BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the : Application of Aqua Ohio, : Case No. Inc., to Increase its Rates : 13-2124-WW-AIR and Charges for its : Waterworks Service. :

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PROCEEDINGS

Before James Lynn and Jay Agranoff, Attorney Examiners, held at the Public Utilities Commission of Ohio, 180 East Broad Street, Hearing Room 11-D, Columbus, Ohio, on Tuesday, August 12, 2014, at 2:00 P.M.

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1 **APPEARANCES:** 2 Whitt Sturtevant LLP 3 By Mr. Mark A. Whitt and Mr. Andrew Campbell 4 88 East Broad Street, Suite 1596 5 Columbus, Ohio 43215 6 On behalf of the Applicant. 7 Mr. Ryan O'Rourke 8 Assistant Attorney General 180 East Broad Street 9 Columbus, Ohio 43215 10 On behalf of the Staff of the Public Utilities Commission of Ohio. 11 12 McNees Wallace & Nurick LLC By Mr. Matthew R. Pritchard 21 East State Street, 17th Floor 13 Columbus, Ohio 43215 14 On behalf of the City of Tiffin. 15 Mr. Michael J. Schuler 16 Assistant Consumers' Counsel 17 10 West Broad Street, Suite 1800 Columbus, Ohio 43215 18 On behalf of the Residential 19 Consumers of Aqua Ohio. 20 21 22 23 24 25

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1		INDEX TO EXHIBITS			
2	τοτη		MARKED	ADMT	
3		I EXHIBTS			
4	1.0	Stipulation and Recommendation		10	
5	2.0	Stipulation Schedules		10	
	3.0	Revised Tariffs		10	
6	4.0	Customer Notices		10	
7 8	λοιιλ	EXHIBITS			
0 9		Direct Testimony of Edmund		10	
10		Kolodzieg			
	1.1	Supplemental Direct Testimony		10	
11 12	2.0	of Edmund Kolodzieg Direct Testimony of		10	
	2.0	Robert Kopas		ΤŪ	
13 14	3.0	Direct Testimony of Theodore Russell		10	
15	4.0	Direct Testimony of Richard Hideg		10	
16	5.0	Direct Testimony of		10	
17	0.0	Peter Kusky		10	
18	6.0	Direct Testimony of Pauline Ahern		10	
19	7.0	Direct Testimony of		10	
20	7.0	David Monie		ΤŪ	
21	8.0	Direct Testimony of Daniel Franceski		10	
22				1.0	
23	9.0	Application		10	
24					
25					

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1	INDEX TO EXHIBITS CONTINUED	
2		
3		
4	MARKED ADMT	
5	STAFF EXHIBITS	
6	1.0 Staff Report 10	
7	2 Direct Testimony of 10 10 Ross Willis	
8	TIFFIN EXHIBITS	
9		
10	1.0 Direct Testimony of 10 J. Edward Hess	
11		
12		
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5 1 Tuesday Afternoon, August 12, 2014. 2 3 4 ATTORNEY EXAMINER LYNN: The Public Utilities Commission of Ohio has assigned for 5 6 evidentiary hearing at this time and place Case 7 No. 13-2124-WW-AIR being in the matter of 8 the application of Aqua Ohio Incorporated to 9 increase its rate and charges for its Waterworks Service. 10 11 I am Jim Lynn and with me is Jay 12 Agranoff. We are the Attorney Examiners 13 assigned to hear this case. 14 At this time we will begin with the 15 appearances of the parties, and we will start 16 with Aqua Ohio. 17 MR. WHITT: Thank you, your Honor. 18 On behalf of the Company from the law firm of 19 Whitt Sturtevant LLP, Mark A. Whitt and Andrew 20 Campbell, 88 East Broad Street, Suite 1596, 21 Columbus, Ohio 43215. 22 ATTORNEY EXAMINER LYNN: Thank you. 23 And for Staff, please. 24 MR. O'ROURKE: Thank you, your 25 Honor. Ryan O'Rourke and Devin Parram, with the

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1	Ohio Attorney General's Office. Address is 180	
2	East Broad Street, 6th Floor, Columbus, Ohio	
3	43215.	
4	ATTORNEY EXAMINER LYNN: Thank you.	
5	And for the Office of the Ohio Consumers'	
6	Counsel.	
7	MR. SCHULER: Thank you, your Honor.	
8	Michael Schuler, the Ohio Consumers' Counsel, 10	
9	West Broad Street, Suite 1800, Columbus, Ohio	
10	43215.	
11	ATTORNEY EXAMINER LYNN: And finally	
12	for City of Tiffin.	
13	MR. PRITCHARD: Matt Pritchard on	
14	half of the City of Tiffin. I am with the law	
15	firm of McNees, Wallace & Nurick, 21 East State	
16	Street, Columbus, Ohio 43215.	
17	ATTORNEY EXAMINER LYNN: Thank you,	
18	everyone. I will note for the record also	
19	the City of Marion which is a party to this	
20	proceeding is not present here today.	
21	Going on with our proceedings as I	
22	understand there will admission of a number of	
23	exhibits, including different testimonies and	
24	stipulation and what I will call sponsored	
25	testimony for Mr. Willis and the Staff.	

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1	Mr. Whitt, would you like to go	
2	first?	
3	MR. WHITT: Yes, your Honor. The	
4	parties, all parties except office of the Ohio	
5	Consumers' Counsel, filed Joint Exhibit 1.0 on	
6	July 21st, 2014. Joint Exhibit 1.0 is a	
7	stipulation signed by all parties, again except	
8	the office of Ohio Consumers' Counsel.	
9	It is our understanding that OCC is	
10	withdrawing its objections to the stipulation	
11	and will not be offering testimony that was	
12	filed on August 4th, 2014.	
13	Likewise Aqua will not be offering	
14	into the record the rebuttal testimony that it	
15	filed on August 7th, 2014.	
16	I would note that Joint Exhibit 1.0,	
17	paragraph 2, contains a provision for Aqua to	
18	file an updated Schedule C-10 of rate case	
19	expense in the event of a contested hearing.	
20	Given that today's hearing is not contested Aqua	
21	will not be filing an updated C-10.	
22	Furthermore, Joint Exhibit 1.0,	
23	paragraph 8, lists a number of exhibits that the	
24	stipulating parties would offer into the record.	
25	I am happy to read that list, or we can simply	

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8
      refer to paragraph 8 of the stipulation.
 1
 2
                  ATTORNEY EXAMINER AGRANOFF:
                                                 Why
 3
      don't you go ahead and enumerate each of them.
 4
                  MR. WHITT: Certainly, your Honor.
 5
      The signatory parties agree that the following
      exhibits should be admitted:
 6
 7
                  Joint Exhibit 1.0 has previously
 8
      been identified as the stipulation and
 9
      recommendation.
                  Joint Exhibit 2.0 are
10
11
      the stipulation schedules.
12
                  Joint Exhibit 3.0 are the revised
      tariffs.
13
                  Joint Exhibit 4.0 are customer
14
15
      notices.
16
                  Aqua Exhibit 1.0, direct testimony
17
      of Edmund Kolodzieq.
18
                  Aqua Exhibit 1.1, supplemental
19
      direct testimony of Edmund Kolodzieg.
20
                  Aqua Exhibit 2.0, direct testimony
21
      of Robert Kopas.
22
                  Aqua Exhibit 3.0, direct testimony
      of Theodore Russell.
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24
                  Aqua Exhibit 4.0, the direct
25
      testimony of Richard Hideg.
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1	Aqua Exhibit 5.0, direct testimony	
2	of Peter Kusky.	
3	Aqua Exhibit 6.0, direct testimony	
4	of Pauline Ahern.	
5	Aqua Exhibit 7.0, direct testimony	
6	of David Monie.	
7	Aqua Exhibit 8.0, direct testimony	
8	of Daniel Franceski.	
9	Aqua Exhibit 9.0, application filed	
10	on December 2nd, 2013.	
11	Staff Exhibit 1.0, the Staff Report	
12	filed on May 20th, 2014.	
13	And Tiffin Exhibit 1.0, the direct	
14	testimony of J. Edward Hess.	
15	I would note that each of the	
16	exhibits that I just identified have been	
17	previously filed on DIS. It's my understanding	
18	that no party has corrections to the identified	
19	exhibits.	
20	And on behalf of the stipulating	
21	parties Aqua would move at this time for the	
22	admission of those exhibits.	
23	ATTORNEY EXAMINER LYNN: Hearing	
24	there are no objections to that we will admit	
25	those exhibits into evidence.	

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1	(EXHIBITS ADMITTED INTO EVIDENCE)	
2	ATTORNEY EXAMINER LYNN: And I would	
3	like to ask Mr. O'Rourke, will you be offering	
4	into evidence the prefiled testimony of Ross	
5	Willis?	
6	MR. O'ROURKE: We would, Your Honor.	
7	Staff has marked as Exhibit 1 the prefiled	
8	testimony of Ross Willis in support of the joint	
9	stipulation and recommendation. That was filed	
10	on DIS on July 21st, 2014.	
11	ATTORNEY EXAMINER LYNN: Thank you.	
12	And again I am sure there are no objections to	
13	that being admitted into evidence. So we will	
14	admit that into evidence as well.	
15	(EXHIBIT ADMITTED INTO	
16	EVIDENCE)	
17	ATTORNEY EXAMINER AGRANOFF: That	
18	will be Staff Exhibit 1; correct?	
19	MR. O'ROURKE: Correct. Actually,	
20	maybe to make a correction, in the stipulation	
21	the Staff Report is identified as Staff Exhibit	
22	1. So perhaps we should amend that and call Mr.	
23	Willis' testimony Staff Exhibit 2.	
24	ATTORNEY EXAMINER LYNN: Very good	
25	point. Thank you for noting that. The list	

that was read by Mr. Whitt, Staff Report filed 1 2 May 20th, 2014 is actually Staff Exhibit 1. So 3 the testimony of Mr. Willis will be Staff Exhibit 2. 4 5 Mr. Agranoff reminded me that 6 because of prior discussion here before we began 7 the hearing there will be no briefs that will 8 need to be submitted given that the stipulation 9 is not being challenged. 10 All right. We have already admitted 11 all the exhibits into evidence. I want to thank 12 everyone for their hard work on this case in 13 coming to a resolution and for showing up today 14 as well. 15 And with that having been said that 16 will draw our hearing to a close. 17 MR. SCHULER: Sorry. I didn't mean 18 to interrupt, your Honor, I just wanted to 19 clarify something for the record. I thought I 20 heard Mr. Whitt state that OCC would be 21 withdrawing our objections. And I don't think 22 we intended to withdraw them. We don't 23 obviously plan to move them into evidence, as we 24 have not moved anything today. I just wanted to 25 clarify that for the record. Mark, is that your

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1	understanding?	
2	MR. WHITT: I am not sure what words	
3	I used, but what I intended to say is that	
4	the testimony previously filed would not be	
5	offered into the record. It will be on	
6	E-docket, but it hasn't been moved, and	
7	therefore, is not part of the record.	
8	MR. SCHULER: Yes. I just wanted to	
9	make sure.	
10	ATTORNEY EXAMINER LYNN: I think we	
11	are all agreed on that. Thank you then. Have a	
12	good afternoon.	
13	(At 2:10 P.M. the hearing was	
14	concluded)	
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Proceedings

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1	CERTIFICATE	
2	I do hereby certify that the foregoing	
3	is a true and correct transcript of the proceedings taken by me in this matter on August 12, 2014, and carefully compared with my	
4	original stenographic notes.	
5		
6	Michael O. Spencer,	
7	Registered Professional Reporter.	
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Case No(s). 13-2124-WW-AIR

Summary: Transcript in the matter of the Aqua Ohio, Inc. hearing held on 08/12/14 electronically filed by Mr. Ken Spencer on behalf of Armstrong & Okey, Inc. and Spencer, Michael O. Mr.