1	STATE OF MISSOURI
2	PUBLIC SERVICE COMMISSION
3	TRANSCRIPT OF PROCEEDINGS
4	
5	Public Hearing
6	December 6, 2006
7	Reeds Spring, Missouri
8	
9	
10	In the Matter of the Tariff)
11	Filing of Algonquin Water) Resources of Missouri, LLC,)
12	to Implement a General Rate) Case No. WR-2006-042 Increase for Water and Sewer) Service Provided to Customers) in its Missouri Service Areas)
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14	HADOLD OFFINDING Door of the re
15	HAROLD STEARLEY, Presiding REGULATORY LAW JUDGE
16	STEVE GAW,
17	ROBERT M. CLAYTON III, LINWARD "LIN" APPLING,
18	COMMISSIONERS.
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7	
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9	Economic Development
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12	For the Staff of the Public Service Commission:
13	Mr. Keith R. Krueger
14	Deputy General Counsel Missouri Public Service Commission
15	PO Box 360 Jefferson City, Missouri 65102
16	
17	ALSO PRESENT:
18	Mr. Bill Nickle Utility Operations Technical Specialist Missouri Public Service Division
19	Water and Sewer Department
20	Y 0 7 11 1
21	Mr. Gary Burkhead Algonquin Water Services, LLC Utilities Superintendent
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1 PROCEEDINGS
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- 2 JUDGE STEARLEY: Good evening. Can everyone on
- 3 site hear me all right?
- 4 No response?
- 5 MR. NICKLE: Hello. You're on.
- 6 JUDGE STEARLEY: There we go.
- 7 MR. NICKLE: Okay. Now, can you hear me?
- JUDGE STEARLEY: Yes. Can you hear me?
- 9 MR. NICKLE: Yes.
- 10 JUDGE STEARLEY: All right.
- MR. NICKLE: We don't have a court reporter
- 12 here.
- 13 JUDGE STEARLEY: I understand we're missing our
- 14 court reporter. So what we're going to do is we're
- 15 going to record the hearing from here.
- We will burn it to a disk and we will have a
- 17 court reporter transcribe it for us later so that way we
- 18 can go ahead and proceed.
- 19 MR. NICKLE: We have five individuals that have
- 20 signed up.
- JUDGE STEARLEY: All right. Are you Mr. Nickle?
- MR. NICKLE: Yes. I am.
- JUDGE STEARLEY: All right. Mr. Nickle, then I
- 24 will ask you shortly here to call the names of the
- 25 witnesses and they can come up to the podium.

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1 I have a little bit of introductory material
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- 2 to go through here real quickly.
- 3 MR. NICKLE: Thank you.
- 4 JUDGE STEARLEY: All right.
- 5 Well, good evening. It's Wednesday, December
- 6 6, 2006. And the Missouri Public Service Commission has
- 7 set this time for a local public hearing in case number
- 8 WR-2006-0425, in which Algonquin Water Resources of
- 9 Missouri seeks to implement a general rate increase for
- 10 its water and sewer service.
- 11 My name is Harold Stearley. I am the
- 12 regulatory law judge that will preside over tonight's
- 13 hearing. With me tonight are Commissioner Gaw and
- 14 Commissioner Appling.
- This is an official hearing of the Public
- 16 Service Commission. And the statements and the
- 17 testimony of the witnesses tonight will be recorded.
- 18 Unfortunately our court reporter did not
- 19 make it here tonight but your statements will still be
- 20 recorded and we will have a court reporter transcribe
- 21 those for us later and they will be entered into the
- 22 record and all of our Commissioners will have an
- 23 opportunity to read all of your statements.
- 24 The purpose of the hearing tonight is to
- 25 hear from you. I will have Mr. Nickles call the names

of each witness in the order in which you all signed up.

- 2 When your name is called please come to the
- 3 podium and I will ask you to state and spell your name
- 4 so we have that clearly in the record. I may have a
- 5 preliminary question or two for you.
- And after your statement the attorneys
- 7 present or the Commissioners present may have questions
- 8 for you as well. So please do not leave the podium
- 9 until you're finally excused.
- 10 We will continue with our hearing tonight
- 11 until everyone has had an opportunity to speak who wants
- 12 to speak.
- Does anyone have any questions about the
- 14 procedure we're going to follow?
- Well, hearing none then we will begin the
- 16 Public Hearing Case No. WR-2006-0425 in the matter of
- 17 the Tariff Filing of Algonquin Water Resources of
- 18 Missouri, LLC, to Implement a General Rate Increase for
- 19 Water and Sewer Service Provided to Customers in its
- 20 Missouri Service Areas.
- 21 We will begin by taking entries of
- 22 appearance of any of the counsel who are present tonight
- 23 beginning with Algonquin Water Resources of Missouri,
- 24 LLC.
- 25 MR. COOPER: Dean Cooper from the law firm of

- 1 Brydon, Swearengen and England, PC, appearing on behalf
- 2 of Algonquin.
- JUDGE STEARLEY: Thank you, Mr. Cooper.
- 4 The Staff of the Missouri Public Service
- 5 Commission?
- 6 MR. KRUEGER: Keith R. Krueger for the Staff of
- 7 the Missouri Public Service Commission.
- 8 My address is PO Box 360, Jefferson City,
- 9 Missouri, 65101.
- 10 JUDGE STEARLEY: Thank you, Mr. Krueger.
- MR. KRUEGER: I'm sorry, that 65102.
- 12 JUDGE STEARLEY: Thank you.
- The Office of Public Counsel?
- 14 MS. BAKER: Christina Baker, appearing for the
- 15 Office of the Public Counsel and for the rate payors.
- My address is PO Box 2230, Jefferson City,
- 17 Missouri, 65102.
- 18 JUDGE STEARLEY: Thank you, Ms. Baker.
- Any other attorneys that I've missed? I
- 20 think we've got them.
- 21 All right. Commissioners, would you like to
- 22 make any opening remarks?
- 23 COMMISSIONER GAW: I would just like to welcome
- 24 those of you who are here this evening. We appreciate
- 25 your input on -- on this case and look forward to

1 hearing from -- what you have -- from you and what you

- 2 have to say.
- 3 I know everybody is busy in trying to get
- 4 through a lot of things this time of year but it's
- 5 important that we get a chance to hear your side and we
- 6 look forward to that.
- 7 Thank you very much.
- JUDGE STEARLEY: Mr. Appling?
- 9 COMMISSIONER APPLING: To keep things very short
- 10 I echo what Commissioner Gaw had said. Welcome. Thank
- 11 you for coming out tonight and we look forward to
- 12 hearing what you have to say.
- 13 Thank you.
- 14 JUDGE STEARLEY: All right. Mr. Nickles, will
- 15 you please call the first witness?
- 16 MR. NICKLE: Yes. Denise Bart.
- 17 JUDGE STEARLEY: Is that Martin, the last name?
- 18 MR. NICKLE: Bart.
- 19 JUDGE STEARLEY: All right. If you could please
- 20 speak your name loudly and spell your last name for us?
- 21 MS. BART: That's Denice Bart,
- 22 D-e-n-i-c-e, B-a-r-t.
- JUDGE STEARLEY: All right. Yes. Ms. Bart,
- 24 would you please raise your right hand?
- 25 (Witness sworn.)

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1 JUDGE STEARLEY: All right. And are you a
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- 2 customer of Algonquin?
- 3 MS. BART: I am. And I am representing 244
- 4 condominium owners through the Holiday Hills Condominium
- 5 Association.
- 6 JUDGE STEARLEY: All right. Thank you. You may
- 7 proceed.
- 8 MS. BART: I guess our first concern is the lawn
- 9 sprinklers that are metered separately from the houses.
- 10 We have every year -- the past two years the
- 11 increase has been doubling. We went from spending
- 12 \$6,000 a year on water on lawn sprinklers to -- we're
- 13 spending now over \$12,000 a year, which is -- it's been
- 14 a continuous increase and it is becoming an item in the
- 15 budget that is -- it's gonna have the association dues
- 16 to continue to increase because of the water.
- 17 My other concern is that if the sewer is
- 18 added in with that, that the sewer would not go through
- 19 the lawn sprinklers, that it would be ran separate and
- 20 the sewer would not go through the lawn.
- 21 The second thing that I have been very
- 22 concerned with is that the owners, the 244 owners, I
- 23 have called several of those owners and they were not
- 24 notified of this hearing or of the increase. And I
- 25 called several of them. And so we do have a small crowd

1 here. I think we would have had a -- more crowd if they

- 2 would have been notified.
- I did call some owners and they were
- 4 notified of the meeting so I'm not sure why so many
- 5 owners were missed on the notification.
- The last thing is I got a lot of customers
- 7 that are on fixed incomes and cannot take a large
- 8 increase. It would devastate them with such increase
- 9 that was proposed.
- 10 That's all of my concerns and questions.
- JUDGE STEARLEY: All right then. Commission
- 12 Gaw, any questions?
- 13 COMMISSIONER GAW: Ms. Bart, I apologize if this
- 14 is repetitive.
- 15 Can you hear me okay?
- MS. BART: Yes.
- 17 COMMISSIONER GAW: First of all, tell me what
- 18 your position is again.
- MS. BART: Manager of the association.
- 20 COMMISSIONER GAW: Okay. And the association is
- 21 made up of whom again?
- MS. BART: 244 owners. 27 buildings.
- 23 COMMISSIONER GAW: All right. Okay. And these
- 24 buildings are they -- are they residences, businesses?
- 25 Tell me what they are.

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1 MS. BART: Residential.
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- 2 COMMISSIONER GAW: Okay. And --
- 3 MS. BART: Privately owned.
- 4 COMMISSIONER GAW: Okay. And how long have you
- 5 been -- have you held the position you are in right now
- 6 about approximately?
- 7 MS. BART: Almost seven years.
- 8 COMMISSIONER GAW: Seven years. And the service
- 9 that you receive there, can you tell me whether it's
- 10 changed any since you first got there or anything about
- 11 the quality of service that would be helpful?
- MS. BART: The service hasn't changed.
- 13 COMMISSIONER GAW: Okay. Can you evaluate
- 14 the -- the quality of service for me?
- MS. BART: I would say it would be good service.
- 16 COMMISSIONER GAW: Okay. And is that both true
- of water and sewer?
- 18 MS. BART: The sewer right now is through Taney
- 19 County.
- 20 COMMISSIONER GAW: So you are not getting
- 21 sewer -- I'm sorry. So you are not getting sewer
- 22 service?
- MS. BART: No. But our water company is through
- 24 Resort Utilities.
- 25 COMMISSIONER GAW: Okay. And during that seven

1 year period have there been any changes in rates for

- 2 water?
- MS. BART: Yes. There has.
- 4 COMMISSIONER GAW: Can you -- can you give me an
- 5 idea just from your memory what those -- what those --
- 6 how those increases have been and when?
- 7 MS. BART: They have been -- a very large
- 8 increase was this -- this past -- the last two years.
- 9 Prior to that there has been small increases but the
- 10 last two years it was very large.
- 11 COMMISSIONER GAW: And when those increases
- 12 occurred did you get notice of those increases before
- 13 they occurred?
- MS. BART: We had notification I think back in
- 15 2000 that they were set to have a hearing for a water
- 16 increase and I don't believe that happened. I think it
- 17 was turned down. I'm not really sure the results on
- 18 that but I do not believe it was.
- 19 COMMISSIONER GAW: Okay. And can you give me --
- 20 you mentioned the -- the service that you -- that you
- 21 were paying currently for watering the lawn, is that
- 22 correct?
- MS. BART: Uh hum.
- 24 COMMISSIONER GAW: Is that an association
- 25 expense I assume?

- 1 MS. BART: Yes. It is.
- 2 COMMISSIONER GAW: Do you live in this area
- 3 yourself?
- 4 MS. BART: I do not.
- 5 COMMISSIONER GAW: Okay. So if I wanted to ask
- 6 someone about their -- their particular home residential
- 7 use and bills currently you do have somebody there that
- 8 will follow you, right?
- 9 MS. BART: Absolutely. I can tell you that this
- 10 past summer we spent anywhere from \$2,500 to \$3,000 in
- 11 the peak months for the -- for the lawn sprinklers per
- 12 month.
- 13 COMMISSIONER GAW: Okay. Do you know how that
- 14 bill has changed in the seven years you've been there?
- 15 Can you give me some ideas of how that's varied?
- 16 MS. BART: Yeah. It went from -- it was a
- 17 gradual -- you know -- increase. And then like I said
- 18 the last two years it was a -- it was pretty much a
- 19 double.
- 20 COMMISSIONER GAW: And do you know if the
- 21 quantity of use varied that could have been a factor in
- 22 that? Or is that mostly due to rate increases?
- 23 MS. BART: Well, it definitely could of -- you
- 24 know -- been in effect because of the lawn sprinkers.
- 25 We do adjust them as needed. But I would say it would

- 1 not warrant for that type of increase.
- 2 COMMISSIONER GAW: Okay. And I -- I understand
- 3 you to be objecting to this increase, is that correct?
- 4 MS. BART: That is correct.
- 5 COMMISSIONER GAW: When did you receive notice
- 6 about this hearing, do you know?
- 7 MS. BART: I received my letter right after
- 8 Thanksgiving. I don't have that exact date but it was
- 9 right after Thanksgiving.
- 10 COMMISSIONER GAW: Okay. And this -- this
- 11 notice, did it come to the association?
- 12 MS. BART: It did.
- 13 COMMISSIONER GAW: All right. But you -- do you
- 14 know whether or not any of the actual owners in the --
- 15 that are members of the association received a similar
- 16 notice?
- MS. BART: Many of them that I called did not
- 18 receive it. And there were less that did receive it
- 19 then -- more than did not so -- you know -- it was --
- 20 you know -- I believe that there are some of the owners
- 21 here tonight that did not receive the notification but I
- 22 had called them and -- you know -- gave them notice of
- 23 the hearing.
- 24 COMMISSIONER GAW: Okay. Thank you for doing
- 25 that, by the way.

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1 Is there anything else you would like to
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- 2 add?
- 3 MS. BART: I don't think so at this time. There
- 4 wasn't any notification in our paper that -- that we saw
- 5 and again there is several eyes -- you know -- from
- 6 homeowners that did not see it in the -- in the local
- 7 Branson paper --
- 8 COMMISSIONER GAW: Okay.
- 9 MS. BART: -- or Taney County papers.
- 10 COMMISSIONER GAW: Okay. Thank you for telling
- 11 us that, too.
- 12 And that would be the media that most people
- 13 would be receiving there in that community, correct?
- MS. BART: Correct.
- 15 COMMISSIONER GAW: All right. Thank you very
- 16 much, Ms. Bart, for coming.
- MS. BART: Thank you.
- 18 JUDGE STEARLEY: Thank you, Commissioner Gaw.
- 19 Commissioner Appling?
- 20 COMMISSIONER APPLING: Just one additional
- 21 question. And thank you very much for being here
- 22 tonight.
- I don't quite understand if it went to the
- 24 association why didn't each member get a copy of the
- 25 notification. Help me out with that, please.

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1 What was supposed to transpire? Who was
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- 2 supposed to notify the individual homeowners?
- 3 MS. BART: I would assume the water company that
- 4 is proposing for the increase. I would assume that
- 5 whoever receives -- each individual owner receives a
- 6 water bill.
- 7 COMMISSIONER APPLING: Right.
- 8 MS. BART: And that owner should have received
- 9 notification, just like the water bill.
- 10 COMMISSIONER APPLING: Has to -- has the lawn
- 11 sprinkler system, has it been hooked up to these condos
- 12 since day one since it was built?
- MS. BART: Yes, sir.
- 14 COMMISSIONER APPLING: Okay. Thank you very
- 15 much.
- JUDGE STEARLEY: All right. Do we have any --
- 17 thank you, Commissioner Appling.
- Do we have any questions from the attorneys
- 19 that are present?
- 20 MR. COOPER: No, sir.
- 21 MS. BAKER: I do have one question.
- 22 My question is you had -- you acceded that
- 23 you had thought that maybe the quantity of use had gone
- 24 up. But you had stated that the price had doubled. Do
- 25 you believe that your quantity of use has doubled?

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1 MS. BART: No.
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- MS. BAKER: Anywhere near double?
- 3 MS. BART: No. No.
- 4 MS. BAKER: The other question that I have is
- 5 are most of the people that you respresent, are they a
- 6 full-time residents there, or are they vacation weekend
- 7 residents?
- 8 MS. BART: We have a mixture of ownership. A
- 9 lot of them are a second home. But we have pretty much
- 10 95 percent occupied, whether they are rented, or nightly
- 11 rental, or owner occuppied. So the majority of our
- 12 units are occuppied.
- MS. BAKER: Okay. So the ones that you had
- 14 contacted are the ones who were there and who would have
- 15 received the bill --
- MS. BART: I did a mixture out calls, out of
- 17 state, in state -- you know -- in our Branson area. So
- 18 I did a mixture of calling. I have five board of
- 19 directors and none of them received notification.
- 20 MS. BAKER: I think that's all the questions I
- 21 have. I thank you for coming today.
- MS. BART: Thank you.
- JUDGE STEARLEY: Excuse me, Ms. Bart. Hold on
- 24 just a minute, please.
- 25 Were there any follow-up questions from the

- 1 Commissioners? No? Any from the attorneys?
- 2 All right. Thank you.
- MR. KRUEGER: Yes, Your Honor. I would like to
- 4 ask a question.
- 5 Mrs. Bart, the association is billed for its
- 6 water usage, which is I understand primarily sprinkling
- 7 or irrigation, is that right?
- 8 MS. BART: Correct.
- 9 MR. KRUEGER: Is it -- is it exclusively for
- 10 that or is there any other purpose that the association
- 11 has water use?
- MS. BART: We do have one swimming pool that we
- 13 fill up in the spring and use that for but primarily
- 14 that's lawn sprinklers.
- MR. KRUEGER: Okay. But the usage to your
- 16 knowledge hasn't changed in any significant way over the
- 17 years. The amount used?
- 18 MS. BART: The amount of the water? Not -- not
- 19 to warrant the rate increase that we have already
- 20 endured for the last two years. No, sir.
- 21 MR. KRUEGER: On your bills can you tell what
- 22 the rate is? Have you -- have you -- do you know that
- 23 the rate has increased or --
- MS. BART: Yes.
- 25 MR. KRUEGER: -- is it just the amount of the

- bill that has increased?
- 2 MS. BART: No. From what we have logged back
- 3 the last two years that it definitely has been a rate
- 4 increase.
- 5 MR. KRUEGER: And the association is separately
- 6 metered from all of the residents there, is that
- 7 correct?
- 8 MS. BART: Correct.
- 9 MR. KRUEGER: Okay. Thank you. That's all the
- 10 question that I have.
- MS. BART: Okay.
- 12 JUDGE STEARLEY: All right. Any other questions
- 13 for Ms. Bart?
- 14 All right. Thank you for your testimony,
- 15 Ms. Bart. You may be excused.
- MS. BART: Thank you.
- 17 MR. NICKLE: Our next witness is I believe
- 18 Gay -- Guy. I'm sorry, Guy.
- 19 JUDGE STEARLEY: All right. Sir, if you will
- 20 please state and spell your name for us.
- MR. PARDUE: Guy, G-u-y, Pardue, P-a-r-d-u-e.
- JUDGE STEARLEY: All right. Mr. Pardue, if you
- 23 would please raise your right hand.
- 24 (Witness sworn.)
- JUDGE STEARLEY: And, Mr. Pardue, are you a

- 1 customer of Algonquin?
- 2 MR. PARDUE: Yes. I'm a homeowner at Holiday
- 3 Hills.
- 4 JUDGE STEARLEY: All right. You may proceed
- 5 with your comments.
- 6 MR. PARDUE: The one oppose that I do have is
- 7 I'm on a fixed income. Every time the cost of living --
- 8 I get an increase, somebody's got their hand out. I
- 9 don't get a cost of living. That's my complaint.
- 10 But as far as the company is concerned, I
- 11 totally believe they need a raise. I think they need an
- 12 increase but not double. That's -- that's way out of --
- 13 out of sight. I'm not against an increase.
- 14 And it would -- it -- each -- each time I
- 15 get a check in the mail somebody's got their hand out
- 16 and I just -- it's down hill and down there and the
- 17 first thing you know it's running into dollars and I
- 18 can't afford it.
- 19 The service I got is really good. I can't
- 20 complain about the service. And I'm not against the
- 21 Commission giving them a raise, an increase, but to
- 22 double it, it would put a hardship on me.
- 23 That's all -- the only thing I have to
- 24 state.
- 25 JUDGE STEARLEY: All right. Commissioner Gaw,

- 1 questions?
- 2 COMMISSIONER GAW: No, sir. Thank you for
- 3 coming. We really appreciate your comments.
- 4 JUDGE STEARLEY: Okay. Commissioner Appling?
- 5 COMMISSIONER APPLING: No -- no questions, Mr.
- 6 Pardue. Thank you for coming in tonight.
- 7 JUDGE STEARLEY: Any questions from the
- 8 attorneys?
- 9 MR. COOPER: No, sir.
- 10 JUDGE STEARLEY: Mr. Pardue, are you a full-time
- 11 resident at Holiday Hills?
- MR. PARDUE: Yes, sir. I am. I bought that in
- 13 '94.
- 14 JUDGE STEARLEY: All right. And has your water
- 15 usage increased?
- MR. PARDUE: Not the usage. No.
- 17 JUDGE STEARLEY: All right. Okay.
- MR. PARDUE: I've got no complaints about the
- 19 service I got.
- 20 JUDGE STEARLEY: All right. And have your
- 21 bills -- have you noticed a rate increase in the past
- 22 seven years on your bills?
- 23 MR. PARDUE: It's -- it's been a small amount
- 24 but nothing -- nothing I would complain about. But to
- 25 double it, it -- it would be outrageous.

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1 JUDGE STEARLEY: All right then. I have no
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- 2 further questions.
- 3 Are there any other questions?
- 4 MR. COOPER: I do, Your Honor, if I could.
- 5 Sir, how -- how did you find out about
- 6 tonight's hearing?
- 7 MR. PARDUE: I got a notice in the mail.
- 8 MR. COOPER: Thank you.
- 9 JUDGE STEARLEY: Mr. Pardue, was that notice
- 10 from Algonquin or -- who did you receive that notice
- 11 from?
- MR. PARDUE: To tell you the truth I don't
- 13 remember.
- 14 JUDGE STEARLEY: All right. Well, thank you.
- Any other questions for Mr. Pardue?
- Thank you for your testimony, Mr. Pardue.
- 17 You may be excused.
- 18 MR. PARDUE: Thank you.
- 19 MR. NICKLE: The next witness is Mr. Hume.
- 20 JUDGE STEARLEY: All right.
- 21 MR. HUME: My name is Al -- you are supposed to
- 22 face the camera, right?
- 23 My name is Al Hume, A-1, H-u-m-e.
- JUDGE STEARLEY: All right. Mr. Hume, would you
- 25 please raise your right hand?

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1 (Witness sworn.)
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- JUDGE STEARLEY: Okay. Mr. Hume, are you a
- 3 customer of Algonquin?
- 4 MR. HUME: I'm a customer. I'm a homeowner
- 5 since '94 there.
- 6 JUDGE STEARLEY: All right. You may proceed.
- 7 MR. HUME: Okay. I'm in the same situation Mr.
- 8 Pardue was. I'm retired military and when we get our
- 9 checks everyone's got their hands out.
- 10 And it comes right down to the fact when you
- 11 look at a raise like they are recommending here, that's
- 12 a little out of line as far as I'm concerned. It's just
- 13 way too much. I can't afford that kind of raise.
- 14 And that's -- like I say again -- what I
- 15 protest is the size of the raise. Looking at the bill
- 16 here you're talking about 100 percent on sewerage. Over
- 17 a period of time there are two raises I see coming up in
- 18 that.
- 19 There is a raise coming up with the -- with
- 20 the water. And as far as I'm concerned it's way out of
- 21 line in what they are probably due. So I would like
- 22 this looked into real close before approved.
- That's about what I have to say.
- 24 JUDGE STEARLEY: All right. Commissioner Gaw?
- 25 COMMISSIONER GAW: Mr. Hume, thank you for

- 1 coming tonight. First of all, I appreciate you taking
- 2 the time.
- Can you give me -- if you want to give me an
- 4 idea about what it's costing right now for your water
- 5 and sewer service.
- 6 MR. HUME: Well, my water right now I believe is
- 7 about \$20 or \$21, and so is the sewage right now.
- 8 COMMISSIONER GAW: Okay.
- 9 MR. HUME: It's around the same price.
- 10 COMMISSIONER GAW: And is that per month I
- 11 assume?
- MR. HUME: That's per month.
- 13 COMMISSIONER GAW: Okay. And can you tell me
- 14 whether or not that -- do you use a lot of water would
- 15 you say?
- MR. HUME: No.
- 17 COMMISSIONER GAW: A medium amount. Very
- 18 little? How do you --
- 19 MR. HUME: Just me and my wife there. We don't
- 20 use that much water at all.
- 21 COMMISSIONER GAW: Okay. You don't have a
- 22 swimming pool in the back or a lot of sprinklers or
- 23 things going?
- MR. HUME: We don't have a sprinkler. There is
- 25 no room.

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1 COMMISSIONER GAW: Well, I understand. So if --
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- 2 if you are looking at -- at the service itself, is the
- 3 service quality okay or can you -- have you got any
- 4 complaints about that?
- 5 MR. HUME: No. There is nothing wrong with the
- 6 service. They are keeping them up now. At first when
- 7 we went in they had trouble cutting their teeth in it.
- 8 COMMISSIONER GAW: Did they?
- 9 MR. HUME: Oh, real bad. We went through quite
- 10 a spell but now it's pretty good.
- 11 COMMISSIONER GAW: Okay.
- 12 MR. HUME: And -- oh, yeah.
- 13 COMMISSIONER GAW: When was that time frame?
- 14 Can you give me an idea of when you are talking about
- 15 they had some difficulties?
- MR. HUME: When we was building the apartments
- 17 they was hooking them up and hooking up each individual
- 18 unit to it instead of making a turn-off so they can just
- 19 plug in -- you know.
- 20 They had to turn off all the water for the
- 21 whole area to hook up every unit as they were putting it
- 22 in. It got to be pretty old.
- 23 COMMISSIONER GAW: Yes, sir. How long ago was
- 24 that?
- 25 MR. HUME: What -- about five years. Six.

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1 COMMISSIONER GAW: Okay.
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- 2 MR. HUME: Something like that.
- 3 COMMISSIONER GAW: All right.
- 4 MR. HUME: And then there was a lot of breakage
- 5 there after they got that done, too.
- 6 COMMISSIONER GAW: Yes, sir.
- 7 Is that -- and you have both water and sewer
- 8 service from this company?
- 9 MR. HUME: Yes. We do.
- 10 COMMISSIONER GAW: Okay.
- 11 MS. BAKER: Just the water.
- 12 MR. HUME: Just the water. Right.
- 13 COMMISSIONER GAW: Just the water. Okay.
- 14 Thank you, sir, very much. I appreciate the
- 15 information. I think there may be some other questions
- 16 but I'm going to pass over to them.
- 17 JUDGE STEARLEY: All right. Commissioner
- 18 Clayton has joined us now as well.
- 19 Commissioner Clayton, this is Al Hume. Do
- 20 you have any questions for Mr. Hume?
- 21 COMMISSIONER CLAYTON: No. No. I don't, Judge.
- 22 Thank you.
- JUDGE STEARLEY: Commissioner Appling?
- 24 COMMISSIONER APPLING: Al, this is Lin Appling.
- 25 And I'm a retired military guy, too, but I haven't made

1 it quite to the fixed income but I'm headed that way

- 2 pretty soon.
- 3 Looking at -- what is -- what is your
- 4 association fees?
- 5 MR. HUME: \$171 a month now.
- 6 COMMISSIONER APPLING: Does that include your
- 7 sprinkler system?
- 8 MR. HUME: Yes. It does.
- 9 COMMISSIONER APPLING: And how much increase in
- 10 the sprinkler system have you -- is it individually
- 11 hooked up to each unit? Or does the water come on for
- 12 everybody?
- MR. HUME: The water comes on outside there.
- 14 It's completely separate from the units.
- 15 COMMISSIONER APPLING: Okay. That helped me out
- 16 a little bit more but I was just trying to find out what
- 17 your association -- what were your association fees
- 18 seven years ago when you first moved down there?
- 19 MR. HUME: When I first moved, that was in '94,
- 20 it was in -- I believe it was \$75.
- 21 COMMISSIONER APPLING: And now it has doubled?
- MR. HUME: Oh, it has that.
- 23 COMMISSIONER APPLING: Yes. Okay, sir. Thank
- 24 you very much.
- 25 JUDGE STEARLEY: All right. Any questions from

- 1 any attorneys?
- 2 MS. BAKER: What all does your association fees
- 3 include besides the -- the sprinklers?
- 4 MR. HUME: Well, that's -- they got the
- 5 maintenance man to take care of all the outside. The
- 6 upkeep, the insurance, swimming pool, streets, gates.
- 7 MS. BAKER: Have you noticed any -- any changes
- 8 in the last couple of years in -- in services for the
- 9 association that would -- that would take into account
- 10 the raise in it or --
- MR. HUME: No.
- MS. BAKER: -- is it just because of the water?
- MR. HUME: We're getting about the same service
- 14 we've always got over there.
- MS. BAKER: And which -- which utility are you
- 16 with? Are you Holiday Hills?
- 17 MR. HUME: I'm Holiday Hills.
- MS. BAKER: I think that's all the questions
- 19 that I have. Thank you.
- JUDGE STEARLEY: Any follow-up questions for Mr.
- 21 Hume?
- MR. COOPER: Just one, Your Honor.
- MR. COOPER: Mr. Hume, how did you find out
- 24 about tonight's meeting?
- 25 MR. HUME: I recieved a letter but we didn't get

- 1 them from the Resort Utilities because they send out a
- 2 card. Just a card we get from them. So they didn't
- 3 send it along with it. I received it in an envelope.
- 4 MR. BURKHEAD: Right. That's the way we send
- 5 them out.
- 6 MR. HUME: Right. Yeah. I got that. And don't
- 7 ask me why, but I did.
- 8 MR. COOPER: Fair enough. Thank you.
- 9 JUDGE STEARLEY: All right. Thank you, Mr.
- 10 Hume. We appreciate your testimony. You may be
- 11 excused.
- MR. HUME: Thank you.
- JUDGE STEARLEY: Mr. Nickle, do you have our
- 14 next witness for us?
- MR. NICKLE: Okay.
- MR. SEVATSON: Okay. I am -- my name is -- I
- 17 better spell it out. S-i-l-a-s is the first name.
- 18 Second, S-e-v-a-t-s-o-n.
- 19 JUDGE STEARLEY: How do you pronounce your last
- 20 name, sir, before I butcher that?
- 21 MR. SEVATSON: Okay. Sevatson.
- 22 JUDGE STEARLEY: Sevatson?
- MR. SEVATSON: Right.
- JUDGE STEARLEY: All right. Mr. Sevatson, would
- 25 you please raise your right hand?

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1 (Witness sworn.)
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- JUDGE STEARLEY: And Mr. Sevatson, are you a
- 3 customer of Algonquin?
- 4 MR. SEVATSON: Yes.
- 5 JUDGE STEARLEY: Okay. And are you --
- 6 MR. SEVATSON: Oh, no. Not of Algonquin.
- 7 Pardon me. It is. Okay.
- 8 JUDGE STEARLEY: All right. You may proceed.
- 9 MR. SEVATSON: It has changed I guess. Yes.
- 10 JUDGE STEARLEY: It has changed? Well, let me
- 11 clarify that as far as then -- are you a customer of
- 12 Algonquin or do you just pay fees through your condo's
- 13 association?
- MR. SEVATSON: No. We pay our regular fees
- 15 to -- every month. And we pay them separately and --
- 16 and, of course, what -- the point I'm making is I --
- 17 here Ijust was informed today about this. And, of
- 18 course, it -- it becomes -- I would like to have had
- 19 more notice.
- 20 And I know the problem has existed that
- 21 everyone is in the same position so -- I -- I can -- any
- 22 other questions you want to ask before I --
- JUDGE STEARLEY: No. You can go ahead and
- 24 proceed with your testimony.
- 25 MR. SEVATSON: Okay. I purchased my condo in --

- 1 over there in 1994. And we moved permanently to the
- 2 area in 2000. So I've lived there now for five years as
- 3 a permanent resident.
- 4 And I -- and I had just invested and had
- 5 some records in the condo prior to my living there.
- 6 We're very pleased with -- with the
- 7 situation as far as living there and we like it very
- 8 much. Of course, in Branson you haven't got much
- 9 problem with entertainment. There is a lot of it.
- 10 No. I'll have to say this. My point -- I
- 11 haven't had a lot of time to -- to -- just knowing --
- 12 hearing about it around 3:30 or 4:00 this afternoon, and
- 13 it just came up very fast.
- 14 And so -- but I am very much interested and
- 15 concerned about the doubling of the -- of the cost. And
- 16 I take the same basic -- what others have mentioned
- 17 earlier I think kind of exists in my department -- my
- 18 situation.
- 19 So I'm not going to make any big situation
- 20 about that but we'll -- we'll have to face up to that is
- 21 what we can and when we have to.
- JUDGE STEARLEY: Mr. Sevatson?
- MR. SEVATSON: Yes.
- JUDGE STEARLEY: Do you have some more testimony
- 25 or are you ready for some questions from the

- 1 Commissioners?
- 2 MR. SEVATSON: Well, I don't have any further
- 3 testimony at this point.
- 4 JUDGE STEARLEY: Okay.
- 5 MR. SEVATSON: And I -- and I think perhaps if
- 6 there is any questions I'll be glad to try to answer.
- 7 JUDGE STEARLEY: All right. I'll start with
- 8 Commissioner Gaw.
- 9 COMMISSIONER GAW: Mr. Sevatson, thank you very
- 10 much for coming. And can you give me a general idea of
- 11 about how much your water bill is a month if you wish
- 12 to?
- 13 MR. SEVATSON: Yeah. Water is someplace around
- 14 the \$20 -- \$20 or \$20-plus. You know -- it can go \$25
- 15 sometimes.
- 16 COMMISSIONER GAW: Okay. And as you --
- 17 MR. SEVATSON: It's very calm and regular.
- 18 COMMISSIONER GAW: And -- and do you have -- do
- 19 you have a -- a moderate to small amount of usage per
- 20 month would you say?
- 21 MR. SEVATSON: I would saw we do. We don't have
- 22 an extreme usage.
- 23 COMMISSIONER GAW: Okay.
- MR. SEVATSON: It's just two people.
- 25 COMMISSIONER GAW: And is the service quality

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1 okay?
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- 2 MR. SEVATSON: Very good.
- 3 COMMISSIONER GAW: Okay.
- 4 MR. SEVATSON: I am very pleased.
- 5 COMMISSIONER GAW: And how long have you lived
- 6 in the -- in the complex or the area there?
- 7 MR. SEVATSON: Yeah. Five years.
- 8 COMMISSIONER GAW: Five years. Okay.
- 9 MR. SEVATSON: We came in '99. Well, we're
- 10 going on about six now.
- 11 COMMISSIONER GAW: All right.
- MR. SEVATSON: Yeah.
- 13 COMMISSIONER GAW: Thank you very much, sir.
- 14 JUDGE STEARLEY: All right. Commissioner
- 15 Clayton?
- 16 COMMISSIONER CLAYTON: Mr. Sevatson, I don't
- 17 have any questions for you. I appreciate you coming out
- 18 even on this short notice.
- MR. SEVATSON: All right. Thank you.
- JUDGE STEARLEY: Commissioner Appling?
- 21 COMMISSIONER APPLING: Sir, can you -- can you
- 22 take a stab at why you think the increase in the
- 23 sprinkler system -- what is -- what are the costs of the
- 24 water? Do you have an idea?
- 25 MR. SEVATSON: No. I'm gonna take any -- I

- wouldn't know what -- what to tell you on that.
- 2 COMMISSIONER APPLING: Okay. Thank you very
- 3 much, sir.
- 4 JUDGE STEARLEY: Do we have any questions from
- 5 the attorneys?
- 6 MS. BAKER: You also are a resident at Holiday
- 7 Hills?
- 8 MR. SEVATSON: Yes.
- 9 MS. BAKER: Holiday --
- 10 (There was a short interruption.)
- 11 MR. NICKLE: Oh, technology works. It can work
- 12 for you.
- 13 JUDGE STEARLEY: We're back. Sorry about that,
- 14 Mr. Sevatson.
- Ms. Baker, would you please repeat your
- 16 question? We had a little breakdown of our technology.
- 17 MS. BAKER: My question was -- was he a resident
- 18 of Holiday Hills.
- 19 MR. SEVATSON: Yes. It -- since 2000.
- MS. BAKER: Since 2000. Thank you. Thank you
- 21 very much.
- JUDGE STEARLEY: Okay. Any further questions
- 23 for Mr. Sevatson?
- MR. COOPER: No, sir.
- JUDGE STEARLEY: Mr. Sevatson, thank you for

- 1 your testimony. You may be excused now.
- 2 MR. SEVATSON: Thank you.
- 3 MR. NICKLE: Our fifth and last witness to sign
- 4 up -- Mike?
- 5 Our court reporter has arrived.
- 6 THE COURT REPORTER: I'm sorry. Mapquest had me
- 7 off by ten miles. I went to three gas stations.
- I don't know what you want me to do.
- 9 MR. NICKLE: It's taken care of, is that not
- 10 correct?
- 11 JUDGE STEARLEY: Yes. Yes. It is. We had gone
- 12 ahead and we're recording it here.
- We will burn a copy of the recording to a
- 14 disk and have the court reporter transcribe it in full
- 15 later.
- 16 THE COURT REPORTER: I'm sorry. I've been
- 17 driving for over two hours. Mapquest had me ten miles
- 18 off. I've been to three gas stations. I'm so sorry.
- 19 JUDGE STEARLEY: That is quite all right. Since
- 20 this is our last witness, though, I don't think you need
- 21 to bother to set up. We'll just march forward here.
- 22 Sir, if you will please state and spell your
- 23 name for us?
- 24 MR. ARMFIELD: My name is Mike Armfield,
- 25 A-r-m-f-i-e-l-d. And I am the manager of Ozark County

- 1 Condominiums.
- JUDGE STEARLEY: Could you repeat your last name
- 3 for me, please?
- 4 MR. ARMFIELD: Armfield. A-r-m-f-i-e-l-d.
- 5 JUDGE STEARLEY: Great. And Mr. Armfield, will
- 6 you please raise your right hand?
- 7 (Witness sworn.)
- 8 JUDGE STEARLEY: And Mr. Armfield, are you a
- 9 customer of Algonquin?
- 10 MR. ARMFIELD: Yes, sir. I am.
- 11 JUDGE STEARLEY: All right. You may proceed.
- 12 MR. ARMFIELD: Like I said I represent
- 13 approximately 101 owners at the Ozark Mountain
- 14 Condominiums just south of Kimberling City.
- We received information of this meeting,
- 16 number one, through the newspaper. It came out sometime
- 17 after the 10th of November.
- 18 I did receive written notice of this hearing
- 19 in the mail on the Monday or Tuesday after Thanksgiving.
- 20 And some of my residents received it and some of them
- 21 did not.
- I've got an example here with me tonight.
- 23 One man received it. The other man lives on property
- 24 and he did not.
- 25 My concerns with this increase is that,

- 1 number one, I represent -- about 25 percent of my owners
- 2 are on fixed incomes. And the bottom line is a couple
- 3 of them do live on property now and there are others
- 4 that were planning on moving in.
- 5 But looking at the rate increase of almost
- 6 255 or 268 percent, whatever it was, that's a way lot
- 7 more than they are used to paying.
- They come from an area where their sewer,
- 9 water and trash bills are running \$35 or \$40 a month and
- 10 now they are looking at spending close -- if I'm doing
- 11 my math right on this sometimes it's close to \$200 a
- 12 month depending on what their water rate is.
- 13 The second concern that I have is the fact
- 14 that again -- reiterating what Ms. Bart said -- is that
- 15 the irrigation water that is being used on our facility,
- 16 are we going to be charged for sewer with it.
- 17 Right now each one of my buildings has a
- 18 separate meter. And I have one -- two meters on the
- 19 clubhouse.
- 20 The association is responsible for paying
- 21 their irrigation bill in the summertime, which this year
- 22 did not get turned on until August the 15th.
- 23 My bills went from \$56 a month in July I
- 24 believe it was, or \$75 in July, to well over \$1,000 in
- 25 August. And then they went to almost \$1,100, \$1,200 in

- 1 September. And last month was \$900.
- 2 And I just received -- got the mail today
- 3 and I didn't get a chance to get into it to see what
- 4 this month's bill is.
- 5 I think the increase of 268 percent is --
- 6 like I said it's unreasonable.
- 7 The third question that I have in regards
- 8 to -- I'm new to this area. I come down here in January
- 9 and I took over this position.
- 10 One of the things I had to take over was
- 11 kind of a sow's ear so-to-speak as far as what I got
- 12 into in the development itself.
- We had a major storm in March. We had a lot
- 14 of damange over there. But one of the things I'm
- 15 concerned about is that we also got three major water
- 16 leaks on the property that is running down on the Corp's
- 17 property.
- I have told -- a representative has come
- 19 down two or there times about it and quite honestly I
- 20 don't understand why Stan hasn't been there.
- 21 He knows about one. We fixed it in the
- 22 spring. But it started again sometime around the 4th of
- 23 July and it's been pouring downhill ever since.
- 24 So it's one of those things I'm a little
- 25 concerned. You are asking for a 268 percent increase in

- 1 the water rate and I'm leary about the standard of
- 2 service and the quality of service we have now as far as
- 3 repairs.
- 4 One of the other issues I dealt with back in
- 5 June and July is our water was milk. It looked like
- 6 one-percent low-fat milk that you buy in the grocery
- 7 store. We had a lot of people that wouldn't drink it.
- 8 We had a lot of people that complained about it.
- 9 And what we found out is it had too much air
- 10 in it. And, of course, that took a long time to figure
- 11 out.
- 12 We have pressure related issues at the
- 13 bottom of the hill down there. Some units have lost -- I
- 14 lose about two garden hoses a month if I forget and
- 15 leave the garden hose on because the pressure in the
- 16 line will blow a garden hose up at the pool house.
- 17 So these are all things that my -- that my
- 18 association wanted to make you aware of. And like I
- 19 said I understand that a 268 increase is a little above
- 20 and beyond the call of reason.
- 21 Thank you.
- 22 JUDGE STEARLEY: All right. Questions from
- 23 Commissioner Gaw?
- 24 COMMISSIONER GAW: Thanks for coming, Mr.
- 25 Armfield.

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1 Can you give me an idea about how long
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- 2 you've been in your current position?
- 3 MR. ARMFIELD: January 1, 2006.
- 4 COMMISSIONER GAW: Okay.
- 5 MR. ARMFIELD: Since then.
- 6 COMMISSIONER GAW: Do you have any experience
- 7 with this particular association just being around it or
- 8 being in the area before then?
- 9 MR. ARMFIELD: I've been coming down here for 20
- 10 years. I don't know what they had prior to that, sir.
- 11 No.
- 12 COMMISSIONER GAW: That's okay. I'm just trying
- 13 to get a perspective on how far back I can ask questions
- 14 about.
- 15 In regard to -- to the issues that you've
- observed, and these have all been issues you've observed
- 17 this year on pressure and quality issues?
- MR. ARMFIELD: Yes, sir.
- 19 COMMISSIONER GAW: Okay. Have you -- have you
- 20 complained or called anyone with the company about those
- 21 issues?
- 22 MR. ARMFIELD: Almost on a daily basis and in
- 23 some cases without a week. To be real honest in Stan's
- 24 defense, the representative of the water company, he
- 25 usually calls me if there is a problem and let's me know

- 1 what's going on.
- 2 COMMISSIONER GAW: Okay.
- 3 MR. ARMFIELD: I got to hand it to Stan. Stan
- 4 has been a wonderful help down there for me.
- 5 COMMISSIONER GAW: Okay. What kind of -- so is
- 6 the response that you are getting good when you have a
- 7 problem? Is that what you are telling me?
- 8 MR. ARMFIELD: Other than -- other than my
- 9 leaks. I mean I couldn't do anything about the water
- 10 milk -- I mean the milk in the water. That took about a
- 11 week, ten days, maybe two weeks to work that out.
- The leak is still on the hill side going
- 13 down on the Corps property. And I really don't want to
- 14 deal with the Corps if they come around.
- 15 COMMISSIONER GAW: Now, this -- this issue on
- 16 the leak is from the water line or the sewer line?
- 17 MR. ARMFIELD: The water line.
- 18 COMMISSIONER GAW: It's the water line.
- 19 MR. ARMFIELD: It's the water line.
- 20 COMMISSIONER GAW: And it's -- it's a line that
- 21 belongs to the company, correct?
- MR. ARMFIELD: Well, that's what I need the
- 23 company's help with. I don't know where the line -- I
- 24 know it's not coming off of one of my meters.
- 25 COMMISSIONER GAW: Okay.

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1 MR. ARMFIELD: So I don't know where it's coming
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- 2 from.
- 3 COMMISSIONER GAW: But -- but it is something
- 4 you think is associated with their -- their
- 5 infrastructure?
- 6 MR. ARMFIELD: Obviously it's there water. We
- 7 had it tested. It has chlorine in it.
- 8 COMMISSIONER GAW: Okay. And what are they
- 9 telling you about -- first of all, when did you first
- 10 notify them about this problem again?
- 11 MR. ARMFIELD: First time was probably back in
- 12 January, February. And we had it fixed by the first of
- 13 April.
- 14 COMMISSIONER GAW: Okay. And then what
- 15 happened?
- MR. ARMFIELD: And then sometime around the 4th
- 17 of July weekend it popped again.
- 18 COMMISSIONER GAW: All right.
- 19 MR. ARMFIELD: And we talked about it on
- 20 numerous occasions since then.
- 21 COMMISSIONER GAW: And when you say you talked
- 22 about it, you mean with Stan?
- MR. ARMFIELD: I asked Stan about it. And we're
- 24 going to get to it.
- 25 COMMISSIONER GAW: Okay. So nothing's happened

- 1 since then in regards to fixing it?
- 2 MR. ARMFIELD: I got two other ones down there
- 3 now that come and go. I don't know where that's from.
- 4 COMMISSIONER GAW: All right. When those --
- 5 when those -- when those leaks are occuring in addition
- 6 to the water draining off, does it have an impact on the
- 7 water pressure or the water quality in the -- in the
- 8 system that -- that you are aware of?
- 9 MR. ARMFIELD: I don't -- I'm not aware of it
- 10 other than one morning you can get up and your faucet
- 11 likes to blow out of the sink and the next minute -- you
- 12 know -- the next day you are worried about getting
- 13 enough water to fill your coffee pot.
- 14 COMMISSIONER GAW: Okay.
- MR. ARMFIELD: It's just been ongoing. It's off
- 16 and on all the time.
- 17 COMMISSIONER GAW: Have you get -- been given an
- 18 explanation from any representative from the company as
- 19 to why that is?
- 20 MR. ARMFIELD: I was given an explanation of the
- 21 pressure was because we're at the bottom of the hill.
- 22 And they just put in two new pressure regulating valves
- 23 on top of the hill but I'm still getting complaints from
- 24 residents.
- 25 Building 400 has excessive pressure in it.

1 We tested it and at one point one unit had 120 pounds

- 2 coming into it.
- 3 COMMISSIONER GAW: Okay.
- 4 MR. ARMFIELD: If you turn the water on it
- 5 dropped down to -- I think it was 16 pounds.
- 6 COMMISSIONER GAW: Okay.
- 7 MR. ARMFIELD: So we ended up replacing the
- 8 pressure regulation valve on that particular unit. But
- 9 that's -- 120 pounds of pressure is way too much
- 10 pressure.
- 11 COMMISSIONER GAW: Do you know -- do you have
- 12 any idea what the -- what the normal pressure should --
- 13 pressure ranges should be?
- MR. ARMFIELD: I've been told it should be
- somewhere in the neighborhood of 40 to 60.
- 16 COMMISSIONER GAW: Okay.
- 17 MR. ARMFIELD: Other than that I don't know.
- 18 COMMISSIONER GAW: Okay. But -- okay. I
- 19 understand.
- Did the company tell you that by chance?
- 21 MR. ARMFIELD: On the pressure?
- 22 COMMISSIONER GAW: Yes.
- 23 MR. ARMFIELD: Yes. Stan -- I don't remember
- 24 his exact numbers but he told me what was supposed to be
- 25 normal.

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1 COMMISSIONER GAW: Okay. So that's where you're
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- 2 getting those figures?
- 3 MR. ARMFIELD: Yeah.
- 4 COMMISSIONER GAW: That was a yes? Since we're
- 5 not transcribing --
- 6 MR. ARMFIELD: I'm sorry. Yes.
- 7 COMMISSIONER GAW: Okay. We're not transcribing
- 8 with a court reporter --
- 9 MR. ARMFIELD: I understand.
- 10 COMMISSIONER GAW: -- so I probably should make
- 11 sure --
- 12 MR. ARMFIELD: I'm sorry.
- 13 COMMISSIONER GAW: Let -- let me ask you in
- 14 regard to -- in regard to your association, does it also
- 15 have sewer service from this company?
- MR. ARMFIELD: We have one building that I would
- 17 pay a sewer bill on and that's our clubhouse building.
- 18 COMMISSIONER GAW: Okay. And the other --
- 19 MR. ARMFIELD: There are two -- there are two
- 20 bathrooms in there.
- 21 COMMISSIONER GAW: Okay. What about the
- 22 residents there? Do they --
- MR. ARMFIELD: We do not pay. They are all
- 24 privately billed.
- 25 COMMISSIONER GAW: Not you, but do they pay

- 1 their portion -- their sewer to this company I guess is
- 2 what I'm asking.
- 3 MR. ARMFIELD: Yes. Yes.
- 4 COMMISSIONER GAW: Okay. So the -- so the rate
- 5 increase impacts all of them as well?
- 6 MR. ARMFIELD: Yes, sir.
- 7 COMMISSIONER GAW: And just to clarify, when you
- 8 say you don't want to pay sewer service for the water
- 9 that you use on your sprinklers, are you referring to
- 10 rates on the sewer service that are tied to the amount
- of water that you use?
- MR. ARMFIELD: It's my understanding that your
- 13 sewer rate -- you are charged for your sewers based on
- 14 the amount of water you use.
- 15 COMMISSIONER GAW: Yeah.
- MR. ARMFIELD: If my meters are showing -- I
- 17 don't want the sewer bill to reflect that -- that I'm
- 18 not -- the water is not going back into the sewer
- 19 system. It's going out on the ground.
- 20 COMMISSIONER GAW: I understand.
- 21 Do you know if you pay that in that fashion
- 22 now currently?
- MR. ARMFIELD: I'm -- I'm not sure. We've
- 24 had -- I had the irrigation system worked on in June.
- 25 We did not turn it on until August.

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1 My August bill -- like I said -- was a
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- 2 little bit over \$1,000. The September bill was like
- 3 \$1,200 or \$1,300, if I remember right. It was up there.
- 4 And then last month it was \$900 give or take. And I had
- 5 it turned off on 15th of October.
- 6 COMMISSIONER GAW: Okay. Now, when you say your
- 7 bill, is that a combination bill of water and sewer?
- 8 MR. ARMFIELD: I get billed for -- for -- I
- 9 think there are 16 meters on my bill.
- 10 COMMISSIONER GAW: Okay. But it's water and
- 11 sewer both?
- 12 MR. ARMFIELD: Right.
- 13 COMMISSIONER GAW: Yes.
- 14 Okay. Thank you very much, sir.
- 15 JUDGE STEARLEY: Commissioner Clayton?
- 16 COMMISSIONER CLAYTON: Thank you.
- 17 COMMISSIONER CLAYTON: Good evening, Mr.
- 18 Armfield. Thank you for coming tonight.
- 19 I just had a couple of questions. Most of
- 20 my questions were asked by Commissioner Gaw.
- 21 You mentioned that there was a storm that
- 22 came through the area? Did I hear that correctly?
- MR. ARMFIELD: March 13th. Yes, sir.
- 24 COMMISSIONER CLAYTON: March 13th. And was it a
- 25 particularly bad storm?

- 1 MR. ARMFIELD: A big hail storm.
- 2 COMMISSIONER CLAYTON: A big hail storm?
- 3 MR. ARMFIELD: And we got a half-million dollars
- 4 worth of damage to our association.
- 5 COMMISSIONER CLAYTON: Was there wind damage as
- 6 well? Or was it just hail?
- 7 MR. ARMFIELD: Hail and wind.
- 8 COMMISSIONER CLAYTON: Hail and wind? Did you
- 9 all lose power down there?
- 10 MR. ARMFIELD: For about four and-a-half hours.
- 11 COMMISSIONER CLAYTON: Four and-a-half hours?
- 12 You didn't lose it for four or five days, or anything
- 13 like that?
- MR. ARMFIELD: No, sir. No, sir.
- 15 COMMISSIONER CLAYTON: Good. I'm glad to hear
- 16 that. Thank you.
- 17 JUDGE STEARLEY: Commissioner Appling?
- 18 COMMISSIONER APPLING: Judge, I have no
- 19 questions. Thank you very much for coming in tonight,
- 20 sir. You were very helpful in your testimony. Thank
- 21 you.
- JUDGE STEARLEY: Any questions from the
- 23 attorneys?
- MS. BAKER: I have one.
- 25 You mentioned that there were three water

- 1 leaks. Are there other -- are there still currently
- 2 three water leaks?
- 3 MR. ARMFIELD: One -- one is major.
- 4 MS. BAKER: One is major?
- 5 MR. ARMFIELD: Major. One you can watch rolling
- 6 down the hill. The other two come and go and I'm not
- 7 sure what's causing those.
- I had an owner point it out to me that it
- 9 was coming down the -- and you could see the evidence
- 10 down below the trail to the boat dock. But there was a
- 11 huge amount of water coming down there. And it had been
- 12 dry enough that it wouldn't have been a wet
- 13 weather spring.
- MS. BAKER: So there is one that's been --
- MR. ARMFIELD: And all at once it's dried up
- 16 now. So I don't know why that's -- I don't know what
- 17 that is. That's a good question. I haven't figured
- 18 that one out yet.
- 19 MS. BAKER: And so two of those are --
- 20 MR. ARMFIELD: The other one is -- the other
- 21 one -- no. I understand the other leak that was up on
- 22 top of the hill may have been fixed. I'm not sure
- 23 whether that's been done or not.
- 24 But it's been running -- that particular
- 25 leak run all summer long. And I had to make a complaint

- 1 again with on that one because it was growing moss
- 2 across our road and creating a slick -- a slick spot.
- 3 MS. BAKER: And so you -- you called the
- 4 company?
- 5 MR. ARMFIELD: My contact with the company is
- 6 Stan.
- 7 MS. BAKER: Is Stan?
- 8 MR. ARMFIELD: And he's leaving the first of the
- 9 year I think. So I don't know who it would be then.
- 10 MS. BAKER: Did Stan come and look at either --
- 11 either --
- 12 MR. ARMFIELD: Stan is -- Stan is on property at
- 13 least once a day four days a week.
- 14 MS. BAKER: They have been seen but not worked
- 15 on?
- MR. ARMFIELD: I don't know. You'll have to ask
- 17 him whether they were worked on or not.
- MS. BAKER: Okay. I have no other questions.
- 19 Thank you from coming.
- 20 JUDGE STEARLEY: All right.
- 21 Mr. Armfield, with these water leaks, are
- 22 the company adjusting bills for this water leak or is --
- 23 is your association in any way --
- 24 MR. ARMFIELD: I don't -- I don't know. All I
- 25 know is that in regards to -- that the water is leaking.

- 1 My biggest concern is the one that's going on Corps
- 2 property.
- 3 The US Corps of Engineers are not very
- 4 friendly when they see water leaks, especially when they
- 5 think it might be septic. So I'm just kind of holding
- 6 my breath hoping they leave me alone.
- 7 JUDGE STEARLEY: All right.
- 8 MR. ARMFIELD: So -- that's the one I want to
- 9 address more than anything. And again -- you know -- if
- 10 you are going to ask for this kind of an increase -- you
- 11 know -- let's take care of business at home before you
- 12 start asking for something that you can't get or at
- 13 least fix.
- 14 JUDGE STEARLEY: All right. And you have
- 15 mentioned Stan a number of times as the company
- 16 representative.
- Do you know Stan's -- do you know Stan's
- 18 last name?
- 19 MR. ARMFIELD: I think it's Gilam -- Gillam --
- 20 Gilliam. Don't ask me how to spell it.
- 21 JUDGE STEARLEY: And -- and you were starting to
- 22 say he's --
- 23 MR. ARMFIELD: Stan's services are no longer
- 24 going to be with Algonquin after the 31st of December.
- 25 JUDGE STEARLEY: All right. Any follow-up

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1 questions from the Commissioners? Anything from the
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- 2 attorneys?
- 3 All right. Well, thank you, Mr. Armfield,
- 4 for your testimony. You may be excused.
- 5 Are there any other members of the audience
- 6 who wish to give any testimony tonight?
- 7 MR. NICKLE: There are none that are indicated
- 8 that desire to do so.
- 9 JUDGE STEARLEY: All right. Do we have any
- 10 closing remarks from the Commissioners?
- 11 COMMISSIONER GAW: Just to thank everybody for
- 12 coming and we appreciate your -- your input. And
- 13 everyone be safe going home and I hope you have a
- 14 wonderful Holiday.
- Thanks.
- JUDGE STEARLEY: Mr. Clayton? Mr. Appling?
- Okay. All right then. We will bring this
- 18 local public hearing in case number WR-2006-0425 to a
- 19 close and we are adjourned.
- Thank you all very much.
- 21 (WHEREIN, the hearing concluded at 6:54 p.m.)

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