1	STATE OF MISSOURI
2	PUBLIC SERVICE COMMISSION
3	
4	
5	
6	TRANSCRIPT OF PROCEEDINGS
7	Early Prehearing Conference
8	December 11, 2009
9	Jefferson City, Missouri Volume 1
10	
11	
12	In the Matter of the Empire)
13	District Electric Company of) Joplin, Missouri For Authority to) File Tariff Increasing Rates For) File No. ER-2010-0130
14	Electric Service Provided to) Customers in the Missouri Service)
15	Area of the Company)
16	
17	KENNARD L. JONES, Presiding,
18	SENIOR REGULATORY LAW JUDGE.
19	
20	
21	
22	REPORTED BY:
23	KELLENE K. FEDDERSEN, CSR, RPR, CCR
24	MIDWEST LITIGATION SERVICES
25	

1	APPEARANCES:
2	JAMES C. SWEARENGEN, Attorney at Law L. RUSSELL MITTEN, Attorney at Law
3	DIANA C. CARTER, Attorney at Law
	Brydon, Swearengen & England, P.C.
4	312 East Capitol
	P.O. Box 456
5	Jefferson City, MO 65102-0456
_	(573)635-7166
6	rmitten@brydonlaw.com
7	FOR: The Empire District Electric
,	Company.
8	
	JAMES M. FISCHER, Attorney at Law
9	Fischer & Dority
	101 Madison, Suite 400
10	Jefferson City, MO 65101
11	(573)636-6758
11	jfischerpc@aol.com
12	FOR: Kansas City Power & Light Company.
13	DAVID WOODSMALL, Attorney at Law
	Finnegan, Conrad & Peterson
14	428 East Capitol, Suite 300
	Jefferson City, MO 65101
15	(573) 635-2700
16	dwoodsmall@fcplaw.com
10	STUART CONRAD, Attorney at Law
17	Finnegan, Conrad & Peterson
	3100 Broadway
18	1209 Penntower Officer Center
	Kansas City, MO 64111
19	(816)753-1122
0.0	stucon@fcplaw.com
20	EOD. WEIL
21	FOR: MEUA.
21	SHELLEY A. WOODS, Assistant Attorney General
22	SARAH MANGELSDORF, Assistant Attorney General
	P.O. Box 899
23	Supreme Court Building
	Jefferson City, MO 65102
24	(573)751-3321
25	HOD. Migrand Demontrate of M. J.
25	FOR: Missouri Department of Natural

1	THOMAS R. SCHWARZ, JR., Attorney at Law STEPHANIE S. BELL, Attorney at Law
2	MARC ELLINGER, Attorney at Law Blitz, Bardgett & Deutsch
3	308 East High Street, Suite 301 Jefferson City, MO 65101-3237
4	(573)634-2500
5	FOR: City of Joplin.
6	LEWIS R. MILLS, JR., Public Counsel Office of the Public Counsel
7	P.O. Box 2230 200 Madison Street, Suite 650
8	Jefferson City, MO 65102-2230 (573)751-4857
9	FOR: Office of the Dublic Councel
10	FOR: Office of the Public Counsel and the Public.
11	KEVIN THOMPSON, Chief Staff Counsel STEVEN DOTTHEIM, Chief Deputy Counsel
12	
13	Missouri Public Service Commission P.O. Box 360
14	200 Madison Street Jefferson City, MO 65102
15	(573)751-3234
16	FOR: Staff of the Missouri Public Service Commission.
17	
18	
19	
20	
21	
22	
23	
24	
25	

```
1 PROCEEDINGS
```

- 2 JUDGE JONES: This is the early prehearing
- 3 conference for Case No. ER-2010-0130. My name is Kennard
- 4 Jones. I'm presiding judge over the matter.
- 5 First let's take entries of appearances,
- 6 and when entering your appearance, just state your name
- 7 and who you're representing. You don't have to give your
- 8 address and telephone number and whatnot. We'll start
- 9 with Empire.
- 10 MR. SWEARENGEN: Thank you, Judge. Let the
- 11 record show Diana Carter, Russ Mitten and Jim Swearengen
- 12 on behalf of the Empire District Electric Company.
- 13 JUDGE JONES: Thank you. And the Staff of
- 14 the Commission.
- 15 MS. KLIETHERMES: Thank you, Judge. Sarah
- 16 Kliethermes, Steve Dottheim, Nathan Williams and Kevin
- 17 Thompson on behalf of the Staff of the Missouri Public
- 18 Service Commission.
- 19 JUDGE JONES: Thank you. The Office of the
- 20 Public Counsel.
- 21 MR. MILLS: On behalf of the Office of the
- 22 Public Counsel and the public, my name is Lewis Mills.
- JUDGE JONES: Thank you. And the
- 24 Department of Natural Resources.
- 25 MS. WOODS: On behalf of the Department of

- 1 Natural Resources, Sarah Mangelsdorf and Shelley Woods,
- 2 Assistant Attorney General. Thank you.
- JUDGE JONES: Midwest Energy Users
- 4 Association.
- 5 MR. WOODSMALL: Thank you, your Honor.
- 6 David Woodsmall and Stewart Conrad on behalf of the
- 7 Midwest Energy Users Association.
- 8 JUDGE JONES: The City of Kansas City? Not
- 9 here. They did enter, didn't they?
- MR. SCHWARZ: Joplin.
- 11 JUDGE JONES: Joplin, that's who it was.
- 12 MR. SCHWARZ: May it please the Commission?
- 13 Tim Schwarz, Stephanie Bell and Marc Ellinger for the City
- 14 of Joplin.
- JUDGE JONES: Is there anyone --
- 16 Mr. Fisher.
- 17 MR. FISCHER: Yes. On behalf of Kansas
- 18 City Power & Light Company, James M. Fischer.
- 19 JUDGE JONES: Okay. Is there anyone else
- 20 here that hasn't entered an appearance that wishes to do
- 21 so?
- 22 (No response.)
- JUDGE JONES: All right. Well, the first
- 24 thing we have is the proposed procedural schedule in two
- 25 weeks. Are you-all going to be able to do that?

```
1 MR. SWEARENGEN: Piece of cake.
```

- JUDGE JONES: Won't be a problem. Great.
- 3 Customer notice. Mr. Swearengen, do you have a proposed
- 4 customer notice?
- 5 MR. SWEARENGEN: No, sir, I do not.
- 6 JUDGE JONES: Will you before the end of
- 7 the day?
- 8 MR. SWEARENGEN: I'm looking at Mr. Mills
- 9 for that.
- 10 JUDGE JONES: Mr. Mills?
- MR. MILLS: Yes.
- JUDGE JONES: Well, you do have one?
- MR. MILLS: I will by the end of the day.
- 14 JUDGE JONES: I don't anticipate problems
- 15 with that, but if there are problems with the customer
- 16 notice, I'd like to -- whatever party has problems, to
- 17 make that known Monday by the end of the day.
- 18 And it seems that the parties are in
- 19 agreement that the test year will end June 30, 2009.
- 20 Does any party who has not chimed in on that have any
- 21 objection to it?
- (No response.)
- JUDGE JONES: Okay. Also, it seems that
- 24 the updated test year for known and measurable changes
- 25 will end December 31st. Empire didn't really make a

- 1 statement on that. Do you agree with that?
- 2 MR. SWEARENGEN: That's something we want
- 3 to talk about when we get into the procedural schedule and
- 4 so forth.
- 5 JUDGE JONES: To be discussed. Also, there
- 6 was agreement on the true-up of April 30th between Staff
- 7 and Empire, but OPC had some analysis in that regard. Can
- 8 I get some response to OPC's filing, Mr. Swearengen?
- 9 MR. SWEARENGEN: Well, again, that would be
- 10 another one of those issues that I hope we're able to work
- 11 out in the context of agreeing to a procedural schedule
- 12 this morning.
- 13 JUDGE JONES: Now, I know that there are a
- 14 couple of projects that Empire is involved in that I
- 15 assume it wishes to be included in its costs, but it
- doesn't look like those projects will be concluded soon
- 17 enough for there to be any real discussion prior to the
- 18 effective date of the tariff. Is that true?
- 19 MR. SWEARENGEN: I don't think so. I think
- 20 the -- hopefully the projects will be concluded and
- 21 subject to audit and we'll be able to include those costs
- 22 or some of them in the rates that we have filed in this
- 23 proceeding. Once again, that's another matter I think
- 24 that will come up in the context of talking about the
- 25 procedural schedule.

```
1 JUDGE JONES: Okay. Was there any
```

- 2 testimony filed in your direct about those projects?
- MR. SWEARENGEN: Yes.
- 4 JUDGE JONES: Okay. And also the last
- 5 thing I want to bring up is, I realize the time frame is
- 6 pretty tight given the schedule that the Commission is
- 7 under with other matters. I only allotted nine days for
- 8 this hearing. Is that going to be enough time? Does
- 9 anybody have doubt? Is there a doubt?
- 10 MR. WOODSMALL: The only reason I hesitate
- 11 is I could see some doubt depending on the nature of the
- 12 capital projects that may be addressed in the context of
- 13 that hearing. If you're talking about addressing an audit
- 14 of Plum Point and of Iatan 2 and of Iatan 1, I would be
- 15 concerned, but if those somehow get deferred through our
- 16 discussions today, nine days may be enough. We probably
- 17 should know more at the end of today.
- 18 JUDGE JONES: Okay. And as you all know by
- 19 the notice I recently issued, there are two outstanding
- 20 applications to intervene. I anticipate those would be
- 21 dealt with in next week's agenda, although I won't begin
- 22 to speak for what the Commission will want to do next
- 23 week.
- 24 Is there anything else that any party would
- 25 like to bring up that I need to know about on the record

- 1 during this prehearing conference?
- 2 MR. WOODSMALL: Related to the outstanding

- 3 application for intervention of MEUA, I would just note
- 4 that until that -- it appears that until that's granted,
- 5 we can't get access to the highly confidential information
- 6 that's in EFIS, even though Empire acknowledges that at
- 7 least two of the entities within that association should
- 8 automatically be parties.
- 9 So I'm wondering if there's any way that we
- 10 can get access to that highly confidential information
- 11 pending the Commission's ruling on Wednesday.
- 12 JUDGE JONES: I can't -- I can only speak
- 13 to that to the extent that those parties or entities that
- 14 are presumed to be parties despite your intervention
- 15 request can get access to it. You've recently added
- 16 another party or entity that can't. Is that true?
- MR. WOODSMALL: We added to the
- 18 association. Enbridge Pipeline is going to participate
- 19 through the association.
- JUDGE JONES: So if between now and the
- 21 Commission's ruling on this issue it's necessary for
- 22 Praxair and Explorer to get that information, being all
- 23 parties to the case, then that would necessitate the third
- 24 entity also having access to highly confidential
- 25 information, wouldn't it?

```
1 MR. WOODSMALL: No, because since it is
```

- 2 designated highly confidential, we cannot share that with
- 3 the party. We can -- only the attorney and only any hired
- 4 consultants could see it. So it would never -- whether
- 5 they're a party or not, it would never be shared with the
- 6 client. So whether we have just Praxair and Explorer or
- 7 100 other clients, it would never be shared with them, so
- 8 there would be no change. It would just go to the
- 9 attorneys.
- 10 JUDGE JONES: Okay. I suspect that this
- 11 won't be an issue if the Commission rules next week.
- MR. WOODSMALL: The sooner the better,
- 13 yeah. If they wait, then we're looking at past the New
- 14 Year's, and it will be well over two months into the case
- 15 before we -- and maybe Empire will send it to us. You
- 16 know, they acknowledge that at least some of our entities
- 17 should be parties.
- JUDGE JONES: Okay.
- 19 MR. WOODSMALL: All I'm asking is sooner
- 20 rather than later.
- JUDGE JONES: Well, if the Commission
- 22 doesn't address the issue next week, then, the issue of
- 23 intervention, then I will make this highly confidential
- 24 issue an issue.
- MR. WOODSMALL: Okay.

```
JUDGE JONES: Other than that, I suspect it
 1
 2
     will go away with the Commission's ruling.
 3
                    Is there anything else anyone would like to
     discuss?
 4
                   (No response.)
 6
                    JUDGE JONES: Okay. Seeing nothing, we are
 7
     off the record. Thank you all.
 8
                    WHEREUPON, the recorded portion of the
 9
     prehearing conference was concluded.
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```

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, do hereby certify that I was personally present
7	at the proceedings had in the above-entitled cause at the
8	time and place set forth in the caption sheet thereof;
9	that I then and there took down in Stenotype the
10	proceedings had; and that the foregoing is a full, true
11	and correct transcript of such Stenotype notes so made at
12	such time and place.
13	Given at my office in the City of
14	Jefferson, County of Cole, State of Missouri.
15	
16	Kellene K. Feddersen, RPR, CSR, CCR
17	
18	
19	
20	
21	
22	
23	
24	
25	