STATE OF MISSOURI PUBLIC SERVICE COMMISSION

TRANSCRIPT OF PROCEEDINGS

Local Public Hearing May 23, 2016 Montgomery City, Missouri

Volume 1

In the Matter of Roy-L Utilities) Inc.
Request for Increase in Annual S)wer And
Water Service System Operating R)venues

File Nos. WR-2016-0109
SR-2016-0110

RONALD D. PRIDGIN, Presiding DEPUTY CHIEF REGULATORY LAW JUDGE

DANIEL Y. HALL, CHAIRMAN, STEPHEN M. STOLL, WILLIAM P. KENNEY, SCOTT T. RUPP, MAIDA J. COLEMAN, COMMISSIONERS

Reported by:

Brenda L. Schmelz, CVR-M, CCR 1267



PSC PUBLIC MEETING

JUDGE PRIDGIN: Good evening. We are on the record. This is the local public hearing in File Nos. WR-2016-0109 and SR-2016-0110. I am Ron Pridgin. I am the regulatory law judge assigned to preside over this meeting. It's being held in the Montgomery City Public Library, 6:00 in the evening, and the date is May 23, 2016.

And I have with me Commissioner Coleman.

She is one of the five commissioners appointed by the Governor and confirmed by the Senate.

The commissioners also employ a staff of engineers, accountants, attorneys, financial analysts and other specialists in the field of utility regulation.

This is an official hearing of the Commission. Statements and testimony of the witnesses will be recorded by the court reporter and must be given either under oath or under affirmation, and all the commissioners will have a chance to read any witness's remarks.

If you do not wish to give an oath, please

1 let me know. I will ask your testimony be affirmed instead. 2 Does anyone have any questions about 3 tonight's procedure? 4 5 Commissioner Coleman, any opening 6 statements? 7 COMMISSIONER COLEMAN: I would like to say 8 welcome. Thank you for being here. I 9 understand you are our lone customer here 10 tonight, but it is always good to exercise, I think, your rights and your curiosity. So I 11 12 appreciate you being here. 13 As the judge mentioned, there are five commissioners and the other four will have an 14 15 opportunity to read any comments that you make 16 tonight and any public testimony. So thank you 17 and thank everyone else for being here also. 18 JUDGE PRIDGIN: Thank you. 19 Entry of appearance, please, for the 20 General Counsel's office? 21 MS. PAYNE: Staff Counsel? 22 JUDGE PRIDGIN: Staff Counsel, excuse me. 23 I'm sorry; you're right. 24 MS. PAYNE: Whitney Payne on behalf of 25 Staff of the Missouri Public Service Commission.

1 JUDGE PRIDGIN: Ms. Payne, thank you. 2 On behalf of Public Counsel? 3 MR. OPITZ: Thank you, Judge. On behalf of 4 the Office of Public Counsel, I'm Tim Opitz. 5 address is P.O. Box 2230, Jefferson City, Missouri 65102. 6 7 JUDGE PRIDGIN: Mr. Opitz, thank you. 8 Anyone else wishing to make an entry of 9 appearance? 10 All right. I believe we have one customer who wishes to testify. 11 Ma'am, if you would please come forward to 12 13 be sworn. And you can stand or sit, however 14 you're comfortable. It's up to you. If you'll 15 raise your right hand to be sworn, please. 16 Do you swear that the evidence you are 17 about to give will be the truth, the whole truth 18 and nothing but the truth, so help you God? 19 MS. DAVIS: Yes. 20 JUDGE PRIDGIN: Thank you very much. If 21 you would, please state and spell your name for 22 the court reporter. 23 MS. DAVIS: Terrie Davis, T-E-R-R-I-E; last 24 name Davis, D-A-V-I-S. 25 JUDGE PRIDGIN: And are you a customer of

Roy-L Utilities?

MS. DAVIS: Yes, sir.

JUDGE PRIDGIN: All right. You can make your statement. When you're done, the Commissioner may have questions or I may have questions, so if you'll please keep your seat until we make sure if we have any questions.

MS. DAVIS: Okay.

JUDGE PRIDGIN: Is there anything you want to tell the commissioners?

MS. DAVIS: Okay. I do realize that we have actually had very cheap rates for years. And because of that, I realize the company has been neglecting the sewer and water, what needs to be done, because they don't have the funds to do it.

The rates do keep increasing substantially every other year. I think the rates now are -- after -- I thought they were extremely high, but after I researched local companies -- which I realize that doesn't matter now, because there's no comparison to High Hill city water to a local small company, but she -- the new rates are a little higher than what those companies are, and I'm hoping that they will have enough money now

1 to get the water and sewer up to where it's safe 2 to use. Because, unfortunately, there is 3 several -- a lot of people out there that are retired on fixed incomes, and this is really 4 5 hard on them. And I'm hoping that there is not 6 going to be another large increase in a couple 7 years. I think it's fair what she's doing. 8 don't -- I think that she has improved the 9 company a lot. Marie has done well. We're not out of water like we used to be, but I'm hoping 10 11 for the sake of the fixed income retired people 12 that the increase is not going to be so 13 substantial in the future. That's all I wanted to say. 14 15 JUDGE PRIDGIN: Ms. Davis, thank you. 16 Commissioner Coleman, any questions? 17 COMMISSIONER COLEMAN: Ms. Davis, where do 18 you live? 19 MS. DAVIS: On -- do you want my address? 20 COMMISSIONER COLEMAN: No, no, your 21 general --22 MS. DAVIS: On the Golden Eagle side. The Golden Eagle side. There's a Ranch Royal side 23 24 and a Golden Eagle side. I live out at the 25 lake.

1 COMMISSIONER COLEMAN: Okay. I do know 2 where the lake area is. 3 MS. DAVIS: Right. 4 COMMISSIONER COLEMAN: Okay. Thank you. I 5 appreciate you being here. MS. DAVIS: Thank you. 6 7 JUDGE PRIDGIN: I don't have any questions. 8 Anything from counsel? 9 MR. OPITZ: No, Judge. 10 JUDGE PRIDGIN: All right. Thank you, Ms. 11 Davis, very much for your testimony. 12 MS. DAVIS: Thank you. 13 JUDGE PRIDGIN: Let me double check. 14 don't think we have any other customers here. 15 Is there anyone else who wishes to testify? 16 Going once, going twice. All right. 17 Commissioner Coleman, any closing remarks? COMMISSIONER COLEMAN: No. 18 I enjoy these very long hearings that I drive an hour and a 19 20 half to get to, fresh air and all that good 21 stuff. 22 Thank you all very much for the opportunity 23 for you to voice your opinion. 24 JUDGE PRIDGIN: Anything further from 25 counsel before we close?

No, Judge. MS. PAYNE: JUDGE PRIDGIN: Hearing nothing, we will go off the record. That concludes the local public hearing in WR-2016-0109 and SR-2016-0110. Thank you. We're off the record.

A	comments 3:15	Eagle 6:22,23,24	hard 6:5	5:20,22 8:3
accountants	Commission 1:1	either 2:22	hearing 1:6 2:5	lone 3:9
2:16	2:20 3:25	employ 2:15	2:19 8:2,4	long 7:19
address 4:5 6:19	Commissioner	engineers 2:16	hearings 7:19	lot 6:3,9
affirmation 2:23	2:12 3:5,7 5:5	enjoy 7:18	held 2:9	
affirmed 3:2	6:16,17,20 7:1	entry 3:19 4:8	help 4:18	M
air 7:20	7:4,17,18	evening 2:4,10	high 5:19,22	M 1:18
analysts 2:17	commissioners	evidence 4:16	higher 5:24	Ma'am 4:12
Annual 1:12	1:20 2:13,15	excuse 3:22	Hill 5:22	MAIDA 1:20
appearance 3:19	2:23 3:14 5:10	exercise 3:10	hoping 5:25 6:5	Marie 6:9
4:9	companies 5:20	extremely 5:19	6:10	matter 1:12 5:21
appointed 2:13	5:24		hour 7:19	meeting 2:2,8
appreciate 3:12	company 5:13	F		mentioned 3:13
7:5	5:23 6:9	fair 6:7	I	Missouri 1:1,8
area 7:2	comparison	field 2:17	improved 6:8	3:25 4:6
assigned 2:8	5:22	File 1:12 2:6	income 6:11	money 5:25
attorneys 2:16	concludes 8:3	financial 2:16	incomes 6:4	Montgomery
	confirmed 2:14	five 2:13 3:13	increase 1:12	1:8 2:9
B	counsel 3:21,22	fixed 6:4,11	6:6,12	N
behalf 3:24 4:2	4:2,4 7:8,25	forward 4:12	increasing 5:17	N 1 21 24
4:3	Counsel's 3:20	four 3:14	J	name 4:21,24
believe 4:10	couple 6:6	fresh 7:20	J 1:20	needs 5:14
Box 4:5	court 2:21 4:22	funds 5:15		neglecting 5:14
Brenda 1:23	curiosity 3:11	further 7:24	Jefferson 4:5	new 5:23
	customer 3:9	future 6:13	judge 1:16 2:4,7	Nos 1:12 2:6
C	4:10,25	G	3:13,18,22 4:1	0
CCR 1:23	customers 7:14	general 3:20	4:3,7,20,25 5:3 5:9 6:15 7:7,9	oath 2:22,25
CHAIRMAN	CVR-M 1:23	6:21	7:10,13,24 8:1	office 3:20 4:4
1:18		give 2:25 4:17	8:2	official 2:19
chance 2:24	<u>D</u>	given 2:22	0.2	Okay 5:8,11 7:1
cheap 5:12	D 1:16	go 8:2	K	7:4
check 7:13	D-A-V-I-S 4:24	God 4:18	keep 5:6,17	once 7:16
CHIEF 1:16	DANIEL 1:18	going 6:6,12	KENNEY 1:19	opening 3:5
city 1:8 2:9 4:5	date 2:10	7:16,16	know 3:1 7:1	Operating 1:13
5:22	Davis 4:19,23,23	Golden 6:22,23		opinion 7:23
close 7:25	4:24 5:2,8,11	6:24	L	Opitz 4:3,4,7 7:9
closing 7:17	6:15,17,19,22	good 2:4 3:10	L 1:23	opportunity
Coleman 1:20	7:3,6,11,12	7:20	lake 6:25 7:2	3:15 7:22
2:12 3:5,7 6:16	DEPUTY 1:16	Governor 2:14	large 6:6	
6:17,20 7:1,4	doing 6:7	Governor 2.14	law 1:16 2:7	P
7:17,18	double 7:13	H	Library 2:10	P 1:19
come 4:12	drive 7:19	half 7:20	little 5:24	P.O 4:5
comfortable	E	HALL 1:18	live 6:18,24	Payne 3:21,24
4:14		hand 4:15	local 1:6 2:5	3:24 4:1 8:1
)	l,			ľ

people 6:3,11	researched 5:20	substantially	wanted 6:14
please 2:25 3:19	retired 6:4,11	5:17	water 1:13 5:14
4:12,15,21 5:6	right 3:23 4:10	sure 5:7	5:22 6:1,10
preside 2:8	4:15 5:3 7:3,10	swear 4:16	We're 6:9 8:5
Presiding 1:16	7:16	sworn 4:13,15	welcome 3:8
Pridgin 1:16 2:4	rights 3:11	System 1:13	Whitney 3:24
2:7 3:18,22 4:1	Ron 2:7		WILLIAM 1:19
4:7,20,25 5:3,9	RONALD 1:16	T	wish 2:25
6:15 7:7,10,13	Roy-L 1:12 5:1	T 1:19	wishes 4:11 7:15
7:24 8:2	Royal 6:23	T-E-R-R-I-E	wishing 4:8
procedure 3:4	RUPP 1:19	4:23	witness's 2:24
PROCEEDIN		tell 5:10	witnesses 2:21
1:4	S	Terrie 4:23	WR-2016-0109
PSC 2:2	S)wer 1:12	testify 4:11 7:15	1:12 2:6 8:4
public 1:1,6 2:2	safe 6:1	testimony 2:20	
2:5,9 3:16,25	sake 6:11	3:1,16 7:11	X
4:2,4 8:3	Schmelz 1:23	thank 3:8,16,17	Y
	SCOTT 1:19	3:18 4:1,3,7,20	
Q	seat 5:6	6:15 7:4,6,10	Y 1:18
questions 3:3	Senate 2:14	7:12,22 8:4	year 5:18
5:5,6,7 6:16	Service 1:1,13	think 3:11 5:18	years 5:12 6:7
7:7	3:25	6:7,8 7:14	Z
R	sewer 5:14 6:1	thought 5:19	
	side 6:22,23,23	Tim 4:4	0
R)venues 1:13 raise 4:15	6:24	tonight 3:10,16	
Ranch 6:23	sir 5:2	tonight's 3:4	1
rates 5:12,17,18	sit 4:13	TRANSCRIPT	1 1:10
5:23	small 5:23	1:4	1267 1:23
read 2:24 3:15	sorry 3:23	truth 4:17,17,18	
realize 5:11,13	specialists 2:17	twice 7:16	2
5:21	spell 4:21	U	2016 1:7 2:11
really 6:4	SR-2016-0110	understand 3:9	2230 4:5
record 2:5 8:3,5	1:13 2:6 8:4	unfortunately	23 1:7 2:11
recorded 2:21	staff 2:15 3:21	6:2	3
regulation 2:18	3:22,25 stand 4:13	use 6:2	
regulatory 1:16		Utilities 1:12 5:1	4
2:7	state 1:1 4:21 statement 5:4	utility 2:18	
remarks 2:24	statement 5:4 statements 2:20		5
7:17	3:6	V	
Reported 1:22	STEPHEN 1:18	voice 7:23	6
reporter 2:21	STOLL 1:18	Volume 1:10	6:00 2:10
4:22	stuff 7:21		65102 4:6
Request 1:12	substantial 6:13	W	
	Substantial 0.15	want 5:9 6:19	
			I I