Exhibit No.: Issue(s): Witness: Sponsoring Party: Type of Exhibit: Case No.: WR-2023-0344 Date Testimony Prepared: October 10, 2023

Capital Improvements Daronn A. Williams MoPSC Staff Direct Testimony

MISSOURI PUBLIC SERVICE COMMISSION

INDUSTRY ANALYSIS DIVISION

WATER, SEWER & STEAM DEPARTMENT

DIRECT TESTIMONY

OF

DARONN A. WILLIAMS

THE RAYTOWN WATER COMPANY

CASE NO. WR-2023-0344

Jefferson City, Missouri October 2023

1		REBUTTAL TESTIMONY	
2		OF	
3		DARONN A. WILLIAMS	
4		THE RAYTOWN WATER COMPANY	
5		CASE NO. WR-2023-0344	
6	Q.	Please state your name and business address.	
7	А.	My name is Daronn A. Williams. My business address is 200 Madison Street,	
8	Jefferson City, MO 65101.		
9	Q.	By whom are you employed and in what capacity?	
10	А.	I am employed by the Missouri Public Service Commission ("Commission") as	
11	an Associate Engineer with the Water, Sewer, & Steam Department. My credentials and a		
12	listing of the	e cases in which I have previously filed testimony before this Commission are	
13	attached to th	is direct testimony as Schedule DAW-d1.	
14	Q.	What is the purpose of your direct testimony?	
15	А.	The purpose of my direct testimony is give a brief overview of the City of	
16	Raytown, Missouri, the Raytown Water Company ("RWC" or "Company"), observations made		
17	during Staff's inspection of RWC, RWC's compliance to the Missouri Department of Natural		
18	Resources ("DNR"), and RWC's meter replacement program.		
19	Q.	Please give an overview of the City of Raytown, Missouri.	
20	А.	Raytown is a city in Jackson County and is a suburb of Kansas City. According	
21	to the U.S. C	ensus Bureau, the City had 30,012 people based on the 2020 census.	
22	Q.	Please provide some background about RWC.	

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Q.

A. RWC is a Missouri corporation, which was established in 1925 by Neal Clevenger's grandfather. Neal is currently the President of the Company and oversees the daily operations. Chiki Thompson is the Vice-President but she also serves many other roles within the Company. RWC provides water utility service to commercial and residential customers in the City of Raytown with a small portion of its customers being in the City of Independence. RWC reported 6,541 metered connections, per Data Request ("DR") 0092.

8

Can you describe the operations of the Company?

9 RWC operates under water permit MO1010676, issued by DNR, and purchases A. 10 100% of its water from Kansas City Public Water Supply ("KC"), which operates under 11 DNR permit MO1010415. Water is received through any of eight metered connections which 12 can be opened and closed as needed. Seven of the connections are six-inch water meters and 13 the other is a four-inch water meter. The metering structures are owned by RWC but the meters 14 themselves are owned by KC. RWC also has three elevated storage tanks that are used to serve 15 the customers. Water is distributed to the customers through approximately 379,210 feet of 16 water main of various sizes and materials. Most of the water main, 318,941 feet (84%), is cast 17 iron. The rest of the distribution system is made up of various materials of pipes including: 18 galvanized iron, polyvinyl chloride (commonly known as PVC), ductile iron, and copper pipe. 19 The pipes range in size from two inches to twelve inches in diameter.

20

Q. Does RWC have a purchase water agreement with KC?

A. Yes. On July 14, 2022, RWC signed a twenty-year Purchase Water Agreement
with KC. This agreement guarantees RWC up to three million gallons of water per day
("MGD") under normal operating conditions. RWC customers use an average of 1.1 MGD.

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1	Q.	Did Staff perform an inspection of the water system?		
2	A. Yes, Staff inspected the water system on April 26, 2023. At the time of Staff'			
3	inspection, the facilities appeared to be operating appropriately.			
4	Q.	Is RWC in compliance with DNR?		
5	А.	Yes. Staff reviewed DNR records from a sunshine request. The Company was		
6	last inspected on November 30, 2022 by DNR staff. DNR wrote an inspection report from this			
7	inspection, dated December 27, 2022. Per this inspection report, RWC was found in compliance			
8	with Missouri Safe Drinking Water Laws and Regulations.			
9	Q.	Please describe RWC's meter replacement program.		
10	А.	RWC is in the process of replacing aging, conventional meters with Advanced		
11	Metering Infrastructure ("AMI") meters through a contract with Utility Services Co., Inc.			
12	("USC") for a total contract price of \$3,870,050 for the installation of 6,811 AMI meters. In			
13	addition to the	he installation of the new AMI meters that began in March 2023, USC installed		
14	Data Collect	or Units (DCUs), provided RWC with host software and communications services		
15	to collect data from all the DCUs, provided RWC with the Aclara Adaptive Consumer			
16	Engagement platform, and procured all the equipment required for installation. As of June 30,			
17	2023, USC had installed 3,073 AMI meters, or approximately 45.12% of the total to be			
18	installed. Most residential meters (which are typically five-eighths inch in size) need to be			
19	tested, inspected, and/or replaced at least every 10 years. ¹ However, the new meters by			
20	USC come w	vith at 15-year warranty.		
21	Q.	Has the purchase of these AMI meters appeared before the Commission before?		

¹ Per 20 CSR 4240-10.030(38)

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1	A. Yes.	The Commission granted RWC the authority to issue bonds in		
2	Case No. WF-2021-0427. ² As described in this order, these bonds were approved to fund the			
3	following projects:			
4	1.	To update the entire water metering system to AMI by replacing all		
5		manually read meters with radio readers;		
6	2.	To upgrade meter wells as needed;		
7	3.	To install new data collectors;		
8	4. To update metering software and make live metering information			
9	available to customers through the company website;			
10	5. To purchase new trucks;			
11	6. To replace the roof on the main office and install a back-up generator;			
12	7.	To construct a new garage to house company-owned vehicles; and		
13	8.	To pay the costs and expenses of the issuance of bonds including the		
14		costs and legal expenses of the finance case.		
15	Q. Wha	t is the status of each of these projects?		
16	A. The status of each of the above-mentioned projects are as follows:			
17	1. Forty-five percent (as of June 30, 2023) of the manually read meters were			
18	replaced with AMI meters.			
19	2. RWC stated in an e-mail they ran out of bond money due to rising cost and			
20	inflation and was not able to complete the upgrade of all the meter wells as			
21	planned. The meter wells are being upgraded in-house as time permits and			
22	will be paid out of the general operating budget.			

² See "Order Approving Finance Authority," item 14 in EFIS

1		3. New data collectors were installed with the new AMI meters.	
2		4. Metering software was upgraded with the new AMI meters.	
3	5. New company trucks were purchased in February 2023.		
4		6. The roof on the main office was replaced December 2022. The Company	
5		provided no documentation for the installation of a back-up generator at the	
6		main office. The Company stated in an e-mail that the back-up generator at	
7		the main office was ordered months ago and will be paid out of the general	
8		operating budget because they ran out of bond money due to rising cost	
9		and inflation.	
10		7. The Company did not construct a new garage due to various legal issues and	
11		the increase in cost of materials.	
12		8. The costs and expenses of the issuance of bonds including the costs and legal	
13		expenses of the finance case was paid.	
14	Q.	What are the advantages of these AMI meters when compared to	
15	conventional	meters?	
16	А.	The advantages these AMI meters offer are as follows:	
17		1. AMI meters offer automatic hourly readings instead of manual, monthly	
18		readings offered by conventional meters. This allows the Company and	
19		customers to be notified a lot sooner if a customer has a potential leak.	
20		2. AMI meters eliminate the need for personnel to physically visit every meter	
21		for manual reads every month, freeing up labor for other tasks or reducing	
22		contractor expenses.	

1	1 3. The automatic readings elim	minate inaccurate bills caused by transcription
2	2 errors and erroneous hum	an meter readings. This increases company
3	3 efficiency by reducing bil	lling adjustments and corrections, while also
4	4 increasing customer satisfac	ction.
5	5 4. Actual readings are obtained	I more easily because obstructions from reading,
6	6 such as cars being parked of	on top of meters or vicious dogs, are no longer
7	7 a factor.	
8	8 5. A safer working environme	ent is produced for the meter readers and field
9	9 technicians because AMI	meters reduce the Company's employees'
10	exposure to hazardous road	conditions, dangerous situations and limits the
11	physical contact with custor	ners, which reduces their chances of contracting
12	2 COVID and other sicknesse	s.
13	6. AMI meters allow the Com	npany to get actual meter reads each month. In
14	some instances, RWC is re	equired to estimate bills due to bad weather or
15	staffing shortages. During th	he height of the COVID pandemic, meter readers
16	and field technicians were u	nable to conduct meter readings for long periods
17	of time due to COVID infec	ctions and quarantine requirements. The reduced
18	staff made it very difficult	t for the Company to send out consistent and
19	9 accurate bills.	
20	20 7. The new AMI meters will ha	ave locking lids which will prevent and/or reduce
21	21 people from falling into me	ter wells, tampering and theft of the meters and
22	22 misplacing of the meter lids	

1		8. The software that comes with these AMI meters, Aclara, has been reported	
2		by the Company as user "friendly and adaptable to [their] present system." ³	
3		The Company also states that this software is used by many water utilities	
4	nationwide, including utilities located in Missouri and regulated by the		
5		Commission.	
6	Q.	Does Staff believe RWC is providing safe and adequate service?	
7	А.	Yes. Based on documentation from DNR and what Staff witnessed during the	
8	site inspection	n on April 26, 2023, Staff believes RWC is providing safe and adequate service.	
9	Q.	Does this conclude your rebuttal testimony?	
10	А.	Yes it does.	

³ From the Company's response to OPC's DR 2002

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

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In the Matter of the Application of a Rate Increase of Raytown Water Company Case No. WR-2023-0344

AFFIDAVIT OF DARONN A. WILLIAMS

STATE OF MISSOURI)) ss. COUNTY OF COLE)

COMES NOW DARONN A. WILLIAMS and on his oath declares that he is of sound mind and lawful age; that he contributed to the foregoing *Direct Testimony of Daronn A. Williams*; and that the same is true and correct according to his best knowledge and belief.

Further the Affiant sayeth not.

um Q. William

JURAT

Subscribed and sworn before me, a duly constituted and authorized Notary Public, in and for the County of Cole, State of Missouri, at my office in Jefferson City, on this $\underline{64}$ day of October 2023.

Dianna L. Vaugh-Notary Public

DIANNA L. VAUGHT Notary Public - Notary Seal State of Missouri Commissioned for Cole County My Commission Expires: July 18, 2027 Commission Number: 15207377

Daronn A. Williams

As an Associate Engineer with the Water, Sewer and Steam Department of the Commission Staff, my core duties revolve around being the lead engineer for a variety of cases such as Application for Certificate, Merger, Sale, Transfer, Rate Case, Territorial Agreement, and more filed with the Commission from water and sewer utilities. I also hold a Drinking Water Distribution Level -1, Drinking Water Treatment Level -D, and Wastewater Treatment Level -D Operations Certification from the Missouri Department of Natural Resources.

Educational Background and Work Experience

I hold a Bachelor of Science Degree in Environmental Engineering from Missouri University of Science & Technology. Prior to starting at the Commission, in December 2018, I worked as an Environmental Engineer at the Missouri Department of Natural Resources for the Air Pollution Control Program, from January 2009 to November 2018.

Previous Testimony Before the Public Service Commission

Case Number SA-2021-0017	Company Missouri American Water Company (MAWC)	Type of Filing Surrebuttal & Live Testimony	Issue General Info & Misc.
WR-2022-0303	MAWC	Rebuttal	Class Cost of Service/Rate Design
WR-2023-0006	Confluence Rivers	Rebuttal	Maintenance, Service Area Maps and Legal Descriptions