BEFORE

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Case No. 09-1044-WW-AIR

THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the Application of Aqua Ohio, Inc. to Increase its Rates and Charges in its Lake Erie Division.

> Prepared Testimony of Marchia Rutherford Utilities Department

Staff Exhibit

This is to certify that the images appearing are an accurate and complete reproduction of a case this document delivered in the regular $c_1 \rightarrow 0$ but then the regular $c_2 \rightarrow 0$ but then the formula SB Date Procedure 7/20/10

1			
2	1.	Q.	State your name and address.
3			ł
4		А.	My name is Marchia Rutherford. My business address is 180 E. Broad
5			Street, Columbus, Ohio 43215-3793.
6			
7	2.	Q.	By whom are you employed and in what capacity?
8			
9		А.	I am employed by the Public Utilities Commission of Ohio as a Utility
10			Specialist in the Utilities Department.
11			
12	3.	Q.	Please outline your educational background.
13			
14		А.	I received a Bachelor of Science Degree in Business Administration from
15			Franklin University, Columbus, Ohio, and received a Master of Business
1 6			Administration Degree from Ashland University, Ashland, Ohio.
17			
18	4.	Q.	Please outline your work experience.
19			
20		Α.	I came to the Public Utilities Commission in February, 1989 as a Utility
21			Rate Analyst 2. I have been in my current position as a Utility Specialist 2
22			for seven years. For all 21 years that I have been with the Public Utilities
23			Commission of Ohio, I have been involved with utility rates and tariff issues
24			in water, gas and electric.
25			
26	5.	Q.	What is the purpose of your testimony?
27			
28		Α.	I will be addressing issues pertaining to the Rates and Tariffs section of the
29			Staff Report of Investigation. I will specifically address the following
30			issues:

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1			The Class Cost of Service Study, Revenue Distribution, Dishonored
2			Payment Charge, Account Activation Charge and Reconnection Charge.
3			
4	6.	Q.	Ohio Consumers' Counsel (OCC) objections 30 and 31 object to Staff not
5			having recalculated the impact of Staff's Recommended Revenue
6			Requirement and Rate of Return on the proposed rates for the residential
7			class. How do you wish to respond?
8			
9		А.	Generally, Staff reviewing Operating Income and Rate Base work
10			simultaneously with Staff working on the Rates and Tariffs matters. Time
11			constraints and independent review in these departments may not allow a
12			sufficient amount of time for Rates and Tariffs Staff to utilize Staff's
13			Recommended Revenue. As explained in prior cases, it is not uncommon
14			for Rates and Tariffs Staff to utilize the Company's total proposed revenue
15			to illustrate Staff's proposed revenue distribution and rate design. Staff
16			recognizes that at some point in the rate case process, adjustments are
17			necessary and final rates will reflect the final revenue outcome. Therefore,
18			Staff does not find using the Company's total revenue to be unreasonable.
19			
20	7.	Q.	OCC objections 33, 34 and 35 object to Staff accepting the Company's
21			proposed miscellaneous charges. How do you wish to respond?
22			
23		A.	The Company provided documentation supporting the dishonored payment
24			charge, account activation charge and reconnection charge, delineating how
25			much time is required in each process and labor costs associated with
26			performing these tasks. Staff did not find these costs to be unreasonable in
27			its review and continues to support the original recommendation.
28			
29			
30	8.	Q.	Does that conclude your direct testimony?
31		А.	Yes.

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CERTIFICATE OF SERVICE

I hereby certify that a true copy of the foregoing **Prepared Testimony of Marchia Rutherford** was served upon the following parties of record by regular U.S. mail, postage prepaid, this 20th day of July, 2010.

Sarah J. Paro

Sarah J. Parrot Assistant Attorney General

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