1	STATE OF MISSOURI PUBLIC SERVICE COMMISSION				
2	POF	SLIC SERVICE C	OMMISSION		
3					
4	TRANSCRIPT OF PROCEEDINGS				
5	Prehearing Conference				
6					
7	July 13, 2009				
8	Jefferson City, Missouri Volume 2				
9					
10	In the Matter of Os	sage Water	)		
11	Company, Inc.'s Rec Rate Increase,		)Case No )	. SR-2009-0152	
12	In the Matter of Os			) )Case No. WR-2009-0149	
13	Company, Inc.'s Rec Rate Increase	juest for	est for )Case No. WR-2009 )		
14					
15					
16	MORRIS L. WOODRUFF, Presiding DEPUTY CHIEF REGULATORY LAW JUDGE			E	
17					
18					
19					
20	REPORTED BY:				
21		3432 W. Truma	Midwest Litigation Services 3432 W. Truman Boulevard, Suite 207		
22		Jefferson City, MO 65109 (573) 636-7551			
23					
24					
25					

1	APPEARANCES
2	For Staff of the Missouri Public Service Commission:
3	Ms. Shelley Brueggemann Public Service Commission
4	200 Madison Street Jefferson City, MO 65102
5	(573) 751-7505
6	For Office of Public Counsel and the Public:
7	Ms. Christina Baker, PE, JD
8	Department of Economic Development Office of the Public Counsel
9	200 Madison Street P.O. Box 2230
10	Jefferson City, MO 65102 (573) 751-5565
11	(373) 731 3303
12	For Osage Water Company, Inc.:
13	Mr. Gary V. Cover Osage Water Company
14	P.O. Box 506 137 West Franklin
15	Clinton, MO 64735
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

PROCEEDINGS 1 2 JUDGE WOODRUFF: Let's go on the record. This 3 is the prehearing conference in Cases No. WR-2009-0149 and 4 SR-2009-0152, which is Osage Water Company's small company 5 rate increase case. 6 Let's start by taking entries of appearance, 7 beginning with Staff. 8 MS. BRUEGGEMANN: For the Staff today is Shelley 9 Brueggemann, 200 Jeff -- Madison Street, excuse me, 10 Jefferson City, Missouri, 65102. 11 JUDGE WOODRUFF: And for Public Counsel? 12 MS. BAKER: Thank you. Christina Baker, P.O. 13 Box 2230. Jefferson City, Missouri, 65102, appearing on behalf of the Office of the Public Counsel and the 14 15 ratepayers. JUDGE WOODRUFF: Thank you. And for Osage 16 17 Water? MR. COVER: Oh, I'm sorry. I couldn't hardly 18 hear you. Then I got it. I'm sorry. Gary Cover, 19 20 C-o-v-e-r, court-appointed receiver and attorney for Osage 21 Water Company. My address is 137 West Franklin, Clinton, Missouri, 64735. 22 23 JUDGE WOODRUFF: All right. Thank you. The 24 purpose of this conference today is to decide what we're 25 going to do as far as a procedural schedule. As you're

aware, there's been a request for a evidentiary hearing on
some fairly narrow issues. And we -- we're going to need
to decide this case fairly quickly.

The tariff is currently suspended until August 10th. And under the Commission's rules of procedure on the small company rate cases, the Commission is supposed to have a final order due by September 23rd. So September 23rd is the outside deadline.

9 And I -- I had originally asked that the tariff 10 be suspended till September 23rd, and the Commissioners 11 only gave me until August 10th. So apparently, they're 12 anxious to get a resolution of this case as soon as 13 possible.

It looks like it's a fairly narrow issue. Is 14 this something we can do live without prefiled testimony, 15 16 or would it be helpful to have prefiled testimony? 17 Anybody want to give me any feedback on it? 18 MS. BAKER: I always prefer the prefiled 19 testimony. 20 MS. BRUEGGEMANN: I -- I think that I'm in the process of getting the certified records on the judgments, 21 22 so we'll have those for evidence. But -- and I'm

23 presuming this.

I'm presuming that Gary isn't going tonecessarily have any witnesses, that Staff will probably

only be calling Dana Eaves and that OPC would be calling
Russ Trippensee, possibly only?

3 MS. BAKER: I mean, it -- it is the company's 4 burden. And so I would assume that they would have some 5 testimony to put in that would be necessary for them to 6 carry their burden in the case.

7 MS. BRUEGGEMANN: Well, I believe that it was 8 primarily discussions between the company and Staff's Dana 9 Eaves that resulted in the proposition. So if the company 10 was calling Dana Eaves or coordinating with Staff to call 11 Dana Eaves -- Gary, did you have somebody else that you 12 were going to call?

13 MR. COVER: Well, I guess, to be fair, I hadn't 14 really given it any thought to this point, this being my 15 first rate case hearing. But, certainly -- I mean, in 16 terms of, you know -- you know, accounting and records and 17 that kind of stuff, you know, we'll -- we can -- you know, with a little guidance, I -- I can get together the 18 19 information I need and -- and present the documentation. 20 So I guess to answer your question -- you know, it's my burden, and I'm not exactly sure what -- you know, 21 22 exactly what the standard is. So, yeah, I could call some people that have done the billing and have done the work. 23

24 So I guess, yeah, I might have a couple witnesses.

25 MS. BRUEGGEMANN: Okay.

JUDGE WOODRUFF: And you don't have to tell me
today. I mean, for purposes of this conference, I'm just
trying to get some idea of what we're looking at.

MS. BRUEGGEMANN: My initial thought was -- and everybody may disagree with this. I have not talked to anybody about this. My initial thought was that with the -- even a couple of witnesses from Gary and possibly one from OPC and one from Staff that it would take a day of testimony to go ahead and go through with this.

10 And since it is primarily based upon judgments 11 that have been issued by a court, there would be legal 12 issues -- or legal questions possibly like a pre -- a 13 prehearing brief.

But I'm not sure how beneficial it is to have pre-filed testimony with then rebuttal testimony. It may just be more beneficial to go with the -- some sort of prehearing brief. That was -- that was my initial thought.

JUDGE WOODRUFF: Okay. Well, like I say, we don't have a whole lot of time. August 10th is coming up fairly quickly. And I can't say for sure that the Commissioners would countenance further suspension of the tariff.

I would hope they would if we can't do it before then. But it just has to be some time for me to write a

б

1 decision as well. So we need to be moving very quickly on 2 this. You don't have to discuss that with me while we're 3 on the record here.

What I'll ask you to do is give me a proposed procedure schedule by July 16th, which is Thursday. And, hopefully, you can all reach an agreement on that. If not, then we'll take it to the Commission next week for their decision at agenda as to how we want to schedule it. Give me, as best you can, a proposed procedural schedule by the 16th. And we'll go from there.

Anything else we need to take up while we're on the record?

MS. BRUEGGEMANN: Your Honor, are we going ahead and -- and taking together WR-2009-0149 --

15 JUDGE WOODRUFF: Yes.

16 MS. BRUEGGEMANN: -- and 152?

JUDGE WOODRUFF: Thank you for reminding me of that. Staff had filed a motion to consolidate those two cases for purposes of the hearing. I think that sounds perfectly reasonable. Did anyone have any objection to doing that?

22 MS. BAKER: No.

23 JUDGE WOODRUFF: I'll issue an order to

24 consolidate those for that purpose.

25 MS. BRUEGGEMANN: Then one last question, just

for clarification on the record. Are we then officially 1 2 limiting this hearing to the issues proposed by OPC in its 3 filing of the 26th of June, I believe, with those issues? 4 JUDGE WOODRUFF: That was my understanding of 5 the procedure. Is that your -- is that your б understanding, also? 7 MS. BAKER: Yeah. That's my understanding as 8 well, that we were required to give the specific issues 9 that are at -- that are open. 10 JUDGE WOODRUFF: So that's the only issue that's we will hear testimony on. So that certainly makes it 11 12 more limited than having to prove the entire rate indicates. 13 MS. BAKER: Yes. That's my understanding. 14 JUDGE WOODRUFF: Okay. Anything else? All 15 16 right. With that, then, the on-the-record portion of this 17 prehearing conference is adjourned. And I'll leave you to 18 your discussions. Thank you. MS. BAKER: Thank you. 19 20 (The proceedings were concluded at 10:13 a.m. on 21 July 13, 2009.) 22 23 24 25

REPORTER'S CERTIFICATE 1 2 3 STATE OF MISSOURI ) )ss. 4 COUNTY OF OSAGE ) 5 б I, Monnie S. VanZant, Certified Shorthand 7 Reporter, Certified Court Reporter #0538, and Registered 8 Professional Reporter, and Notary Public, within and for 9 the State of Missouri, do hereby certify that I was 10 personally present at the proceedings as set forth in the 11 caption sheet hereof; that I then and there took down in 12 stenotype the proceedings had at said time and was thereafter transcribed by me, and is fully and accurately 13 14 set forth in the preceding pages. 15 IN WITNESS WHEREOF, I have hereunto set my hand and 16 seal on July 13, 2009. 17 18 19 20 21 Monnie S. VanZant, CSR, CCR #0539 22 Registered Professional Reporter 23 24 25