. And, again, with the correction in mind, are  
25 those answers and the information contained in these

1 two exhibits true and correct to the best of your  
2 knowledge, information, and belief?

3 A. Yes.

4 MR. ENGLAND: Okay. Thank you. Thank you,  
5 Mr. Salser.

6 I would offer Exhibits 106 and 107 at this  
7 time, and tender the witness for cross-examination.

8 JUDGE THOMPSON: Okay. Thank you,  
9 Mr. England.

10 Do I hear any objections to the receipt of  
11 Exhibits 106 and 107?

12 (No response.)

13 JUDGE THOMPSON: Hearing no objections,  
14 Exhibits 106 and 107 are received and made a part of  
15 the record of this proceeding.

16 (EXHIBIT NOS. 106 AND 107 WERE RECEIVED INTO  
17 EVIDENCE.)

18 JUDGE THOMPSON: Cross-examination.  
19 Ms. Cook?

20 MS. COOK: No questions, your Honor.

21 JUDGE THOMPSON: Okay. Mr. Krueger?

22 MR. KRUEGER: No questions, your Honor.

23 JUDGE THOMPSON: Mr. Conrad?

24 MR. CONRAD: No questions, your Honor.

25 JUDGE THOMPSON: Mr. Deutsch?

1           MR. DEUTSCH: No questions.

2           JUDGE THOMPSON: Questions from the Bench?

3   QUESTIONS BY CHAIR LUMPE:

4       Q.    Mr. Salser, I think your counsel said there

5   were two issues, and I got one written down and not

6   the other. Could you refresh me on what the second

7   issue was?

8       A.    Which one do you have?

9       Q.    I have chemicals.

10      A.    The other one is property taxes.

11      Q.    Property taxes. Okay.

12      A.    Yes.

13           CHAIR LUMPE: Okay. Thank you.

14           That's all I have.

15           JUDGE THOMPSON: Thank you.

16           Vice-chair Drainer?

17   QUESTIONS BY COMMISSIONER DRAINER:

18      Q.    Good morning.

19      A.    Good morning.

20      Q.    I believe your counsel answered my question,

21   but I'll ask to verify.

22           The true-up information provided by Staff

23   Witness McKiddy, you have no disagreement with her.

24      A.    As far as the capital structure goes, yes.

25      Q.    Okay.

1           A.     But the rate of return is still an issue,  
2     the rate of return on equity.

3           Q.     Rate of return, I understand, we'll deal  
4     with tomorrow.

5           A.     Right.

6           Q.     But as far as the capital structure, you are  
7     in agreement with it?

8           A.     Yes.

9                   COMMISSIONER DRAINER:   Okay.   Thank you.

10                   No other questions.

11                   JUDGE THOMPSON:   Thank you, Vice-chair  
12     Drainer.

13                   Commissioner Murray?

14                   COMMISSIONER MURRAY:   No questions.   Thank  
15     you.

16                   JUDGE THOMPSON:   Thank you, Commissioner.

17                   Commissioner Schemenauer?

18                   COMMISSIONER SCHEMENAUER:   No questions,  
19     your Honor.

20                   JUDGE THOMPSON:   Recross.   Ms. Cook?

21                   MS. COOK:   No, your Honor.

22                   JUDGE THOMPSON:   Mr. Krueger?

23                   MR. KRUEGER:   No questions, your Honor.

24                   JUDGE THOMPSON:   Mr. Conrad?

25                   MR. CONRAD:   No questions.

1 JUDGE THOMPSON: Mr. Deutsch?  
2 MR. DEUTSCH: No questions.  
3 JUDGE THOMPSON: Redirect?  
4 MR. ENGLAND: No. Thank you.  
5 JUDGE THOMPSON: Thank you, sir.  
6 You may step down.  
7 I believe we're ready for Mr. Amman.  
8 MR. ENGLAND: Mr. Amman.  
9 JUDGE THOMPSON: Good morning, Mr. Amman.  
10 THE WITNESS: Good morning.  
11 JUDGE THOMPSON: You testified earlier  
12 during this proceeding, did you not?  
13 THE WITNESS: Yes, sir, I did.  
14 JUDGE THOMPSON: I'll remind you that you're  
15 still under oath.  
16 Please take your seat.  
17 Mr. England.  
18 MR. ENGLAND: Thank you.  
19 Before I begin my examination, would it be  
20 possible to have an exhibit marked?  
21 JUDGE THOMPSON: Absolutely.  
22 MR. ENGLAND: This is in response, I  
23 believe, to a request for information from  
24 Commissioner Schemenauer earlier in the proceeding.  
25 Mr. Amman is the witness responsible for accumulating

1     this information, and it has to do with the insurance  
2     proceeds from the flood.

3                 JUDGE THOMPSON:   Okay.

4                 MR. ENGLAND:   And I thought as long as I had  
5     him on the witness stand for purposes of true-up, I  
6     would make this an exhibit at this time and if there  
7     are any additional questions, hopefully, he can answer  
8     them.

9                 (EXHIBIT NO. 113 WAS MARKED FOR  
10    IDENTIFICATION.)

11                JUDGE THOMPSON:   I believe Vice-chair  
12    Drainer has a question for you, Mr. England.

13                COMMISSIONER DRAINER:   Mr. England, I  
14    attended a couple of the public hearings. I believe  
15    Mr. Cooper was at the public hearing we had in Joplin.

16                At the public hearings there were some  
17    particular customer service questions that had been  
18    asked by some of the -- concerns by the customers.

19                I asked that those be put in the record so  
20    we would know what the results were, and I have not  
21    seen -- have I missed it in all of the papers?

22                MR. ENGLAND:   No, you haven't. I've seen  
23    reports from the Company on the hearings that I  
24    attended, and I believe they were sent directly to  
25    Staff personnel, either Dale Johansen or Jim Merciel,

1     whoever the Staff person -- or perhaps even Randy  
2     Hubbs, depending on who the Staff person was that  
3     attended that particular hearing. We certainly can  
4     make those available for purposes of the record.

5                 COMMISSIONER DRAINER: I would appreciate  
6     that, as there were a couple of customers that had --  
7     I recall especially one whose lawn had been damaged  
8     and never repaired, and I would like to know that  
9     those have been taken care of.

10                MR. ENGLAND: I think that was the one at  
11     the Mexico hearing. I know there was a complaint in  
12     that respect in Mexico, and I did see --

13                COMMISSIONER DRAINER: I think both Mexico  
14     and Joplin.

15                MR. ENGLAND: Okay.

16                COMMISSIONER DRAINER: But I would  
17     appreciate that those be put in the record so that the  
18     Commissioners can be informed as to the responses --

19                MR. ENGLAND: Certainly.

20                COMMISSIONER DRAINER: -- and whether the  
21     customers have been contacted and were satisfied with  
22     the result.

23                Thank you.

24                MR. ENGLAND: Certainly.

25                JUDGE THOMPSON: Thank you, Vice-chair

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1 Drainer.

2 Mr. England, direct.

3 MR. ENGLAND: Thank you.

4 ROBERT L. AMMAN, JR., being previously sworn,  
5 testified as follows:

6 DIRECT EXAMINATION BY MR. ENGLAND:

7 Q. Would you please state your name for the  
8 record, please, and your business address?

9 A. Yes. Robert L. Amman, Jr. My business  
10 address is 1003 East St. Maartens Drive, St. Joseph,  
11 Missouri.

12 Q. Mr. Amman, are you the same individual that  
13 has caused to be prepared and filed in this proceeding  
14 prepared Direct Testimony Regarding True-up, which  
15 has been marked for purposes of identification as  
16 Exhibit 108?

17 A. Yes, I am.

18 Q. Are there any changes or corrections to that  
19 testimony?

20 A. Just one change.

21 On Page 4, Line 20, the reference to the  
22 3-million-gallon-a-day capacity of the well in Joplin  
23 should be 700,000 to 800,000 gallons per day. It's  
24 the same correction that I made in previous testimony.  
25 The error carried through.



1           Q.     Thank you, sir.

2                     Any other corrections or changes?

3           A.     No.

4           Q.     If I were to ask you the questions contained

5     in that direct testimony, would your answers be the

6     same here today under oath with the correction that

7     you've noted?

8           A.     Yes, they would.

9           Q.     And are those answers true and correct to

10    the best of your knowledge, information, and belief?

11          A.     Yes, they are.

12          Q.     Let me turn your attention to what has

13    been marked for purposes of identification as

14    Exhibit 1-1-3, 113. Was this prepared by you or under

15    your supervision?

16          A.     Yes, it was.

17          Q.     And could you briefly describe what this

18    purports to show?

19          A.     It's a recap of submitted expenses for

20    insurance purposes after the flood of 1993 explaining

21    what was submitted, what expenses were reimbursed,

22    what equipment was replaced through those proceeds and

23    what the total reimbursement was that the Company

24    received from its insurance carrier.

25          Q.     Thank, sir.

1                   Is that information true and correct to the  
2   best of your knowledge, information, and belief?

3           A.     Yes, it is.

4                   MR. ENGLAND:   Thank you.

5                   I have no other questions of the witness at  
6   this time, and would offer, subject to  
7   cross-examination, Exhibits 108 and 113 into the  
8   record, please.

9                   JUDGE THOMPSON:   Thank you, Mr. England.

10                  Do I hear any objections to the receipt of  
11   Exhibit 108 or 113?

12                  (No response.)

13                  JUDGE THOMPSON:   Hearing no objections,  
14   Exhibits 108 and 113 are received and made a part of  
15   the record of these proceedings.

16                  (EXHIBIT NOS. 108 AND 113 WERE RECEIVED INTO  
17   EVIDENCE.)

18                  JUDGE THOMPSON:   Cross-examination.  
19   Ms. Cook?

20                  MS. COOK:   None, your Honor.   Thank you.

21                  JUDGE THOMPSON:   Mr. Krueger?

22                  MR. KRUEGER:   No questions, your Honor.

23                  JUDGE THOMPSON:   Mr. Conrad?

24                  MR. CONRAD:   Your Honor, I have no questions  
25   on the witness, but I did have one question with

1     respect to Exhibit No. 83 that I was -- I had perhaps  
2     mismarked it thinking that had been reserved for what  
3     has now been marked as 113 and admitted. It  
4     doesn't -- it's not a big deal, but --

5             MR. ENGLAND: My --

6             JUDGE THOMPSON: My description of  
7     Exhibit 83 is that it is a history of rates for the  
8     Brunswick District requested by Commissioner  
9     Schemenauer.

10            MR. CONRAD: I have the Commissioner's name  
11     on that. I'm sorry.

12            No questions for the witness.

13            JUDGE THOMPSON: Thank you, Mr. Conrad.  
14     Mr. Deutsch?

15            MR. DEUTSCH: No questions.

16            JUDGE THOMPSON: Questions from the Bench.  
17     Chair Lumpe?

18            CHAIR LUMPE: I have no questions.

19            JUDGE THOMPSON: Commissioner Murray?

20            COMMISSIONER MURRAY: No questions.

21            JUDGE THOMPSON: Commissioner Schemenauer?

22            COMMISSIONER SCHEMENAUER: Just a couple,  
23     your Honor.

24     QUESTIONS BY COMMISSIONER SCHEMENAUER:

25            Q. On Exhibit 113, the total amounts

1 submitted, these were submitted to insurance  
2 companies as claims for reimbursements for  
3 flood-related expenses?

4 A. Yes, sir.

5 Q. One of the items, you said lost revenues.  
6 How much lost revenues was out of that 900,000 --  
7 933,000?

8 A. As I recall the amount submitted, it was in  
9 the neighborhood of \$200,000 in lost revenues.

10 Q. In lost revenues. And that 933,000,  
11 reimbursements; and then the equipment replaced, the  
12 59,000 --

13 A. Yes, sir.

14 Q. -- that -- those amounts were reconciled by  
15 Staff when looking for -- when reviewing your rate  
16 increase expense? I mean, those receipts offset your  
17 expenses; is that correct?

18 A. The receipts for the equipment offset the  
19 capital expenditures that were made that year, yes,  
20 sir.

21 Q. And also the operations -- the expenses  
22 reimbursed for operations were not included in your  
23 expenses?

24 A. In 1993, yes, sir.

25 COMMISSIONER SCHEMENAUER: Okay. That's all

1 I have. Thank you.

2 JUDGE THOMPSON: Thank you, Commissioner.

3 Recross based on questions from the Bench.

4 Ms. Cook?

5 MS. COOK: None, your Honor. Thank you.

6 JUDGE THOMPSON: Mr. Krueger?

7 MR. KRUEGER: No. Thank you, your Honor.

8 JUDGE THOMPSON: Mr. Conrad?

9 MR. CONRAD: Nothing, your Honor. Thank

10 you.

11 JUDGE THOMPSON: Mr. Deutsch?

12 MR. DEUTSCH: No questions, your Honor.

13 JUDGE THOMPSON: Redirect?

14 MR. ENGLAND: No redirect. Thank you.

15 JUDGE THOMPSON: Thank you, Mr. Amman.

16 You are excused.

17 THE WITNESS: Okay, sir.

18 (Witness excused.)

19 JUDGE THOMPSON: Mr. Krueger, will we hear

20 from Ms. McKiddy now?

21 MR. KRUEGER: Yes, your Honor.

22 JUDGE THOMPSON: Thank you.

23 MR. KRUEGER: I think so.

24 We can take Mr. Gibbs.

25 JUDGE THOMPSON: Whatever order you want is

1 fine with me.

2 MR. KRUEGER: Let's do it that way.

3 JUDGE THOMPSON: Okay. Very well.

4 Mr. Gibbs.

5 Mr. Gibbs, have you testified earlier during

6 this proceeding?

7 THE WITNESS: Yes, I have.

8 JUDGE THOMPSON: Then I remind you, you are

9 still under oath.

10 Take your seat, sir.

11 THE WITNESS: Thank you.

12 JUDGE THOMPSON: Mr. Krueger.

13 MR. KRUEGER: Thank you, your Honor.

14 Your Honor, as a preliminary matter, I'd

15 like to point out that the Staff Accounting Schedules

16 that were -- have been marked as Exhibit 109 contain

17 information based on a chemical expense that is

18 different than what Mr. England indicated that he

19 would stipulate to, and so the Staff would offer to

20 provide revised runs of the -- of the pages that are

21 affected by that change, if that is desired by the

22 Commission.

23 JUDGE THOMPSON: I believe that would be

24 greatly preferred.

25 MR. KRUEGER: Thank you, your Honor.

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1 JUDGE THOMPSON: Thank you, Mr. Krueger.  
2 Please proceed with direct.  
3 DOYLE L. GIBBS, being previously sworn, testified as  
4 follows:  
5 DIRECT EXAMINATION BY MR. KRUEGER:  
6 Q. State your name and address for the record,  
7 please.  
8 A. Doyle L. Gibbs, 815 Charter Commons,  
9 Suite 100B, Chesterfield, Missouri.  
10 Q. By whom are you employed and in what  
11 capacity?  
12 A. I'm employed by the Missouri Public Service  
13 Commission as a regulatory auditor.  
14 Q. Did you prepare the pre-filed testimony in  
15 this case which has been previously identified as  
16 True-up Direct Testimony of Doyle L. Gibbs,  
17 Exhibit 111, and True-up Rebuttal Testimony of  
18 Doyle L. Gibbs, Exhibit 112?  
19 A. Yes, I am.  
20 Q. Do you have any corrections or additions to  
21 make to those exhibits at this time?  
22 A. No, I do not.  
23 Q. Are the answers provided true and correct to  
24 the best of your knowledge and belief?  
25 A. Yes, they are.

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1           Q.     If I asked you the same questions today as  
2     are contained in your testimony, would your answers be  
3     the same?

4           A.     Yes, they would.

5           Q.     Did you also prepare or cause to be  
6     prepared under your supervision the Staff Accounting  
7     Schedules, which have been identified as Exhibit 109?

8           A.     Yes.

9           Q.     Do you have any corrections or additions to  
10    make to those accounting schedules at this time?

11          A.     Only to the extent that -- what you have  
12    already mentioned, that certain pages would have to be  
13    changed to reflect the chemical costs.

14                   MR. KRUEGER:  I would offer Exhibits 109,  
15    111 and 112, and tender the witness for  
16    cross-examination.

17                   JUDGE THOMPSON:  Thank you, Mr. Krueger.

18                   Do I hear any objections to the receipt of  
19    Exhibits 109, 111 or 112?

20                   (No response.)

21                   JUDGE THOMPSON:  Hearing no objections,  
22    Exhibits 109, 111 and 112 are received and made a part  
23    of the record of this proceeding.

24                   (EXHIBIT NOS. 109, 111, AND 112 WERE  
25    RECEIVED INTO EVIDENCE.)



1 JUDGE THOMPSON: Cross-examination.  
2 Ms. Cook?  
3 MS. COOK: No questions, your Honor.  
4 JUDGE THOMPSON: Mr. Conrad?  
5 CROSS-EXAMINATION BY MR. CONRAD:  
6 Q. Mr. Gibbs, the changes that you referenced  
7 that you would be submitting later, what district does  
8 that relate to?  
9 A. The St. Joseph District.  
10 MR. CONRAD: Thank you.  
11 That's all, your Honor.  
12 JUDGE THOMPSON: Thank you, Mr. Conrad.  
13 Mr. Deutsch?  
14 MR. DEUTSCH: No questions, your Honor.  
15 JUDGE THOMPSON: Thank you, Mr. Deutsch.  
16 Mr. England?  
17 MR. ENGLAND: No questions, your Honor.  
18 Thank you.  
19 JUDGE THOMPSON: Thank you.  
20 Questions from the Bench. Chair Lumpe?  
21 CHAIR LUMPE: No questions.  
22 JUDGE THOMPSON: Commissioner Murray?  
23 COMMISSIONER MURRAY: No questions, your  
24 Honor.  
25 JUDGE THOMPSON: Commissioner Schemenauer?

1 COMMISSIONER SCHEMENAUER: No questions.  
2 JUDGE THOMPSON: Redirect. Mr. Krueger.  
3 MR. KRUEGER: No. Thank you, your Honor.  
4 JUDGE THOMPSON: Thank you, Mr. Gibbs.  
5 You may step down.  
6 (Witness excused.)  
7 Perhaps we'll hear from Ms. McKiddy now?  
8 MR. KRUEGER: I'm hoping we will. I'm  
9 hoping that she will be along in just a moment, your  
10 Honor.  
11 JUDGE THOMPSON: Thank you.  
12 Well, why don't we take a five-minute  
13 break, then, while we're waiting for Ms. McKiddy  
14 to arrive.  
15 (A recess was taken.)  
16 JUDGE THOMPSON: Mr. Krueger, would you like  
17 to call your witness?  
18 MR. KRUEGER: Staff calls Roberta McKiddy.  
19 (Witness sworn.)  
20 JUDGE THOMPSON: Please take your seat,  
21 and spell your name for the reporter, if you would.  
22 THE WITNESS: First name is R-o-b-e-r-t-a,  
23 last name, McKiddy, M-c-k-i-d-d-y.  
24 JUDGE THOMPSON: Thank you.  
25 Please proceed, Mr. Krueger.

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1 ROBERTA A. McKIDDY testified as follows:

2 DIRECT EXAMINATION BY MR. KRUEGER:

3 Q. State your name and address for the record,  
4 please.

5 A. Roberta McKiddy, Post Office Box 360,  
6 Jefferson City, Missouri, 65101.

7 Q. By whom are you employed and in what  
8 capacity?

9 A. I am a financial analyst with the Missouri  
10 Public Service Commission.

11 Q. Did you prepare the pre-filed testimony in  
12 this case entitled, "True-up Direct Testimony of  
13 Roberta A. McKiddy," which has been marked as  
14 Exhibit 110?

15 A. Yes, I did.

16 Q. Do you have any corrections or additions to  
17 make to your testimony at this time?

18 A. No.

19 Q. Are the answers provided true and correct to  
20 the best of your knowledge and belief?

21 A. Yes, they are.

22 Q. If I asked you the same questions today as  
23 are contained in your testimony, would your answers be  
24 the same?

25 A. Yes.

1                   MR. KRUEGER: I would offer Exhibit 110 into  
2 the record, and tender the witness for  
3 cross-examination.

4                   JUDGE THOMPSON: Thank you, Mr. Krueger.

5                   Do I hear any objections to the receipt of  
6 Exhibit 110?

7                   MR. ENGLAND: No.

8                   JUDGE THOMPSON: Hearing no objections,  
9 Exhibit 110 is received and made a part of the record  
10 of this proceeding.

11                   (EXHIBIT NO. 110 WAS RECEIVED INTO  
12 EVIDENCE.)

13                   JUDGE THOMPSON: Cross-Examination.  
14 Ms. Cook?

15                   MS. COOK: None, your Honor. Thank you.

16                   JUDGE THOMPSON: Mr. Conrad?

17                   MR. CONRAD: No questions, your Honor.  
18 Thank you.

19                   JUDGE THOMPSON: Thank you, sir.

20                   Mr. Deutsch?

21                   MR. DEUTSCH: No questions, your Honor.

22                   JUDGE THOMPSON: Thank you.

23                   Mr. England?

24                   MR. ENGLAND: No questions.

25                   JUDGE THOMPSON: Questions from the Bench.

1 Commissioner Schemenauer?

2 COMMISSIONER SCHEMENAUER: No questions,  
3 your Honor.

4 JUDGE THOMPSON: Redirect. Mr. Krueger?

5 MR. KRUEGER: No questions, your Honor.

6 JUDGE THOMPSON: Thank you.

7 You are excused, Ms. McKiddy. You may step  
8 down.

9 (Witness excused.)

10 JUDGE THOMPSON: My understanding is we are  
11 at the end of what we have for today.

12 Mr. England?

13 MR. ENGLAND: I have a couple of  
14 housekeeping matters --

15 JUDGE THOMPSON: Please.

16 MR. ENGLAND: -- if I may.

17 We are still working on the information, I  
18 believe, requested by Commissioner Schemenauer  
19 regarding the Brunswick rates and cost of service from  
20 past cases. We hope to have that information  
21 tomorrow. Mr. Salser will be here to sponsor that  
22 exhibit. Maybe we can do it at the end after we do  
23 rate of return.

24 JUDGE THOMPSON: Very well.

25 MR. ENGLAND: Secondly, there was a request,

1 and I honestly can't remember from which Commissioner,  
2 regarding the present capacity of the St. Joe plant,  
3 and that information is in the record. It's in the  
4 feasibility study which was attached as a schedule to  
5 Ted Biddy's testimony. Was it Schedule 3?

6 MS. COOK: I believe that's right.

7 MR. ENGLAND: At Page 1 of 34 of that study,  
8 Lines 3 to 4, there is a statement as follows, and  
9 I'll quote, "The rated capacity of the facility is  
10 21 MGD based on a 2 GPM/SF filter rating period."

11 So I've been told by my folks that the  
12 capacity is 21 MGD, and that already is in the record,  
13 but I think there was a question and an unanswered  
14 question at that time.

15 JUDGE THOMPSON: Very well. Thank you,  
16 Mr. England.

17 MS. COOK: That's attached to Exhibit 19.

18 JUDGE THOMPSON: Attached to Exhibit 19.  
19 Thank you, Ms. Cook.

20 MR. ENGLAND: Counsel want me to make a --  
21 that is the old plant, capacity for the old plant.

22 JUDGE THOMPSON: Oh, that's the old plant.

23 MR. ENGLAND: Yes.

24 JUDGE THOMPSON: Very well. Very good, with  
25 that clarification.

1                   Anything further to take up at this time?  
2                   (No response.)  
3                   JUDGE THOMPSON: We have three witnesses  
4 scheduled for tomorrow; is that correct?  
5                   MR. ENGLAND: Unless it's necessary for  
6 Mr. Salser to answer any questions regarding the  
7 Brunswick rates. That would be a fourth witness  
8 possibly.  
9                   JUDGE THOMPSON: Okay. And does counsel  
10 anticipate finishing with those witnesses tomorrow?  
11                   MR. ENGLAND: I certainly hope so.  
12                   MR. KRUEGER: I do.  
13                   MS. COOK: Me too.  
14                   JUDGE THOMPSON: Good. I'll see you all  
15 tomorrow. We'll start at 8 a.m.  
16                   Thank you.  
17                   WHEREUPON, the hearing of this case was  
18 continued to 8:00 a.m., Tuesday, June 27, 2000.  
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E X H I B I T S   I N D E X

	Marked	Received
Exhibit No. 106 Direct Testimony of James E. Salser	2130	2135
Exhibit No. 107 Rebuttal Testimony of James E. Salser	2130	2135
Exhibit No. 108 Direct Testimony of Robert L. Amman, Jr.	2130	2143
Exhibit No. 109 Staff Accounting Schedules	2130	2149
Exhibit No. 110 True-up Direct Testimony of Roberta A. McKiddy	2130	2153
Exhibit No. 111 True-up Direct Testimony of Doyle L. Gibbs	2130	2149
Exhibit No. 112 True-up Rebuttal Testimony of Doyle L. Gibbs	2130	2149
Exhibit No. 113 Memo to W.R. "Trip" England from Robert L. Amman, Jr., dated June 20, 2000 re Commissioner Schemenauer's request	2139	2143