1	STATE OF MISSOURI
2	PUBLIC SERVICE COMMISSION
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6	TRANSCRIPT OF PROCEEDINGS
7	Local Public Hearing
8	March 26, 2008 Joplin, Missouri
9	Volume 3
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12	In the Matter of The Empire ) District Electric Company of )
13	Joplin, Missouri for Authority to ) File Tariffs Increasing Rates for ) Case No. ER-2008-0093
14	Electric Service Provided to ) Customers in the Missouri Service )
15	Area of the Company )
16	
17	CHERLYN D. VOSS, Presiding,
18	REGULATORY LAW JUDGE.
19	CONNIE MURRAY, ROBERT M. CLAYTON III,
20	TERRY JARRETT,  COMMISSIONERS.
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23	REPORTED BY:
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- 1 PROCEEDINGS
- JUDGE VOSS: Good afternoon, everyone.
- 3 It's Wednesday, March 26th. The Missouri Public Service
- 4 Commission has set this time for local public hearing in
- 5 Case ER-2008-0093, in which the Empire District Electric
- 6 Company seeks to implement a rate increase for its
- 7 electric services.
- 8 The Missouri Public Service Commission
- 9 regulates the rates charged by investor-owned utility
- 10 companies in Missouri to ensure that those rates are just
- 11 and reasonable. The Commission also regulates the quality
- 12 of service and safety of operations of those utilities.
- 13 I'm Cherlyn Voss. I'm the Regulatory Law Judge assigned
- 14 to this case, and I'll be presiding over this hearing this
- 15 afternoon.
- 16 There are five Commissioners on the
- 17 Commission, two of which are with me right now:
- 18 Commissioner Connie Murray.
- 19 COMMISSIONER MURRAY: Hello.
- 20 JUDGE VOSS: And Commissioner Jarrett.
- 21 COMMISSIONER JARRETT: Good afternoon,
- 22 everyone.
- JUDGE VOSS: I believe a couple other
- 24 Commissioners will be coming in during the course of the
- 25 proceeding.

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1 This is the official hearing of the
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- 2 Missouri Public Service Commission, and the statements and
- 3 testimony received today will be part of the official case
- 4 file. Although not all the Commissioners are here this
- 5 afternoon, they will all be able to review the comments
- 6 made today.
- 7 For the purpose of the hearing today, we
- 8 will be discussing the rate increase proposed by Empire.
- 9 It's your opportunity to give your comments and questions
- 10 regarding your position on that proposed rate increase.
- 11 If you're unable for any reason to testify
- 12 today, there are fliers at the door that have a space for
- 13 you to enter comments, and they include both the
- 14 Commission's mailing address, website and fax number. You
- 15 can fill the form out today and give it to a Staff member
- 16 or fill it out later and mail or fax it to the Commission.
- 17 You can also enter your comments directly by going to the
- 18 Commission's website. If you have questions, you can
- 19 reach the Commission's Staff or the Public Counsel at the
- 20 numbers that are located on those fliers.
- 21 Also, let everyone know that Commissioner
- 22 Robert Clayton has also just joined us, so three of the
- 23 five Commissioners are with us right now.
- 24 For witnesses who wish to testify live,
- 25 I'll call the name of each witness, or actually Mr. Ochoa

- 1 will call the name of each witness who signed up to speak
- in the order they've signed up. When your name's called,
- 3 please come to the podium and spell your name for the
- 4 record. I'll ask you a series of preliminary questions,
- 5 and then you'll be able to give your statement. The
- 6 Commissioners may have questions for you, as may some of
- 7 the counsel present. Please stay at the podium until I
- 8 excuse you to make sure that all of your -- all the
- 9 questions have been addressed.
- 10 And I will say due to some technical issues
- 11 webcasting, any party's counsel that's there that has
- 12 questions for a witness, please speak up because I'm going
- 13 to assume there are no questions unless you pop up and let
- 14 me know that you have questions.
- When everyone has a desire -- excuse me.
- 16 When everyone who has a desire to speak has had the
- 17 opportunity to do so, we'll conclude the hearing. Do any
- 18 of the parties or any people present have any questions
- 19 before we begin?
- MR. OCHOA: No, your Honor.
- JUDGE VOSS: Great. Then we're going to
- 22 begin now by taking entries of appearance. I'd like to
- 23 begin with counsel for the Empire District Electric
- 24 Company.
- 25 MS. CARTER: Diana Carter, Brydon,

- 1 Swearengen & England, P.C., 312 East Capitol Avenue,
- 2 Jefferson City, Missouri 65102.
- 3 JUDGE VOSS: Thank you. Office of the
- 4 Public Counsel?
- 5 MR. MILLS: On behalf of the Office of the
- 6 Public Counsel, my name is Lewis Mills. My address is
- 7 Post Office Box 2230, Jefferson City, Missouri 65102.
- 8 JUDGE VOSS: The Commission Staff?
- 9 MS. HEINTZ: Jennifer Heintz and Steven
- 10 Reed for the Staff of the Commission, P.O. Box 360,
- 11 Jefferson City, Missouri 65102.
- JUDGE VOSS: Are any other parties
- 13 represented by counsel that would like to make entries of
- 14 appearance at this time?
- MR. OCHOA: I don't see any, your Honor.
- JUDGE VOSS: Hearing none. Do the
- 17 Commissioners have any introductory comments they'd like
- 18 to make?
- 19 (No response.)
- JUDGE VOSS: Gregg, please call the first
- 21 witness.
- MR. OCHOA: Okay. Mr. Larry Choteaux.
- 23 C-H-O-T-E-A-U-X, oh, I'm sorry. I apologize.
- 24 MR. CLOTEAUX: I'm Larry Cloteaux,
- 25 C-l-o-t-e-a-u-x. I live at 607 Highland Place, Neosho,

- 1 Missouri 64850.
- 2 (Witness sworn.)
- JUDGE VOSS: And are you currently a
- 4 customer of Empire?
- 5 MR. CLOTEAUX: Yes, I am.
- 6 JUDGE VOSS: Please proceed with your
- 7 comments.
- 8 MR. CLOTEAUX: A lot of this Empire has
- 9 brought the problems to themselves because I called in
- 10 '06, I called August, September, October and November
- 11 about trees that were on the lines. They didn't cut them.
- 12 I talked to the man that reads the meter. He turned it
- 13 in. They still never cut the line -- the trees. When the
- 14 ice storm hit, it took out transformers, power lines and a
- 15 neighbor's weatherhead. All of this was taken out.
- 16 Empire still didn't come out and do anything.
- 17 This was -- I had the -- after the ice
- 18 storm, it took out the trees and the lines going down to
- 19 the high school and to the junior high school. When they
- 20 replaced the pole and the transformer, they never put the
- 21 streetlight back in. Yet the City was -- of Neosho had to
- 22 pay for that streetlight for three months without any
- 23 streetlight being installed. The City called Empire, I
- 24 called Empire, and my neighbors called Empire about
- 25 replacing the streetlight for the safety of the school

- 1 children from the high school and the junior high school.
- 2 It took them three months to put that streetlight back in.
- 3 My bill in December was \$165. January's
- 4 bill was 177. February's bill was 175. Our power was out
- 5 just over 11 days, and yet Empire cannot justify why my
- 6 bill was higher for January when we didn't have power than
- 7 it was for the month preceding and the month after the ice
- 8 storm.
- 9 I never had this problem with NewMac when I
- 10 lived in McDonald County, but ever since I moved up into
- 11 Neosho I've had problems with Empire. I -- the man that
- 12 came out and trimmed trees, we had vines growing up the
- 13 pole that covered a transformer and was going down the
- 14 power lines. When it rained, you could see arcing.
- 15 I called Empire, and it took them over two months to come
- 16 out and do something about those vines.
- 17 There's no excuse, because kids are coming
- 18 up from the schools walking by that pole, and if it will
- 19 arc in the rain, it's got to be dangerous for those kids,
- 20 and Empire doesn't seem to care about the safety of anyone
- 21 in situations as this. Thank you very much.
- 22 JUDGE VOSS: Thank you. Commissioner --
- 23 Commissioner Murray, do you have any questions?
- 24 COMMISSIONER MURRAY: Just one. That is
- 25 the vines on the pole that -- where you said you observed

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1 the arcing, has that currently been repaired?
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- 2 MR. CLOTEAUX: The arcing -- this is vines,
- 3 they call them grape vines, but there's water in the
- 4 center of these vines, and when the vines grow, if you cut
- 5 them, you can see water coming out of them. When they're
- 6 going up, they covered the transformer. You couldn't even
- 7 see the transformer, and it was going down the power lines
- 8 on three different high voltage lines and it was arcing
- 9 between the lines when it would rain.
- 10 COMMISSIONER MURRAY: Okay. And my
- 11 question is, has that been cut? Has that been trimmed
- 12 away now?
- 13 MR. CLOTEAUX: I didn't -- pardon?
- MR. OCHOA: Has that problem been fixed?
- MR. CLOTEAUX: They haven't cut the vines.
- 16 They've come in and sprayed weed killer on them, but they
- 17 never cut the vines out and taken them out, but some of
- 18 them are starting to regrow. But they haven't cut the
- 19 vines. They're still going up and covering the
- 20 transformer and going down the lines. They just sprayed
- 21 weed killer on them to kill them. They never removed the
- 22 vines.
- 23 COMMISSIONER MURRAY: All right. And your
- 24 testimony is that they're coming back to life?
- 25 MR. CLOTEAUX: Some of them are starting to

- 1 come back alive.
- 2 COMMISSIONER MURRAY: All right. Have you
- 3 reported that to Empire?
- 4 MR. CLOTEAUX: I have called Empire on it,
- 5 and they -- the man that came out, he said that he is the
- 6 only one trimming trees for Newton and McDonald County.
- 7 He has to do it by himself, and it's taking a long time to
- 8 get around to doing this. And that's the problem with
- 9 Empire when they -- they said prior to the storm in '07,
- 10 they said they were changing contractors, their outsourced
- 11 contractor for trimming their trees and therefore they
- 12 were behind on trimming trees. That's why they didn't get
- 13 around to cutting all these trees down.
- 14 COMMISSIONER MURRAY: All right. Thank
- 15 you. No other questions.
- JUDGE VOSS: Commissioner Clayton?
- 17 COMMISSIONER CLAYTON: Mr. Cloteaux, I have
- 18 several questions about tree trimming, but in the interest
- 19 of time, I just want to thank you for your -- your
- 20 comments. I think they're very important relating to tree
- 21 trimming and the vines on the equipment. It's been an
- 22 issue before the Commission on several different
- 23 occasions, and I appreciate you bringing it to our
- 24 attention. Thank you.
- 25 COMMISSIONER VOSS: Commissioner Jarrett?

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1 COMMISSIONER JARRETT: Yes. Good
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- 2 afternoon, Mr. Cloteaux. I just had one question.
- I take it that you are dissatisfied with
- 4 the customer service you've been given?
- 5 MR. CLOTEAUX: I'm very dissatisfied with
- 6 Empire's service. From the response I've gotten from
- 7 them, I'm not at all satisfied with their services.
- 8 COMMISSIONER JARRETT: When you called in
- 9 to the -- to the folks at Empire, are they -- are they
- 10 pleasant to you? Are they rude? How would you describe
- 11 their demeanor?
- 12 MR. CLOTEAUX: When I called Empire, I --
- 13 they do a lot of talking, but they haven't given the
- 14 service. Like the streetlight, I finally went down to
- 15 Empire and talked to the engineer, and he sent a crew out
- 16 to replace that streetlight. But when I call, I don't get
- 17 any response. I mean, they tell me a lot of things, but
- 18 that's as far as it goes.
- 19 COMMISSIONER JARRETT: Okay. Well, thank
- 20 you very much, Mr. Cloteaux. I don't have any further
- 21 questions. Thank you for your testimony. We appreciate
- 22 it.
- MR. CLOTEAUX: All right. Thank you.
- 24 JUDGE VOSS: Thank you, Mr. Cloteaux.
- 25 You're excused. Next witness, please.

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1 MR. OCHOA: Carol Cook. Okay.
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- 2 Charles Rutledge.
- 3 MR. RUTLEDGE: My name is Charles Rutledge,
- 4 R-u-t-l-e-d-g-e, 5597 Jutoe, Seneca, Missouri 64865, and
- 5 as I can't direct questions to the --
- JUDGE VOSS: Mr. Rutledge, one moment,
- 7 please. I need to swear you in. For all other witnesses,
- 8 there's no need to give your address for the record.
- 9 (Witness sworn.)
- 10 MR. RUTLEDGE: I do.
- 11 JUDGE VOSS: Thank you. And are you
- 12 currently a customer of the Empire District Electric
- 13 Company?
- MR. RUTLEDGE: Yes.
- JUDGE VOSS: Thank you. Please proceed.
- 16 MR. RUTLEDGE: I'm not altogether sure it's
- 17 appropriate for me to -- in this rate increase request to
- 18 be looking beyond this particular rate increase. However,
- 19 I think that we're going to have to because we have
- 20 several things that have transpired after the filing of
- 21 this rate increase, and I notice that this rate increase
- 22 is -- is a revised electric service tariff sheet. So I
- 23 guess one question I would have to the company is what is
- 24 the purpose of the revision and what was the revision, or
- what was the original request and why the change?

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1 JUDGE VOSS: That might be a question
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- 2 better addressed to the company representative
- 3 individually. This is your opportunity to give your
- 4 comments, because the Commission has to evaluate the case
- 5 as a neutral unbiased participant, they're not allowed to
- 6 give opinions or statements or answer direct questions at
- 7 this time. We just want to find out your opinion and your
- 8 background and what your concerns are regarding the rate
- 9 increase request. Hopefully there's someone from the
- 10 company or the Staff that would be able to address your
- 11 questions today. Will that help you?
- MR. RUTLEDGE: Okay. I thought that's
- 13 who -- I thought that's who I was addressing that to was
- 14 the company.
- JUDGE VOSS: What I'm saying is address to
- 16 them after you testify.
- 17 MR. RUTLEDGE: Well, most of my questions
- 18 have to deal with that.
- 19 JUDGE VOSS: Mr. Rutledge, would you prefer
- 20 to talk to the company person and testify later in this
- 21 proceeding?
- MR. RUTLEDGE: Okay. I've been informed
- 23 that I need to discuss that with the company at a later
- 24 time.
- 25 I was noticing on the -- on the

- 1 experimental regulatory plan which is -- is allowable
- 2 under the agreement, which is in effect for five years,
- 3 well, 2006, 2010, and I noticed there that there's a
- 4 clause in there that says the company must reduce its rate
- 5 base in future rate proceedings by the amount of any such
- 6 amortizations previously included in its rates, thereby
- 7 lowering future customer rates, and I -- I want to
- 8 encourage the Commission to insist that that's followed
- 9 through.
- 10 I applaud the Commission on their good
- 11 decision to disallow some requests. The Staff's midpoint
- 12 recommendation to 9.98 percent as I figure that would be,
- 13 were the decision made that that'd be the figure, then the
- 14 monthly increase based on a thousand kilowatt hours would
- 15 be approximately \$9 a month increase.
- 16 It would be very helpful if that were
- 17 reduced rather than by 1/8 by 1/4, which would make that
- 18 26.5, something in that area, which would reduce the
- 19 monthly rate to about \$8 monthly increase for a thousand
- 20 kilowatt hour consumer on a monthly basis. I believe that
- 21 would be helpful to seniors, be helpful to young families,
- 22 and at the same time it just might keep the company
- 23 profitable, which is what I'm sure we'd all like to see.
- 24 Thank you very much.
- 25 JUDGE VOSS: Thank you. Commissioner

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1 Murray?
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- 2 COMMISSIONER MURRAY: No questions. Thank
- 3 you.
- 4 JUDGE VOSS: Commissioner Clayton?
- 5 COMMISSIONER CLAYTON: No questions for me
- 6 either. Thank you for coming.
- JUDGE VOSS: Commissioner Jarrett?
- 8 COMMISSIONER JARRETT: Mr. Rutledge, I have
- 9 no questions either, but thank you for your testimony.
- 10 It's been very helpful.
- 11 JUDGE VOSS: Thank you, Mr. Rutledge.
- 12 You're excused. Next witness.
- MR. OCHOA: Dr. Gaskin.
- JUDGE VOSS: And I wanted to state, the
- 15 witnesses don't need to give their address for the record.
- DR. GASKIN: Okay. My name is Dr. L.
- 17 Gaskin, G-a-s-k-i-n.
- 18 (Witness sworn.)
- JUDGE VOSS: Are you currently a customer
- 20 of the Empire District Electric Company?
- DR. GASKIN: Yes, ma'am.
- JUDGE VOSS: Please proceed with your
- 23 statement.
- DR. GASKIN: The rate increase that they're
- 25 asking I believe is overstated, that they always go for

- 1 double and then hope to get half of it. I think it's a
- 2 game to be played.
- 3 As a property owner, I used to have five
- 4 rental houses, and this is a question to you and the rest
- 5 of the Commissioners on the board. The ten years that I
- 6 owned them, I called two or three times every year on
- 7 different public utilities that the companies would ask
- 8 for an increase to make a comment or to get an answer, and
- 9 out of those years, I never got a return call. It's very
- 10 disheartening to think that as a taxpayer who helps pay
- 11 all the Commissioners' wages, that they wouldn't have the
- 12 courtesy to have somebody return a call to ask about the
- 13 questions I had for the Commission. I know perhaps none
- 14 of you were there back five, six years ago, but if I call
- 15 again, I would hope to get an answer on some of these
- 16 bills that the public utility companies ask for the
- 17 increases.
- 18 That's the end of my statement.
- 19 JUDGE VOSS: There might be somebody there
- 20 from Staff who can direct you to a good phone number to
- 21 get some of your questions answered at a later time, which
- 22 hopefully will resolve why you didn't get your call backs
- 23 the last time you called. I apologize for that on behalf
- 24 of all the Commission that was here at that time.
- 25 Commissioner Murray, do you have any

- 1 questions?
- 2 COMMISSIONER MURRAY: I have no questions,
- 3 but it is important that you be contacting the right
- 4 number if you call the Public Service Commission. We do
- 5 have a consumer services division and an 800 number for
- 6 you to call directly. If there is a case going on, you
- 7 cannot call and talk to a Commissioner about a pending
- 8 case because we cannot talk off of the record about a case
- 9 that we're presently considering, but you should be able
- 10 to reach someone at the PSC to get your questions
- 11 answered. So I too apologize for the fact that you ran
- 12 into a dead end when you attempted before, but please make
- 13 sure you have the right telephone number.
- 14 JUDGE VOSS: And that number should be on
- 15 that paperwork at the back of the room.
- 16 DR. GASKIN: May I come back to the lady --
- 17 the Commissioner that just spoke? When I called the
- 18 office, I looked it up to make sure I had the right phone
- 19 number and the right department when I called to direct
- 20 the questions I had, like one for the electric, one for
- 21 the water, whatever it might have been. I went to that
- 22 office and got a phone number.
- COMMISSIONER MURRAY: And you spoke to
- 24 someone directly?
- DR. GASKIN: No. I always got a machine,

- 1 but I had the phone number that I got from the State of
- 2 who was in charge of the different departments that I
- 3 wanted to talk to. So someplace down the line apparently
- 4 they --
- 5 COMMISSIONER MURRAY: None of us understand
- 6 what happened there, but if in the future you run into a
- 7 problem, you might try that 800 number, and someone in the
- 8 consumer services area will take charge of finding the
- 9 answers for you if it's -- if that person has to go
- 10 directly to a department within the PSC, but they will be
- 11 available to help you.
- DR. GASKIN: Thank you.
- 13 JUDGE VOSS: Commissioner Clayton?
- 14 COMMISSIONER CLAYTON: I have no questions
- 15 at this time. Thank you for coming.
- JUDGE VOSS: Commissioner Jarrett?
- 17 COMMISSIONER JARRETT: Dr. Gaskin, I have
- 18 no questions either, but thank you for your testimony
- 19 today.
- JUDGE VOSS: Thank you, Dr. Gaskin, and I
- 21 would get a copy of one of the forms from the back of the
- 22 room. I think they have the number that you would want on
- 23 the form.
- 24 MR. OCHOA: Judge, we'll make sure he has
- 25 that number. The next witness is Mr. Bill Miller.

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1 MR. MILLER: My name's Bill Miller,
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- $2 \quad M-i-l-l-e-r.$
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   (Witness sworn.)
- 4 JUDGE VOSS: Are you currently a customer
- 5 of the Empire District Electric Company?
- 6 MR. MILLER: Yes, ma'am.
- 7 JUDGE VOSS: Please proceed with your
- 8 testimony.
- 9 MR. MILLER: Well, the first thing is when
- 10 they have a problem, and it's happened before to me, is
- 11 when you make a call to a call center, the first thing, it
- 12 takes you a while to get through, and you'll be put on
- 13 hold for quite some time. And they finally do answer and
- 14 you tell them your problem, they say they'll take care of
- 15 it.
- 16 And the last time, of course I realize that
- 17 it was a major storm, but it was nine days before we got
- 18 our electricity back on. I called several times and
- 19 finally get through and I tried to ask, you know, how long
- 20 it would be, where the crews are working, if they were,
- 21 and they didn't know. So people at the call center knew
- 22 absolutely nothing about anything that was going on in the
- 23 field, you know.
- 24 And one other time we had a windstorm and I
- 25 called like that and liked to never -- me and my wife one

- 1 time in a storm, we sat on the phone for about five or six
- 2 hours with it on hold before we finally got through.
- 3 That's several years ago. It wasn't this one. This was a
- 4 different storm, different time.
- 5 And also the rate increases, within the
- 6 last year with this 10 percent increase, we had another
- 7 utility that had a 64 percent increase. That's a
- 8 74 percent increase in our utilities in a year. The last
- 9 year my cost of living raise was under 3 percent. So just
- 10 kind of wondering, when is this going to end? I mean,
- 11 we're getting 10 to 50 percent rate increases on the
- 12 utilities, while the cost of living of the people that are
- 13 paying these bills is under 3 percent, and, you know, it's
- 14 just -- I just -- somewhere along the way, it's got to
- 15 stop.
- 16 And all these utilities, they want fuel
- 17 increase, they want to be rate increases to what fuel's
- 18 going up and going down. Well, all of us people out here,
- 19 we all use this fuel, too. We have nowhere to go to get
- 20 reimbursed for the fuel we use or the money that we spent.
- 21 And a lot of people lost a lot of money, spent a lot of
- 22 money during the ice storm. We have no recourse
- 23 whatsoever. Most insurances won't pay for generators and
- 24 gas and a lot of stuff like that, so it's just -- you
- 25 know, it's got to end sometime. That's all I've got to

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1 say.
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- JUDGE VOSS: Thank you. Commissioner
- 3 Murray?
- 4 COMMISSIONER MURRAY: No questions. Thank
- 5 you.
- JUDGE VOSS: Commissioner Clayton?
- 7 COMMISSIONER CLAYTON: I have no questions
- 8 at this time. Thank you for coming.
- 9 JUDGE VOSS: Commissioner Jarrett?
- 10 COMMISSIONER JARRETT: Sir, I have no
- 11 questions either, but thank you for your testimony. We
- 12 appreciate it.
- JUDGE VOSS: Thank you, Mr. Miller. You
- 14 may step down. Next witness, please.
- MR. OCHOA: Mary Eichelberger.
- 16 Next name is Mr. Bill Brewers. The next
- 17 name would be Bill Brewers. Could be Owens. Okay. Sorry
- 18 about that.
- 19 MR. OWENS: My name is Bill Owens. I
- 20 reside at 4201 University Circle, Joplin, Missouri. And
- 21 what else do you need, your Honor?
- JUDGE VOSS: How do you spell your last
- 23 name?
- MR. OWENS: Pardon? O-w-e-n-s.
- JUDGE VOSS: Thank you. There is more than

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1 one way to spell it. Wanted to be sure.
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- 2 (Witness sworn.)
- JUDGE VOSS: And are you currently a
- 4 customer of the Empire District Electric Company?
- 5 MR. OWENS: Sadly, yes.
- 6 JUDGE VOSS: Please proceed with your
- 7 comments.
- 8 MR. OWENS: I'm new to the Joplin area, and
- 9 I'm a five-year customer of Empire Electric. I'm not
- 10 happy with Empire Electric. I'm a former electrician,
- 11 still a member of Local Union 124 in Kansas City,
- 12 Missouri. So I know their ways and means a little bit.
- 13 When you call them, you do get a lady, normally I get a
- 14 lady, and I realize she's just their answering service, so
- 15 you really don't get very far.
- And if you're persistent and keep calling,
- 17 you still get ladies, and as a result of that, if you
- 18 point a problem out to them that you absolutely know is
- 19 correct, and I know that from experience, and you can even
- 20 designate and show them the area where the problem is,
- 21 whether it be a flag hanging out or a squirrel in it, like
- 22 others have addressed, or rain or ice or whatever, they'll
- 23 finally get irate enough that they'll say, well, how do
- 24 you know? And as a result of that, I tell them my
- 25 membership and even give them my card number. But I'm not

- 1 happy with their service.
- 2 Today as I stand here, just south of the
- 3 college on the west side of the road, they still have tree
- 4 limbs that are in that high line. The college, I don't
- 5 know how long, if they were out of power, but I spent well
- 6 over ten days, just south of the college, and were the
- 7 last ones to get served on their rehookup.
- 8 And I have friends that got hooked up and
- 9 half their house worked, half their house didn't work.
- 10 They got the phasing messed up on their house. And they
- 11 repeatedly would call in to get restitution on it. And
- 12 finally a gentleman in one of their singles trucks was out
- and they flagged him down, my neighbors, and he came over
- 14 and he said, oh, my goodness, that is wrong, and he got a
- 15 crew out there immediately. But when you call in, you
- 16 don't get those results.
- 17 A question I asked earlier was what they
- 18 had done in the past when we had storms. We found out
- 19 they hire that done. That's not too cost efficient when
- 20 you have your own employees, I wouldn't think. That's an
- 21 added cost. Couldn't those monies be better spent
- 22 elsewhere? This is I know in a question form.
- 23 I've been to Iatan personally as an
- 24 employee for a local Kansas City contractor. I've been to
- 25 Sibley Power Plant. I've been to Montrose Power Plant. I

- 1 spent years at Lacine Power Plant. And my understanding
- 2 was that those facilities were set up with precipitators
- 3 and so forth, to use our local grown mined coal that has
- 4 slag and so forth in it that they don't like because they
- 5 have to wash it, clean it, and take the clinkers and so
- 6 forth out of it. But we truck in and rail in all this
- 7 coal from Wyoming. That's not very cost efficient either.
- 8 Wouldn't it be easier to get it from Illinois or use our
- 9 own resources?
- 10 Many questions arise that I think needs to
- 11 be addressed by the Commission before they give this rate
- 12 increase. And I thank you for your time, your Honor.
- 13 JUDGE VOSS: Thank you. Commissioner
- 14 Murray?
- 15 COMMISSIONER MURRAY: No questions. Thank
- 16 you, Mr. Owens.
- 17 JUDGE VOSS: Commissioner Clayton?
- 18 COMMISSIONER CLAYTON: Thank you for
- 19 bringing these issues to our attention. I don't have any
- 20 questions at this time. Thank you.
- 21 JUDGE VOSS: Commissioner Jarrett?
- 22 COMMISSIONER JARRETT: Mr. Owens, thank you
- 23 for appearing today and making your comments a part of the
- 24 record. We appreciate it.
- JUDGE VOSS: Thank you, Mr. Owens. You're

- 1 excused.
- MR. OCHOA: Kenny Cameron. Kenny Cameron.
- 3 Bear with us, your Honor. Mr. Cameron's in a wheelchair.
- 4 It will take just a little bit to get forward.
- 5 MR. CAMERON: My name is Kenneth Cameron,
- 6 C-a-m-e-r-o-n. I'm from Joplin.
- 7 (Witness sworn.)
- 8 JUDGE VOSS: Are you currently a customer
- 9 of the Empire District Electric Company?
- MR. CAMERON: Yes. I've been one for 51
- 11 years.
- 12 JUDGE VOSS: Is it comfortable for you to
- 13 give your statement in this position? Do you need to sit
- 14 down?
- 15 MR. CAMERON: Yes, I can stand for a little
- 16 while. I can stand for short times, yes.
- 17 JUDGE VOSS: Please proceed with your
- 18 testimony.
- 19 MR. CAMERON: I can't understand why they
- 20 are going and giving a rate increase here the people only
- 21 make a thousand kilowatt hours a month at \$9.75 increase.
- 22 I live on a fixed income. I live on -- I live on an
- 23 oxygen generator when I'm not at home. I have used
- 24 electric heat backup in the wintertime besides my gas.
- 25 The summertime I have to use window air conditioning units

- 1 because I have to be in a controlled climate. I live on a
- 2 fixed income, barely get by as it is now. I will not be
- 3 able to survive.
- 4 Your honor, I've talked to them before.
- 5 They turn around and they say, oh, there's this person,
- 6 that person and the other company, there's different
- 7 organizations that will help me out. They only will help
- 8 out a handicapped person one time use only, and it's only
- 9 on a shutoff notice. They will not help out a handicapped
- 10 person on a fixed income month by month. I turn around
- 11 and take off my grocery money and transportation money and
- 12 clothes money to pay the electric bill because I have to
- 13 to stay alive.
- I don't know why they could not raise this
- 15 up to the people that use 1,000 -- 1,500 or 2,000 kilowatt
- 16 hours a month. The bigger business people are the ones
- 17 that need to be taking this, not us poor middle class and
- 18 middle class people. We can't get by as it is now, and
- 19 they keep on going up and up and up.
- 20 And like one of the gentlemen said, you
- 21 cannot get any kind of service done when you have trees on
- 22 your lines. I've had my lines, I've -- the house I live
- 23 in I was born and raised in. I am 52 years old. I lived
- 24 there all my life. I know what it is. They have never
- 25 replaced the line service to my house, and it's been broke

- 1 down four times. They've reconnected, stretched a little
- 2 bit tighter. I know the cable's been stretched almost to
- 3 the maximum to where it's probably losing energy going
- 4 through it, much less trying to keep tree branches off of
- 5 it. So that's what I have to say.
- 6 JUDGE VOSS: Thank you. Commissioner
- 7 Murray, do you have any questions?
- 8 COMMISSIONER MURRAY: I have no questions.
- 9 Thank you.
- 10 JUDGE VOSS: Commissioner Clayton?
- 11 COMMISSIONER CLAYTON: Thank you very much
- 12 for your testimony. I have no questions.
- JUDGE VOSS: Commissioner Jarrett?
- 14 COMMISSIONER JARRETT: Mr. Cameron, thank
- 15 you for your testimony. I have no questions, but thank
- 16 you for participating today.
- 17 MR. CAMERON: Thank you very much for your
- 18 time.
- 19 JUDGE VOSS: Thank you, Mr. Cameron.
- 20 Gregg, it might speed things along to have the on-deck
- 21 witness come to the front as well.
- MR. OCHOA: Okay.
- JUDGE VOSS: Thanks.
- 24 MR. OCHOA: Okay. The on-deck witness is
- 25 helping Mr. Cameron, so he'll be there in just a second.

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JUDGE VOSS: No problem.
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- 2 MR. DOPP: Thank you. My name is Robert
- 3 Dopp. I'm sorry I wasn't ready when you were ready for
- $4 \quad \text{me.}$
- 5 JUDGE VOSS: No problem. We just want as
- 6 many people to be able to testify as possible and have as
- 7 much time as they need. Could you please spell your name
- 8 for the record.
- 9 MR. DOPP: It's Robert Dopp. That's
- 10 D-o-p-p.
- 11 (Witness sworn.)
- 12 JUDGE VOSS: Are you currently a customer
- 13 of the Empire District Electric Company?
- MR. DOPP: Yes, your Honor.
- JUDGE VOSS: Please make your statement.
- 16 MR. DOPP: First off, I'd like to say thank
- 17 you for you guys' time, your Staff's time, and for you
- 18 being -- for us being here so that we don't have to travel
- 19 far.
- 20 My first comment is I know that when making
- 21 a business plan and trying to get businesses up and
- 22 running, that when you do business and you're trying to
- 23 get things going and that, what you do is that you try to
- 24 set aside a percentage for all, like, 10 percent for
- 25 charity, and then, of course, you have a percentage for

1 employees, then you have a percentage for other costs and

- 2 stuff like that.
- 3 It seems like every time Empire wants a
- 4 rate increase, it's because of equipment failure,
- 5 upgrading equipment and stuff like that. My thing is, is
- 6 that why don't they -- you know, all companies, even, you
- 7 know, especially small business owner and that, they set
- 8 aside, like, 10 percent for infrastructure.
- 9 You know, it would make sense that they
- 10 would -- that Empire would start putting 10 percent of
- 11 their income back for infrastructure, but it doesn't seem
- 12 like that's what they're doing. They seem like they want
- 13 to take that, build it in, give us a rate increase because
- 14 they did it, and it doesn't make sense.
- 15 One of the comments that was made earlier
- 16 was about tree trimming. Empire said they've been
- 17 trimming trees for 100 years. No. 1, directional tree
- 18 trimming has been that way for the last 20 years I know
- 19 of. Empire said they didn't start trimming trees,
- 20 directional trimming here in the last four, five years. I
- 21 don't think that's correct. I think they started tree --
- 22 trimming their trees directionally when they got this new
- 23 company that is called Wright out of Des Moines, Iowa.
- 24 That's when they started directional trimming.
- Directional trimming, they should have

- 1 started directional trimming a long time ago when they
- 2 figured out the regular trimming that they were using was
- 3 not working properly. The reason why I know about all
- 4 this is because, No. 1, I do landscape and lawn care
- 5 myself for a few clients, and I know about how to trim
- 6 trees. And it seems like they're taking their time doing
- 7 tree trimming themselves. It doesn't take long to
- 8 directional trim a tree.
- 9 It seems like Empire's always wanting a
- 10 rate increase every year. We just got through where down
- 11 here in Joplin, we're just getting finished cleaning up
- 12 from a major ice storm back in December. Now it looks
- 13 like Empire is wanting to probably later this year, after
- 14 you guys approve this one, they're going to turn around
- 15 and want an increase to cover the cost of the storm then.
- 16 It's starting to get to a point that no
- one's going to be able to pay anything and everyone's
- 18 going to be out left in the cold. Thank you for your
- 19 time.
- JUDGE VOSS: Thank you. Commissioner
- 21 Murray?
- 22 COMMISSIONER MURRAY: No questions. Thank
- 23 you for being here.
- 24 JUDGE VOSS: Commissioner Clayton?
- 25 COMMISSIONER CLAYTON: Thank you for your

- 1 comments. No questions.
- JUDGE VOSS: Commissioner Jarrett?
- 3 COMMISSIONER JARRETT: Mr. Dopp, appreciate
- 4 your testimony. I don't have any questions either.
- JUDGE VOSS: Thank you very much, Mr. Dopp.
- 6 MR. TWENTER: My name is Ronald Twenter,
- 7 T-w-e-n-t-e-r, Webb City, Missouri.
- 8 (Witness sworn.)
- 9 JUDGE VOSS: Are you currently a customer
- 10 of the Empire District Electric Company?
- MR. TWENTER: Yes, I am.
- 12 JUDGE VOSS: Please proceed with your
- 13 comments.
- 14 MR. TWENTER: Well, many of the statements
- 15 I'm going to make have already been covered. I just -- I
- 16 feel that since we are falling on hard times and near a
- 17 recession, that maybe some of our executives and our CEOs
- 18 are getting a little overpaid, and I don't think that's
- 19 fair and equitable.
- It boils down to the fact that, in my
- 21 opinion, and I've been there, a lot of the work is done by
- 22 the laborers in the field and the clerks in the offices
- 23 and the grunts, if you will, and if they get a 3 percent
- 24 raise, well, that ought to be good enough for top
- 25 management. Maybe since they're special people, they

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1 could get 5 percent. But anyway, that's enough of that.
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- They had a 10 percent raise back in January
- 3 of '07, and I really didn't see a lot of extra tree
- 4 trimming going on after that. I called myself, several
- 5 times, and I know a few people at Empire. They're good
- 6 people, and I called a supervisor, and I did get some
- 7 trimming done. And I had my neighbor's -- an elderly
- 8 lady's next door trimmed while she was gone from home, and
- 9 she wasn't happy, but we didn't lose our power, but my
- 10 daughter did, and she lives in Joplin, and she was out
- 11 nine days.
- 12 And now -- now I see that they're replacing
- 13 between eight and ten poles there in Joplin near her home
- 14 at -- around 8th and Florida, 8th and Forest Streets, and
- 15 my question -- my statement is that they need to -- these
- 16 poles need to be replaced, they need to do it on a timely
- 17 manner, they need to get to them before they deteriorate
- 18 to the point where they fall over or the weight pulls them
- 19 over.
- 20 And I've been to other cities. I have
- 21 siblings that live in Blue Springs, Lee's Summit, up in
- 22 Seattle, Washington, in Richmond, Virginia. See a lot of
- 23 cables buried underground in those areas, and if you've
- 24 got the cables and the power lines buried underground,
- 25 they're not susceptible to the wind storms and the ice

- 1 storms and the people's vehicles running into them.
- 2 I know that can't be done in the older part
- 3 of town, but it could be done in the new subdivisions and
- 4 additions, and I just think that's -- that's preventive
- 5 maintenance.
- And like to talk just a minute about the
- 7 generator. It's coincidental or maybe ironic that it
- 8 needs maintenance now at Asbury right after this storm.
- 9 Could that have been taken care of earlier by an operator
- 10 or engineer sees that the -- the generator is not
- 11 functioning properly, maybe they need to upgrade -- some
- 12 upgrading or some maintenance?
- 13 So these things I wanted to speak about
- 14 while I had an opportunity here. I know that I've had
- 15 pretty good -- pretty good service, but I attribute that
- 16 to knowing some people, and that's -- everybody doesn't
- 17 know people.
- 18 And -- and then there's the fact that
- 19 southwest Missouri isn't known for its wealth necessarily.
- 20 I mean, we have our share of single mothers and disabled,
- 21 and, you know, the people who are elderly especially, they
- 22 can't even come to the meeting because they have to walk a
- 23 quarter mile to get here, but I understand that's the way
- 24 it works.
- 25 So we cannot stand another 10 percent

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1 raise. It's just impossible. Maybe 3 percent, maybe.
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- 2 But that would be the limit for me. And I don't want to
- 3 speak for other people, but we can't handle it. It's just
- 4 impossible. And that's pretty well all I have to say.
- 5 Thank you.
- 6 JUDGE VOSS: Thank you. Commissioner
- 7 Murray?
- 8 COMMISSIONER MURRAY: No questions.
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  JUDGE VOSS: Commissioner Jarrett?
- 10 COMMISSIONER JARRETT: Sir, I don't have
- 11 any questions, but I appreciate your testimony. Thank
- 12 you.
- MR. TWENTER: You're welcome.
- JUDGE VOSS: Thank you. You're excused.
- MR. HART: My name is Terry Hart, H-a-r-t.
- 16 (Witness sworn.)
- 17 JUDGE VOSS: Are you currently a customer
- 18 of the Empire District Electric Company?
- MR. HART: Yes, I am.
- JUDGE VOSS: Please proceed with your
- 21 testimony.
- MR. HART: Well, it seems to me that Empire
- 23 District Electric Company should learn to live within
- 24 their means. I cannot understand how they can justify
- 25 raising the top three in the organization with raises over

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1 20 percent when people on fixed incomes' raises this year
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- 2 were 3 percent, especially when there's so much, it seems,
- 3 mismanagement, that these people have been paid to
- 4 oversee.
- 5 The case has been made on the tree
- 6 trimming, the waste of time and equipment when they send
- 7 four trucks to do one truck's job, and three guys watch
- 8 while one guy works. This has been the case in three
- 9 cases I've seen where nine men were watching a general
- 10 contractor do the work while they were waiting to hook up
- 11 one line. During the ice storm three trucks sat beside my
- 12 house for over an hour and a half running their engines
- 13 watching the other contractors work. I wondered why they
- 14 wasn't doing something along with the other contractors.
- The spokesman for Empire District Electric
- 16 blamed the residents of the area for not trimming their
- 17 own trees. If you start to trim -- and you also get the
- 18 commercials from Empire District, don't get near power
- 19 lines. How are we going to trim the trees if we can't get
- 20 near the power lines? It's their job. They get paid for
- 21 doing that. But there again the president up here says
- 22 they have spent so many million dollars doing it, but in
- 23 the city of Joplin you do not see trees being trimmed.
- 24 The other thing about the fixed and low
- 25 income people, they told us to go get -- you know,

- 1 spokesman said go get help from other agencies. The man
- 2 who spoke a minute ago is right. You can get one time
- 3 help, that's all. So with a 10 percent increase they're
- 4 asking for, people just can't make it that's got 3
- 5 percent.
- 6 Another thing is the waste that they have
- 7 in their billing systems. We made arrangements with
- 8 Empire to pay online, and then it's automatically taken
- 9 out of our checking account every month. We still get a
- 10 bill every month in the mail, which is cost of paper, the
- 11 mailing and everything. We never send anything back.
- 12 It's done electronically.
- 13 And it seems to me like this is just a
- 14 double expense for them, which I don't know how many
- 15 people are doing it, but I'm sure there's quite a few pay
- 16 online now, and they still send them a paper bill, which
- 17 is not needed. It's not good for anything except to take
- 18 up space in our landfills.
- 19 The other thing is, I've not heard
- 20 Empire -- they said cut costs by using less energy. We've
- 21 got all energy efficient bulbs in our house. We've cut
- 22 costs, and when you cut your cost, you cut your bill, they
- 23 have to have an increase because they're not making as
- 24 much money. They're the ones told us to do this, and then
- 25 you get penalized for doing what they tell you.

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I just believe that Empire has been like so
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- 2 many others for so long that do whatever we want, we'll
- 3 just get -- we'll just pass the cost on, and this has got
- 4 to stop. They've got to be accountable, and it's time
- 5 that the Public Service Commission started weighing it
- 6 real heavy to say do they really need this. Or they said
- 7 they paid a dollar something on their shares. I'm sure
- 8 everybody in here would like to have shares of Empire
- 9 District Electric and make the 11 percent that they are
- 10 requesting. I can't even have a savings account which
- 11 pays 3 or 4 percent. So, you know, they want more and
- 12 more and give less and less.
- 13 That's all I have to say.
- 14 JUDGE VOSS: Thank you. Commissioner
- 15 Murray?
- 16 COMMISSIONER MURRAY: No questions.
- JUDGE VOSS: Commissioner Jarrett?
- 18 COMMISSIONER JARRETT: Mr. Hart, thank you
- 19 for your testimony today. I don't have any questions, but
- 20 your testimony will be part of the official record, so
- 21 thank you.
- JUDGE VOSS: Thank you, Mr. Hart, for
- 23 taking the time to come down. You're excused. Next
- 24 witness.
- 25 MS. SANDERS: I'm Phyllis Sanders, Carl

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1 Junction. S-a-n-d-e-r-s.
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- 2 (Witness sworn.)
- JUDGE VOSS: Are you currently a customer
- 4 of the Empire District Electric Company?
- 5 MS. SANDERS: Yes, for 11 years.
- JUDGE VOSS: Please proceed.
- 7 MS. SANDERS: We moved down here 11 years
- 8 ago from Cedar Falls, Iowa. Cedar Falls, we did not
- 9 realize what a blessing we had there. We had municipal
- 10 utilities, and they were wonderful. Far cry from what
- 11 Empire gives us.
- 12 I have to agree with Mr. Miller, Mr. Dopp,
- 13 Mr. Flesher (sic), Mr. Hart wholeheartedly, with the
- 14 exception of one thing. Mr. Hart mentioned he pays by the
- 15 bank -- runs through the bank, and I also do. I do
- 16 appreciate the bill because it's a different amount each
- 17 month, and I do like to make sure I get that correct
- 18 amount in my checkbook, although they don't have to send
- 19 the extra envelopes and all the other pieces in there that
- 20 we don't need.
- 21 The only other thing, everybody else has
- 22 mentioned the same things I wanted to mention with the
- 23 exception of one thing. In the last 11 years we have been
- 24 without power maybe even for four seconds or two minutes
- 25 or something numerous, numerous, numerous times, sometimes

- 1 two and three times in one week. If I have a breadmaker
- 2 going or have any appliances going, you have to go back
- 3 and change all your clocks. The bread is wrecked if
- 4 you're not right there to realize it. I have been very
- 5 unhappy with the interruptions and I don't understand why
- 6 we have them.
- 7 In Iowa, I swear that we lived there for 60
- 8 years and I swear that I could have almost counted on one
- 9 hand, possibly two hands the times the power was out. It
- 10 was because of a storm and we expected it. But that's all
- 11 I have to say.
- 12 JUDGE VOSS: Thank you. Commissioner
- 13 Murray, do you have questions?
- 14 COMMISSIONER MURRAY: No questions.
- JUDGE VOSS: Commissioner Jarrett?
- 16 COMMISSIONER JARRETT: Ms. Sanders, I had
- 17 just a couple of questions. You talked a little bit about
- 18 having intermittent power problems. Did you ever bring
- 19 those to the attention of Empire?
- 20 MS. SANDERS: I have called Empire. I even
- 21 wrote a letter to the editor one time about Empire because
- 22 I got no justification whatsoever from Empire.
- 23 COMMISSIONER JARRETT: So they were never
- 24 ever able to tell you what the cause of the problem was?
- MS. SANDERS: No. All I got was again,

- 1 like the men say, you get a lady on the line, we'll check
- 2 into it, and you never got a phone call back. You never
- 3 get anything whatsoever from them.
- 4 COMMISSIONER JARRETT: Okay. Thank you
- 5 very much. I don't have any further questions,
- 6 Mrs. Sanders, but I appreciate your testimony. Thanks.
- 7 MS. SANDERS: Thank you.
- JUDGE VOSS: Thank you, Mrs. Sanders.
- 9 You're excused.
- 10 MS. PORTER: My name is Donna Porter,
- 11 P-o-r-t-e-r. I live at Carthage, Missouri.
- 12 (Witness sworn.)
- JUDGE VOSS: Are you currently a customer
- of the Empire District Electric Company?
- MS. PORTER: For 47 years.
- JUDGE VOSS: Thank you. Please proceed
- 17 with your comments.
- 18 MS. PORTER: I'm interested always in the
- 19 money angle of this, so I asked how many customers Empire
- 20 has, and I was told 160,000 plus 40,000 more, making a
- 21 total of 200,000. With that multiplied by the \$10 about
- 22 increase equals \$2 million. They say this will be for
- 23 five years, so they will be making a profit of 4 million
- 24 on this.
- 25 So every few years they come and ask and

- 1 say, well, we're building a new plant, we need the money
- 2 to build that so that we can service more customers, but
- 3 we have the increase, but we never get a decrease. And
- 4 whenever the plant's finished or whatever they're making,
- 5 they have many, many more new customers, and it seems to
- 6 me that somewhere in the shuffle we're getting the -- the
- 7 shaky end of the deal.
- 8 So anyway, during this ice storm my power
- 9 went out, and I was only without power for three days, but
- 10 my neighbors was on a separate line across the street, and
- 11 they were out for ten days. And I noticed, as other
- 12 people did, that my bill wasn't down maybe \$10, which
- isn't very much for being out three days.
- 14 They didn't have to cut any of my trees
- 15 because the lines across the street I had to foot the bill
- of over a thousand dollars to have my limbs cut down.
- 17 Empire doesn't do it for you. And neither does the
- 18 telephone company whose lines it was in.
- 19 My sister had some people out from Empire
- 20 that said they needed to cut the trees a year and a half
- 21 ago, and she was one of the speakers that had to go to
- 22 work, and they have yet to return.
- 23 Like the lady said, my power goes out
- 24 frequently, small amounts. I've never called to complain
- 25 about it because I didn't think it would do any good, and

- 1 I think that I was right in that.
- I would like for the many people that are
- 3 on Social Security, I received a \$33 increase this year,
- 4 and you-all are asking for \$10 of it. And with the
- 5 gasoline and everything, I think I come out probably in
- 6 the hole again, as many others. And especially the people
- 7 that are on low income wages, you know, that they can't
- 8 afford this big of an increase, and I think it should be
- 9 dropped back down because if you -- the amount that says
- 10 that they would spend on this was \$6 million, and with my
- 11 figures, they'd have it paid for in three years instead of
- 12 in five. Thank you.
- 13 JUDGE VOSS: Thank you. Commissioner
- 14 Murray?
- 15 COMMISSIONER MURRAY: No questions. Thank
- 16 you.
- JUDGE VOSS: Commissioner Jarrett?
- 18 COMMISSIONER JARRETT: Ms. Porter, thank
- 19 you for your testimony. I don't have any questions, but
- 20 appreciate you appearing here today.
- JUDGE VOSS: Thank you very much. You're
- 22 excused.
- 23 Mr. SEAT: Good morning, your honor.
- JUDGE VOSS: Good Morning.
- 25 MR. SEAT: I was here last -- my name is

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1 James Seat, S-e-a-t, and I live at 2619 Minnesota in
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- 2 Joplin, and I was here last night.
- JUDGE VOSS: Yes, I believe I remember you.
- 4 (Witness sworn.)
- JUDGE VOSS: Please proceed.
- 6 MR. SEAT: I didn't sleep at all last night
- 7 because I'm upset. All these Commissioners and all these
- 8 CEOs making all this big time money, and I'm on fixed
- 9 income, Social Security, and all I can get from Social
- 10 Security is \$765 to last me a week -- or a month, I mean.
- 11 And I have to pay all -- pay the utility bills and
- 12 everything that comes in like everybody else, and before
- 13 the month is over with I'm broke.
- 14 And I got three grandkids that's about to
- 15 graduate from high school, one of them is graduating from
- 16 high school, and I can't even send him \$5 because all
- 17 these utilities keep going up and taking what I get.
- 18 Everybody else around here is the same way.
- 19 So when is it going to stop? If they were
- 20 in my shoes and they tried to do the same thing that we're
- 21 trying to do, do you think that they can do it, is pay all
- 22 the bills and have money left over at the end of the month
- 23 when they're making gobs of money, which they can put back
- 24 in there and take a cut in their pay.
- 25 And that's all I've got to say. Thank you.

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JUDGE VOSS: Thank you.
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- MR. SEAT: You're welcome.
- JUDGE VOSS: Commissioner Murray?
- 4 COMMISSIONER MURRAY: No questions. Thank
- 5 you, sir.
- JUDGE VOSS: Commissioner Jarrett?
- 7 COMMISSIONER JARRETT: No questions. Thank
- 8 you, Mr. Seat. Appreciate your testimony again.
- 9 MS. WALKER: Tammy Walker, W-a-l-k-e-r.
- 10 (Witness sworn.)
- 11 My name is Tammy Walker. I'm the director
- 12 for community development at Economic Security
- 13 Corporation, and I'm giving testimony for our agency.
- 14 Economic Security Corporation is a nonprofit community
- 15 action agency and we serve Jasper, Barton, Newton and
- 16 McDonald Counties.
- We serve low-income, the needs of
- 18 low-income people through 35 antipoverty programs, and we
- 19 apply for and receive a number of state and federal
- 20 grants. We've seen little to no increases in our funding
- 21 in our programs, so we've pretty much had level funding
- 22 for a while now. And in the past year our largest program
- 23 is Headstart and Early Headstart. We paid over \$55,000 in
- 24 utility bills for that particular program, and with the
- 25 proposed increases it's not affordable for that particular

- 1 program for sure. The Headstart program does not have the
- 2 extra funds, so reducing services to children and families
- 3 could be a likely course of action for that particular
- 4 program.
- 5 We've also paid Empire in utility bills
- 6 almost \$40,000, and that's for our offices and outreach
- 7 centers that we operate in the four-county area. And
- 8 again, with the additional increase in those utility
- 9 bills, it's very difficult to absorb those costs without
- 10 it affecting services.
- 11 How we think that this is going to affect
- 12 the low-income people that we serve, in our energy
- 13 assistance program last year, we processed 5,719
- 14 applications, and of those applications, 40 percent of
- 15 those people were disabled and 17 percent were elderly.
- 16 69 percent of those people applying were renters, and it's
- 17 fair to say that many of the low-income people who are
- 18 renting are not living in homes that are energy efficient,
- 19 so, therefore, their utility bills are going to be
- 20 considerably higher.
- 21 For a person who is, you know, making SSI,
- 22 and that's -- the minimum payment for SSI is \$637 a month,
- 23 the proposed increase is not affordable.
- 24 In our energy crisis intervention program,
- 25 which is a crisis program for utilities, since October of

- 1 last year we've processed 1,548 applications for
- 2 assistance with just Empire Electric, and that's over
- 3 \$400,000.
- In another program that we operate, we've
- 5 served over 3,000 households, almost 3,500 low-income
- 6 people, and this is through our outreach offices in our
- 7 four counties where people can come in and what we can do
- 8 is an intake and assessment, ask them a variety of
- 9 questions about what their needs are so that we can make
- 10 appropriate referrals in the community and appropriate
- 11 referrals to programs that we operate ourselves.
- 12 And again, 36 percent of those households,
- 13 they were actually working. They had employment income.
- 14 So not everyone that we serve is on a fixed income, but
- 15 even though they were receiving employment income, they
- 16 were still, their budget wasn't working for them. They
- 17 weren't able to make ends meet.
- 18 42 percent of the households that we served
- 19 were drawing SSI and Social Security, and again nearly 64
- 20 percent of those families were renters. The low-income
- 21 families that we serve, they struggle paying their basic
- 22 expenses every month. They have to choose between their
- 23 utilities and their rent. Can I afford gasoline this
- 24 month? Can anybody afford gasoline this month,
- 25 medications, food?

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So in closing, the rate increase would only
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- 2 make an already desperate situation for our low-income
- 3 people even worse, and that's all.
- 4 JUDGE VOSS: Thank you. Commissioner
- 5 Murray?
- 6 COMMISSIONER MURRAY: No questions, but
- 7 thank you very much.
- JUDGE VOSS: Commissioner Jarrett?
- 9 COMMISSIONER JARRETT: Yes. Ms. Walker,
- 10 thank you very much. Sounds like your organization has a
- 11 lot of very good programs, and I appreciate very much your
- 12 testifying today and getting your information into the
- 13 record. I think that's important for us to consider.
- 14 Thank you.
- JUDGE VOSS: Thank you. You're excused.
- 16 MR. MILLER: I'm Gilbert Miller. Our
- 17 address is 5693 West 20th Street. Having a little trouble
- 18 with this thing. It ought to come up closer. I noticed
- 19 most people talking into it.
- 20 (Witness sworn.)
- MR. MILLER: Yes, I do, as far as I can
- 22 determine the truth, but it becomes increasingly harder to
- 23 determine it in 2008 America. Seems like everybody wants
- 24 to deceive everybody else.
- 25 JUDGE VOSS: Are you currently a customer

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1 of Empire District Electric Company?
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- 2 MR. MILLER: I've been a customer for 57
- 3 years.
- 4 JUDGE VOSS: Please proceed with your
- 5 testimony.
- 6 MR. MILLER: Well, I attended the meeting
- 7 here last night, and I think it's fair to say that the
- 8 people's message to Empire District and the Public Service
- 9 Commission was we're mad as hell and not going to take it
- 10 anymore. We just can't afford to pay any more for this
- 11 valuable -- for this valuable necessity of life.
- 12 Last night I heard some of the most
- 13 heartrending stories that you will ever hear. Some of
- 14 these people, some of these sick people were literally
- 15 screaming for their lives.
- When we have another ice storm -- not if,
- 17 not if, like the corporate people in charge of Empire like
- 18 to think. When we have another ice storm, these sick
- 19 people, these sick people know that they are dead unless
- 20 their power is restored within days. There's no money to
- 21 buy private expensive generators for them.
- 22 So I'm afraid their message fell on
- 23 somewhat deaf Empire ears. Empire's prime purpose is not
- 24 to save lives but rather to keep the bottom line up and
- 25 profitability up enough to stay in business. All monopoly

- 1 businesses like the water company and the gas company
- 2 never have to listen to their captive customers. So
- 3 you're just spinning your wheels when you beg for mercy
- 4 from Empire or any other monopoly.
- 5 Thank God there is another option. It is
- 6 this: All of us should buy at least one share, or as many
- 7 shares of Empire stock as we can afford so we'll have a
- 8 voice that they can hear. I know many of us can't afford
- 9 much Empire stock. I worked for a corporation for 35 and
- 10 a half years, and I don't draw a penny retirement from
- 11 them. Wife and I exist on Social Security, and -- but I'm
- 12 going to buy some Empire stock so I'll have a voice
- 13 because the Public Service Commission may be hearing
- 14 today, but like I say, the Empire has -- has other
- 15 priorities.
- We need to study it, study that annual
- 17 report and show up at every annual meeting and start
- 18 kicking ass where it's deserved. And on the other hand,
- 19 when they do a good job for us, we ought to commend them,
- 20 pat them on the back and express our appreciation.
- 21 But the first thing to do is become
- 22 educated of the facts if we can get at them. What is a
- 23 rightful increase? I don't know. I don't have any idea.
- 24 But I know people can't afford much more on top of what
- 25 they've already paid.

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1 After the disastrous ice storm that hit our
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- 2 whole area over a year ago, the people in charge seemed to
- 3 learn nothing about trimming trees. The Boy Scout motto
- 4 is be prepared. I'm sure it would have been expensive and
- 5 effective to that year's bottom line, but it would have
- 6 been a -- wouldn't it have been cheaper than a loss of
- 7 money that the second ice storm actually caused the
- 8 company and their customers a year later? There's such a
- 9 thing as being a penny wise and dollar foolish.
- 10 You can run cost cutting into the ground.
- 11 I'm all for it as long as they're getting the dead wood
- 12 out of there, but when they start to cut into live wood,
- 13 like our linemen, that the retired employee of Empire
- 14 District told about last night, he was working for 43
- 15 years and he was a lineman and he was a foreman and he
- 16 said simply that they don't have enough linemen.
- 17 Well, why don't they? When they cut cost
- 18 cutting in the ground, then they do away with these
- 19 necessary people. The company's depending on them and we
- 20 its customers are depending on the linemen.
- 21 Who are the real heroes of the ice storms?
- 22 Well, it was men like my neighbor, Max Yeager, who had to
- 23 be away from his folks and his home for over a month,
- 24 literally working night and day to restore power to those
- 25 customers way down in Missouri. He's the best public

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1 relations man you can get. All the people around his
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- 2 residence respect him. And he is Empire's representative
- 3 face out there for us. So those men shouldn't be cut.
- Now, why have they been cut? Well, top
- 5 management says we're going to make the bottom line look
- 6 good, and any that they can save on cost cutting they can
- 7 more justify their raises to the board of directors. When
- 8 they cut costs too much, everybody suffers. So let's use
- 9 a little good judgment with us.
- 10 If the man that I told you about retired
- 11 from Empire last night had been in charge in the ice
- 12 storms during that first one, he would have said let's get
- 13 those trees trimmed regardless of cost, and in the long
- 14 run it would have saved money, maybe not this year's
- 15 bottom line, but our executives need to look down the road
- 16 half a dozen years or a dozen years ahead, not just this
- 17 year to get big raises for themselves. Their customers
- 18 pay for it, inefficiency, bad judgments in more ways than
- 19 one. Thank you for hearing me out.
- JUDGE VOSS: Thank you for coming back
- 21 again this afternoon. Commissioner Murray, do you have
- 22 any questions?
- 23 COMMISSIONER MURRAY: No, thank you.
- 24 JUDGE VOSS: Commissioner Jarrett?
- 25 COMMISSIONER JARRETT: Mr. Miller, thank

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1 you very much for your testimony. You make several points
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- 2 that are worthy of serious consideration, and I appreciate
- 3 your testimony. Thank you.
- JUDGE VOSS: Thank you, Mr. Miller. You're
- 5 excused.
- 6 MS. LAYNE: My name is Evelyn Layne.
- JUDGE VOSS: Did you say Lane, L-a-n-e?
- MS. LAYNE: L-a-y-n-e.
- 9 (Witness sworn.)
- 10 JUDGE VOSS: And are you currently a
- 11 customer of the Empire District Electric Company?
- MS. LAYNE: Yes.
- 13 JUDGE VOSS: Please proceed with your
- 14 testimony.
- 15 MS. LAYNE: I am on oxygen, and it's solely
- 16 because there was no power in January of last year. I
- 17 developed pneumonia, and I have been on oxygen since. I
- 18 was never a smoker. I always took care of my health. My
- 19 problem with my lungs is because I was a -- an employee of
- 20 the State of Missouri and I was at work in a building and
- 21 a contractor came in and sprayed the building with bug
- 22 spray and ruined my lungs. At that time I was given four
- 23 years to live. I have been retired since January of '95.
- 24 But I had no problem with my lungs until my
- 25 power was off in January of '07. When my power went off

- 1 in January -- in December of '07, I had my son staying
- 2 with me because he was in Desert Storm and is 100 percent
- 3 disabled. I called Empire and I also drove to Empire, and
- 4 three days later my son was taken to Fayetteville because
- 5 we did not have power restored until eight days after the
- 6 power went out.
- 7 My question is, I watched a documentary on
- 8 PBS, and the State of Massachusetts will pay any customer
- 9 one-half the cost to have solar panels placed on their
- 10 property, and they will buy back any power. In Germany --
- 11 we defeated these people in the second World War, so we've
- 12 got to be smarter than the Germans. They have solar
- 13 panels across open fields, up and down every major
- 14 highway, and on all fla-topped buildings. They don't pay
- 15 electric bills like we pay here.
- 16 In Joplin, Missouri, we have just as many
- 17 flat-topped buildings. We have all of this reclaimed land
- 18 towards Dunnewig, Webb City and Carl Junction that we
- 19 could have solar panels placed on. We also have several
- 20 major highways crossing the state of Missouri that solar
- 21 panels could be placed on.
- I was told on this documentary that these
- 23 solar panels last some 10 to 20 years, and these people
- 24 are doing just great with solar panels, and you don't have
- 25 to worry about anybody climbing a pole to replace

- 1 anything. So why doesn't Empire District wise up and stop
- 2 taking our money and giving us nothing and get a little
- 3 ahead of the Germans for a while? I think it would be
- 4 just great not paying electric bill.
- 5 That's all I've got to say, and I didn't go
- 6 to Empire and complain because I have to have oxygen every
- 7 month, and when the power went off, they came down from
- 8 Pittsburg, Kansas and brought me a month's supply of
- 9 portable oxygen because at my house I also have a
- 10 converter for my oxygen. That's all.
- 11 JUDGE VOSS: Thank you. Commissioner
- 12 Murray?
- 13 COMMISSIONER MURRAY: No questions. Thank
- 14 you.
- JUDGE VOSS: Commissioner Jarrett?
- 16 COMMISSIONER JARRETT: Yes. Ms. Layne, I
- 17 don't have any questions but I appreciate your testimony.
- 18 Thank you.
- 19 JUDGE VOSS: Thank you very much. You may
- 20 step down.
- MR. ARNCE: My name is Bob Arnce. I'm 81
- 22 years plus.
- JUDGE VOSS: Could you spell your last name
- 24 for the record, please?
- MR. ARNCE: Bob Arnce, A-r-n-c-e.

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1 (Witness sworn.)
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- 2 JUDGE VOSS: Are you currently a customer
- 3 of the Empire District Electric Company?
- 4 MR. ARNCE: Yes, I am.
- 5 JUDGE VOSS: Please proceed with your
- 6 testimony.
- 7 MR. ARNCE: Most of the concerns that I
- 8 wish to express have already been talked about here today.
- 9 I would like to say that my -- I feel like that the -- the
- 10 rate increase is not justified at all. In fact, I think I
- 11 would suggest that the amount we're paying now is far too
- 12 much. And I'm sure that those people who weren't able to
- 13 make the meeting today who were elderly and for other
- 14 reasons were incapacitated and couldn't be here would echo
- 15 my feelings on that.
- 16 I would like to address the problem with
- 17 preventive maintenance because that I'm familiar with. In
- 18 my backyard there were numerous complaints about limbs
- 19 being over power lines, and this was done several months
- 20 ahead of the storm, and there was no response made. And
- 21 one particular tree was -- the transformer was covered
- 22 with limbs and was reported, and we got no response. And
- 23 the telephone pole that this transformer was supported by
- 24 started leaning, so the transformer at present is further
- 25 into the tree limbs.

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1 So the remedy was they came out and tied a
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- 2 rope on the telephone pole and tied it off to a tree. And
- 3 it's that way now in my backyard, and I'd invite any
- 4 engineer from the Commission -- I think it will be a good
- 5 idea. I understand they do have an engineering
- 6 department, that they would come out and see some of the
- 7 maintenance work that's being done or what is needed. I
- 8 -- I've been very dissatisfied with the response I get
- 9 when we report these incidents.
- 10 Thank you very much.
- 11 JUDGE VOSS: Thank you. Just one moment,
- 12 please. Commissioner Murray, do you have any questions?
- 13 COMMISSIONER MURRAY: Yes. Mr. Arnce,
- 14 would you please talk to one of the Staff members, the
- 15 Public Service Commission Staff members there today
- 16 regarding what you were saying about the condition on your
- 17 property right now?
- 18 MR. ARNCE: I would be tickled to death to
- 19 take him out and show him this condition, and I don't live
- 20 very far -- I don't live very far from here, at College.
- 21 COMMISSIONER MURRAY: Thank you.
- MR. ARNCE: You bet.
- 23 MS. WHITE: My name is Linda White. I live
- 24 in Joplin, Missouri. W-h-i-t-e.
- JUDGE VOSS: Thank you.

(Witness sworn.)

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                    JUDGE VOSS: Are you currently a customer
 3
     of Empire District Electric Company?
 4
                    MS. WHITE: Yes. I moved here from
 5
    California March 17th of 2004, and one thing I can say
 6
    about California, they do give low-income people -- since
 7
    my husband had passed away and we'd always paid our
 8
    utilities out in southern California in full until he
    passed away, we -- and I had to go on low-income, which I
 9
10
    was, they gave every utility from electric, water, gas,
11
     telephone and trash a 25 percent break on your utilities
12
    every month, until I moved here and then I found out you
13
    do not get any kind of help.
14
                    And I can say that Empire did a good job on
15
    my block. I live a block behind Party World, behind -- on
16
    7th Street, and 8th Street runs behind me. Empire did get
17
    out there. I had neighbors in the alley that had trees
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21 I talked to Will. He was very nice, I

story. They did get out there and clear them up.

22 don't know his last name, but his name was Will. They did

that came down, that came down on my brand-new chain link

fence that I had paid for for a year, but that's another

- 23 a good job of cleaning up the trees. I only had two trees
- 24 in my backyard. I cut them up by myself with a hand saw.
- 25 And the only thing is I want to know how

- 1 much was your profit in 2007? And on Florida I see that
- 2 they are replacing telephones on Florida and 8th Streets.
- 3 How much does a pole cost? Because when I was building my
- 4 brand-new house that I took my income from my house in
- 5 California and bought me two lots and built me a brand-new
- 6 small house, I want to know how much the pole cost.
- 7 That -- I'd like that, and I'd also like to know, they
- 8 replaced a transformer on Park Street that I watched them
- 9 that morning put on from my porch, and then they replaced
- 10 a transformer on 8th Street. I want to know the cost of
- 11 that.
- 12 And I still don't believe you need a rate
- 13 increase because, like, living on a low income, it really
- 14 hurts. And that's about all I have to say. I'd like to
- 15 know those three costs.
- 16 JUDGE VOSS: Ms. White, hopefully there's
- 17 someone there, either Staff or the company, that either
- 18 has that information or would be able to get it to you.
- 19 So I would check with the Staff at the back of the room to
- 20 make sure that you get the information either from them or
- 21 from the company. And Commissioner Murray, did you have
- 22 any questions?
- 23 COMMISSIONER MURRAY: I don't have any
- 24 questions. Thank you, Ms. White.
- 25 JUDGE VOSS: Commissioner Jarrett?

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1 COMMISSIONER JARRETT: Ms. White, I don't
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- 2 have any questions either, but thank you for your
- 3 testimony. It's been very helpful.
- JUDGE VOSS: Thank you, Ms. White. You're
- 5 excused.
- 6 MS. HAILEY: My name is Nancy Hailey,
- 7 H-a-i-l-e-y.
- 8 (Witness sworn.)
- 9 JUDGE VOSS: Are you currently a customer
- 10 of the Empire District Electric Company?
- MS. HAILEY: Have been for 45 years.
- 12 JUDGE VOSS: Thank you. Please proceed
- 13 with your testimony.
- MS. HAILEY: I'm a Missouri real estate
- 15 broker, and my husband and I are builders and developers,
- 16 and as builders we pay numerous electric bills to the
- 17 Empire District as well as on our personal home.
- I have a number of utility bills that I
- 19 have had over the past three or four months for houses
- 20 that are under construction and are not occupied that are
- 21 well in excess of \$100 to \$200 a month, and that's a
- 22 little bit disconcerting to me whenever those homes either
- 23 have the thermostat turned down to 55 degrees and are
- 24 totally unoccupied, how on earth that they could possibly
- 25 generate that much electricity whenever no one's living

- 1 there and they are partially unfinished on some of them.
- 2 And as a builder, we're building homes more
- 3 efficiently every day to try to help the customers that,
- 4 you know, are out there that need an energy efficient
- 5 home. I know that a lot of the older homes are not really
- 6 that energy efficient. But we can't keep up with Empire's
- 7 rate increases no matter how energy efficient we try to
- 8 make those homes.
- 9 And as a real estate broker for 28 years,
- 10 I'm seeing people with electric bills that are paying
- 11 monthly what they're used to paying in its equivalent of a
- 12 house payment.
- On my own personal residence, we were
- 14 without power for over a week, and I'd experienced the
- 15 same personal problem with my own home as the other people
- 16 have -- the other people have expressed here with a higher
- 17 bill for that month that we were without electricity than
- 18 for the previous two months.
- 19 When I contacted Empire to get an
- 20 explanation from their customer representative that I
- 21 spoke to, she was rather discourteous and informed me that
- 22 the reason for my increased bill was due to the fact that
- 23 it took extra electricity to recover from being with no
- 24 heat for over a week. The only problem with that is we
- 25 were fortunate enough to own our own generator, and we

- 1 were able to maintain our heat in our own home.
- 2 The American economy is in serious trouble,
- 3 and an exorbitant salary paid to CEOs and top executives
- 4 are major contributing factors for this. Personally, I
- 5 don't think that the CEOs, the gentleman that's here
- 6 today, they're out of touch with reality. And as far as
- 7 being able to relate to these people and the general
- 8 public, the elderly and those on fixed incomes and young
- 9 married couples with children, they have no way of knowing
- 10 what those people are going through.
- 11 As I understand it, myself and all these
- 12 other people that are customers for Empire are -- are
- 13 going to be -- are the ones that are being asked through
- 14 this increase to contribute to these CEOs' increases in
- 15 salaries.
- 16 The information that I got off of the
- 17 television last night shows that Mr. Gipson now draws
- 18 \$925,906 a year. It shows a plus 22 percent increase.
- 19 Now, I don't know whether this increase is included in
- 20 that figure or whether it will be an addition to that.
- 21 But Gregory Knapp, who is the CFO, draws \$348,122 a year,
- 22 and to that it shows a 35 percent increase, and here
- 23 again, I don't know whether that is included in that
- 24 figure or not. And Bradley Beecher, who is the COO of
- electric, draws \$352,497, and that is showing a plus

- 1 38 percent increase.
- 2 You know, I -- if you're asking me to pay
- 3 for these people's increase, I object to that. I don't
- 4 feel like they're entitled to it. I think they draw an
- 5 exorbitant salary the way it is. If they were to only
- 6 just take a 3 percent increase, which I don't feel like
- 7 they're entitled to that either, that 3 percent increase
- 8 would serve 30,000 Empire customers.
- 9 Therefore, I object to the salary increase
- 10 that they're requesting, and I'm requesting that the
- 11 Public Commission (sic) deny this increase that Empire has
- 12 requested, not only for the increase in the executive
- 13 salary, but for all of the other reasons that I have
- 14 mentioned and all of the other people here today have.
- 15 Thank you.
- JUDGE VOSS: Thank you. Commissioner
- 17 Murray?
- 18 COMMISSIONER MURRAY: No questions, but
- 19 thank you.
- JUDGE VOSS: Commissioner Jarrett?
- 21 COMMISSIONER JARRETT: Ms. Hailey, thank
- 22 you for your testimony. It will be very helpful as we
- 23 consider the case, and thank you for appearing today.
- JUDGE VOSS: Thank you. You may step down.
- 25 MR. GILBRETH: My name is Dave Gilbreth. I

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1 do live here in Joplin, and Empire is -- well, I am a
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- 2 customer of Empire District.
- JUDGE VOSS: Could you spell your last
- 4 name, please?
- 5 MR. GILBRETH: G-i-l-b-r-e-t-h.
- JUDGE VOSS: Thank you.
- 7 (Witness sworn.)
- JUDGE VOSS: Thank you. Please proceed.
- 9 MR. GILBRETH: I'm very concerned about
- 10 this increase as well as everybody else here today that
- 11 you've heard. To give you some example, locally here I
- 12 was increased by 23 some -- 23 percent by county taxes
- 13 with, you know, no major improvement to my house the last
- 14 four or five years. That along with being on fixed income
- of Social Security, it's hard to get by. Now Empire's
- 16 coming along and saying, well, we want another 10 percent
- 17 increase.
- 18 My background is in the accounting field,
- 19 and I was just wondering why they can't anticipate, you
- 20 know, over a long period of time that they may have
- 21 additional expenses such as ice storms and they can't set
- 22 back reserves to take care of this like any other business
- 23 that is aware of problems that they may have in the future
- 24 and anticipate that and set that money aside rather than
- 25 stick it to the people every chance they get.

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1 And like the lady said just before me,
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- 2 these exorbitant salaries that they pay guys for sitting
- 3 on their, you know what I'm talking about, for really
- 4 doing nothing. For the general public, it's very
- 5 disconcerting to me, and I wish you would very ardently
- 6 think about giving these people any increase. If
- 7 anything, give them a decrease and you will get my vote
- 8 next year. Thank you.
- 9 JUDGE VOSS: Thank you. Commissioner
- 10 Murray, do you have any questions?
- 11 COMMISSIONER MURRAY: No questions. Thank
- 12 you.
- JUDGE VOSS: Commissioner Jarrett?
- 14 COMMISSIONER JARRETT: Mr. Gilbreth, thank
- 15 you very much for your testimony. Appreciate it.
- 16 JUDGE VOSS: Thank you. You may step down.
- MS. SHORT: Joyce Short, S-h-o-r-t.
- 18 (Witness sworn.)
- 19 JUDGE VOSS: Are you currently a customer
- 20 of the Empire District Electric Company?
- MS. SHORT: I am.
- JUDGE VOSS: Please proceed with your
- 23 testimony.
- MS. SHORT: And I speak for -- thank you.
- 25 I'm speaking for the Housing Authority of the City of

- 1 Noel. We have 100 low-income units there. We serve 100
- 2 low-income units there. We serve 100 low-income families.
- 3 About half of these are senior citizens. Most of my
- 4 elderly residents are on fixed incomes. Often it's just
- 5 Social Security benefits.
- 6 The increase that Empire seeks and the
- 7 monthly dollar amount they projected will burden most
- 8 community members in Noel, particularly my residents. Our
- 9 per -- annual per capita income in Noel is about \$8,000
- 10 less than the average in Missouri.
- 11 Seniors, young working families,
- 12 particularly those with a single head of household, are
- 13 already strapped to meet utility payments. Many of our
- 14 residents solicit utility payment assistance from economic
- 15 security. Sometimes the agency has funds to assist and
- 16 sometimes it doesn't.
- 17 Generally, I'd like to -- I may not be
- 18 angry enough to testify at a public hearing. We've gotten
- 19 very good responsive service from Empire District.
- 20 They've been a good corporate neighbor in Noel, Missouri.
- 21 We have an excellent lineman down there, Mike Strickland,
- 22 and after the ice storm I wrote a letter to the --
- 23 Mr. Gipson actually, thanking him for having that man in
- 24 our community because he was wonderful.
- 25 I know that Empire has had a tough couple

- of quarters, and I know that, like, a few days ago they
- 2 did consent bonds that they were approved because they had
- 3 to have cash flow to pay dividends. So it's evident that
- 4 the economy, increased fuel costs, ice storms, they've
- 5 really played havoc with Empire's performance recently.
- And I understand they're requesting a rate
- 7 increase, but everybody's had a tough couple of quarters.
- 8 Everybody's impacted by these economic downturns and the
- 9 increased fuel cost and ice storms. And for my residence
- 10 particularly, you have to add to that the increased costs
- 11 for food, health care and other utilities.
- 12 Empire District's executives continue to
- 13 earn excellent salaries. The dividends have not been
- 14 increased, but they haven't been trimmed either. And the
- 15 folks who will be most severely impacted by this proposed
- 16 rate hike aren't the ones counting on that good Empire
- 17 District dividend deal paid with borrowed money.
- 18 Businesses do tend to cycle, and I would argue that surely
- 19 Empire District might be able to earn its way to
- 20 profitability.
- 21 I'd like the Commission to consider the
- 22 rate increase carefully. If it has to be, make it a small
- one, not one that costs my public housing residents an
- 24 increased additional \$100 a year. Thank you.
- JUDGE VOSS: Thank you very much.

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1 Commissioner Murray?
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- 2 COMMISSIONER MURRAY: I have no questions.
- 3 Thank you.
- 4 JUDGE VOSS: Commissioner Jarrett?
- 5 COMMISSIONER JARRETT: Ms. Short, thank you
- 6 for your testimony. I don't have any questions, but your
- 7 testimony's been very helpful. Thank you.
- 8 JUDGE VOSS: Thank you. You may step down.
- 9 MR. KELLER: My name is Gary Keller and
- 10 I've had Empire for 20-some years.
- JUDGE VOSS: Keller, K-e-l-l-e-r?
- MR. KELLER: Keller, K-e-l-l-e-r.
- 13 (Witness sworn.)
- JUDGE VOSS: Please proceed.
- MR. KELLER: Everybody out here has pretty
- 16 much well covered about everything, but they're talking
- 17 about -- my understanding, they had people that did this
- 18 tree trimming stuff, and to save some money, they let
- 19 those people go and hired in contractors, which was a
- 20 stupid thing to do in the first place 'cause anybody knows
- 21 how contractors are. You don't get the work out of them
- 22 as normal.
- They talked about the wages they make.
- 24 That really angers me. You know, I mean, that's too much
- 25 money for people to make in the first place, and then ask

- 1 for an increase.
- 2 They said that -- Empire said that you can
- 3 go to different agencies I guess to get help. That's fine
- 4 for the elderly and the low-income people. They need the
- 5 help. But people like myself, I live paycheck to
- 6 paycheck, but I make too much money for that help.
- 7 Besides that, my taxes pay for that help. So there, you
- 8 know, people like myself are getting hit with a double
- 9 whammy.
- 10 You'd have a lot more people out here today
- 11 except for the fact a lot of people didn't know about this
- 12 until today and they're at work. Most people are at work.
- 13 They can't be here.
- 14 I really don't know what else to say. This
- 15 is ridiculous. I mean, a 10 -- 10 percent increase is
- 16 going to hurt people. It's going to hurt the economy here
- 17 with businesses, individuals. Empire as far as I'm
- 18 concerned is like a monopoly. Here in Joplin, Webb City,
- 19 Carthage, Butler -- not Carthage so much as Carl Junction,
- 20 we have to deal with Empire, and the only protection we
- 21 have against that are you people, and I don't -- I don't
- 22 want to believe that you people can let that happen.
- 23 That's all I've got to say.
- 24 JUDGE VOSS: Thank you. Commissioner
- 25 Murray?

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1 COMMISSIONER MURRAY: I have no questions.
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- 2 Thank you.
- JUDGE VOSS: Commissioner Jarrett?
- 4 COMMISSIONER JARRETT: Mr. Keller, thank
- 5 you for your testimony. I don't have any questions, but
- 6 it's been most helpful. Thank you.
- 7 JUDGE VOSS: Thank you. You may step down.
- 8 MR. KELLER: Thank you.
- 9 MR. OCHOA: That was the last name on the
- 10 witness sheet. Is there anyone else that wishes to
- 11 testify?
- MS. FRYER: My name is Julie Fryer,
- 13 F-r-y-e-r.
- 14 (Witness sworn.)
- JUDGE VOSS: Are you currently a customer
- of the Empire District Electric Company?
- MS. FRYER: For 45 years --
- 18 JUDGE VOSS: Thank you. Please proceed
- 19 with your testimony.
- 20 MR. JEWELL: -- in the same house. In the
- 21 same house, and at the time that I first started paying
- 22 electric bills, they were about \$13 a month. Now they're
- 23 116. It's a 900 foot -- square foot house, very small.
- 24 Energy efficient, yes, they say be energy efficient, go
- 25 buy a new furnace, go put on new windows, all this, but

- 1 they fail to tell us how to pay for all those things when
- 2 you're on a fixed income. You just don't have that extra
- 3 money and nowhere to go get it because you can't afford to
- 4 pay the interest and pay it back.
- 5 This increase that's being asked for now,
- 6 we've had increase after increase after increase on all
- 7 utilities, not just this one. I'm not just fingering the
- 8 one. It's everything. But you people have the ability to
- 9 stop this one from hitting everybody so hard. This goes a
- 10 little deeper.
- 11 And nobody's touched on this in all the
- 12 comments that have been made. I have a young person so
- 13 I'm around young people all the time. People, I can tell
- 14 you right now that young people are up to here already.
- 15 I'm old. I'll make it through this. It'll use up my
- 16 savings, but I'll make it through it. The young people in
- 17 this country aren't going to stand for it.
- 18 We're putting a nail in the coffin of this
- 19 country if we continue this way. Not only are you going
- 20 to see the kids rebelling against all of this, if you
- 21 haven't noticed lately, crime's up. People can't eat.
- 22 They can't take care of their babies. We need help.
- 23 Economy is horrible. We're going into recession, or so
- 24 they tell us, if we're not already there. We need help.
- 25 Somebody needs to pay attention and do something for the

1 good of the whole four-state area, whatever we cover with

- 2 Empire District, and any other utility.
- 3 We have some hard decisions to make. We
- 4 have some hard times ahead of us, and it's our young
- 5 people and our elderly that are on fixed incomes that are
- 6 going to suffer, and believe me, even the middle bunch of
- 7 you people are going to suffer, too, because it's going
- 8 to fall on your shoulders to cover all the shortfall.
- 9 It's got to come from someplace.
- 10 Maybe the utility companies ought to think
- 11 before they make all these wonderful improvements that
- 12 they say they have to have. Well, do they really have to
- 13 have them to make their things run or is it just nice to
- 14 have all that new stuff like it's always been? Maybe
- 15 somebody needs to think before they do these things and
- 16 then come to us and expect us to pay for it.
- 17 Thanks for listening to me. I think these
- 18 are some points that weren't brought out on the other
- 19 comments that have been made. And I don't mean to be on a
- 20 soapbox, but times are tough, and we need to do something
- 21 and face reality. Thank you.
- JUDGE VOSS: Thank you. Commissioner
- 23 Murray?
- 24 COMMISSIONER MURRAY: No questions. Thank
- 25 you.

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COMMISSIONER JARRETT: No questions.
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     Ms. Fryer, as far as I'm concerned, you can get on your
     soapbox any time you want. So I appreciate your comments.
 5
     Thank you.
                    MS. FRYER: Thanks.
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 7
                    JUDGE VOSS: Thank you, you may step down.
 8
                    MR. OCHOA: Is there anyone else that
 9
     wishes to testify today?
10
                    Your Honor, I do not see anybody. I
11
     believe that she was the last witness.
12
                    JUDGE VOSS: Thank you. I'd like to thank
     everyone again for taking the time out of their day to
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14
     come and testify, give information to the Commission, and
15
     this will conclude this local public hearing. Thank you.
16
                    WHEREUPON, the local public hearing was
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     concluded.
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JUDGE VOSS: Commissioner Jarrett?

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1	CERTIFICATE
2	STATE OF MISSOURI )
3	COUNTY OF COLE )
4	I, Kellene K. Feddersen, Certified
5	Shorthand Reporter with the firm of Midwest Litigation
6	Services, and Notary Public within and for the State of
7	Missouri, do hereby certify that I was personally presen
8	at the proceedings had in the above-entitled cause at th
9	time and place set forth in the caption sheet thereof;
10	that I then and there took down in Stenotype the
11	proceedings had; and that the foregoing is a full, true
12	and correct transcript of such Stenotype notes so made a
13	such time and place.
14	Given at my office in the City of
15	Jefferson, County of Cole, State of Missouri.
16	
17	Kellene K. Feddersen, RPR, CSR, CCR Notary Public (County of Cole)
18	My commission expires March 28, 2009
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