TRANSCRIPT OF THE LOUISIANA PUBLIC SERVICE COMMISSION BUSINESS AND EXECUTIVE OPEN SESSION HELD ON APRIL 27, 2022 IN MANY, LOUISIANA. PRESENT WERE: CHAIRMAN LAMBERT BOISSIERE, III, COMMISSIONER FOSTER CAMPBELL, COMMISSIONER ERIC SKRMETTA, COMMISSIONER MIKE FRANCIS, AND COMMISSIONER CRAIG GREENE.

| Exhibit | Docket  | Description   | Page    |
|---------|---------|---|---------|
| 1       |         | Announcements   | 1 - 11  |
| 2       | T-36184 | Louisiana Public Service commission vs. Supermovers, LLC.                 | 11 - 15 |
| 3       | T-36197 | Louisiana Public Service Commission vs. Southern Soil Environmental, Inc. | 15 - 17 |
| 4       | R-34758 | Louisiana Public Service Commission, ex parte.                            | 17 - 19 |
| 5       | R-36227 | Louisiana Public Service Commission, ex parte.                            | 19 - 25 |
| 6       | S-35745 | Northeast Louisiana Power Cooperative, Inc. and Volt Broadband, LLC.      | 25 - 47 |
| 7       | U-36121 | Deepwoods Utilities, Inc., ex parte.                                      | 47 - 49 |
| 8       | U-36124 | CenterPoint Energy Resources Corp. d/b/a CenterPoint Energy Entex.        | 49 - 51 |
| 9       | U-36126 | CenterPoint Energy Resources Corp. d/b/a CenterPoint Energy Arkla.        | 51 - 56 |

| 10 |         | FERC Docket No. PL21-3-000.   | 56 - 57 |
|----|---------|---|---------|
| 11 |         | 1) Reports 2) Resolutions 3) Discussions 4) ERSC/OMS business 5) Directives | 57 - 81 |
| 12 | U-36318 | Louisiana Water Company, Inc., ex parte.                                    | 81 - 84 |

- 1 TRANSCRIPT OF THE LOUISIANA PUBLIC SERVICE COMMISSION
- 2 BUSINESS AND EXECUTIVE OPEN SESSION HELD ON APRIL 27, 2022,
- 3 IN MANY, LOUISIANA. PRESENT WERE: CHAIRMAN LAMBERT
- 4 BOISSIERE, COMMISSIONER FOSTER CAMPBELL, COMMISSIONER
- 5 ERIC SKRMETTA, COMMISSIONER MIKE FRANCIS, AND
- 6 COMMISSIONER CRAIG GREENE.
- 7 **CHAIRMAN LAMBERT BOISSIERE:** Good morning.
- 8 **COMMISSIONER MIKE FRANCIS:** Good morning.
- 9 **CHAIRMAN BOISSIERE:** Well, it's a great day in Many, Louisiana, or what is
- it -- what is it known as? All right.
- 11 **COMMISSIONER CRAIG GREENE:** Toledo Town.
- 12 **CHAIRMAN BOISSIERE:** Toledo Town. Is that what it's called? If you're
- wondering who I'm talking to over there, that's Mr. Hunter Lewing. And to
- introduce him the best way I can is that Commissioner Greene and I snuck away
- 15 for a dinner last night, and he was actually our waiter. And he's such a -- he made
- such an impact on us that we invited him to come by as a member of this community
- 17 to address the meeting and open us up, but more importantly, I know several years
- 18 ago, to his credit, Commissioner Campbell started the traveling B&E meetings
- several years back when he came on the Commission and there's a lot of reasons -
- 20 good reasons that we travel with these meetings so many times a year in each
- 21 district and when -- and last night, met Hunter and he was so helpful and so
- 22 thoughtful and so personable, he is the -- just the core of the fabric of this
- community, the type of people you really enjoy meeting, that it reminded me and

- 1 we even said it, this is why we meet. This is why we travel and this is real life when
- 2 these situations come up and you meet really good people in a good place. Mr.
- 3 Hunter, I know that -- I think your mic is right there. And you may not remember
- 4 my name, but do you remember the color?
- 5 **MR. HUNTER LEWING:** Green.
- 6 **CHAIRMAN BOISSIERE:** There you go. And I also want to thank him because
- 7 he should be at work right now, is it Fisherman's Galley?
- 8 **MR. LEWING:** Yes, sir, it is.
- 9 **CHAIRMAN BOISSIERE:** He works at Fisherman's Galley Restaurant and
- 10 Commissioner Greene had to write him a doctor's note to get him out of work today.
- But anyway, at this point, I just want to ask you a question then we'll open the
- meeting. Did you enjoy us last night? Did we wreck your restaurant?
- 13 **MR. LEWING:** No, it was great. I really enjoyed the experience.
- 14 **CHAIRMAN BOISSIERE:** All right. By the way, there's one other side note, if
- 15 you don't mind me saying this. I'm personally from New Orleans. Most of us on
- this end are from southern Louisiana and there's a lot of alcohol sometimes.
- 17 **MR. LEWING:** Yeah.
- 18 **CHAIRMAN BOISSIERE:** I'm just saying.
- 19 **MR. LEWING:** Yeah, it's okay.
- 20 **CHAIRMAN BOISSIERE:** But Fisherman's Galley doesn't serve alcohol.
- 21 **MR. LEWING:** No.
- 22 **CHAIRMAN BOISSIERE:** So we had to go to the nearby gas station to buy
- 23 some.

- 1 **COMMISSIONER GREENE:** Here's your sign.
- 2 **CHAIRMAN BOISSIERE:** To buy a little something to wash it down. Those
- 3 wonderful fried shrimp, I think it was.
- 4 **MR. LEWING:** It was, it was.
- 5 **CHAIRMAN BOISSIERE:** Yeah, everything fried. Yeah, it didn't matter if it
- 6 was shrimp, it was fried, but -- and so that's how we met Hunter and I'll let you say
- 7 anything you want to add.
- 8 **MR. LEWING:** No, I'm good. I don't know what to say. It was amazing talking
- 9 to everyone. They were so nice last night and Dr. Greene here, that's the only name
- 10 I truly remember because of the color, but they were so nice and then they asked
- me to come today. And I'm very, very nervous but I sucked it down and here I am,
- 12 so.
- 13 **CHAIRMAN BOISSIERE:** I had one other thing to say. We -- you're a college
- student, right?
- 15 **MR. LEWING:** Yes, sir, I am.
- 16 **CHAIRMAN BOISSIERE:** What's your major?
- 17 **MR. LEWING:** History.
- 18 **CHAIRMAN BOISSIERE:** And what job do you think that prepares you for?
- 19 **MR. LEWING:** I have no idea.
- 20 **CHAIRMAN BOISSIERE:** The answer was lobbyist.
- 21 MR. LEWING: Oh, yeah, lobbyist, lobbyist. I don't know where he is, but
- 22 lobbyist.

- 1 **COMMISSIONER GREENE:** He asked what a lobbyist does, and I told him
- 2 they study the history and make it the future.
- 3 **MR. LEWING:** That's it.
- 4 **CHAIRMAN BOISSIERE:** Exactly, exactly. So get used to this guy, I think he'll
- 5 be around a while. We'll probably get to see him at more Commission meetings in
- 6 the future if he keeps his history major going and wind up being one of our lobbyist.
- 7 At this time, I guess that's enough of our introductions, and it's been a joy. It is
- 8 our business to handle the utility business for this state and so to kick off the
- 9 meeting, everyone's here to handle business and get rolling. I'd like to ask Mr.
- Hunter Lewing to lead us in a prayer. Everybody stand, first, please.
- 11 [MR. HUNTER LEWING LEADS IN A PRAYER]
- 12 **CHAIRMAN BOISSIERE:** And would you mind turning towards the flag and
- also leading us in the pledge.
- 14 [MR. LEWING LEADS IN THE PLEDGE OF ALLEGIANCE]
- 15 **CHAIRMAN BOISSIERE:** Any other questions for Mr. Lewing before we let
- 16 him go?
- 17 **MR. LEWING:** I really do appreciate it. Thank you so much.
- 18 **CHAIRMAN BOISSIERE:** Thank you, sir. Thank you very much. At this time,
- 19 I'd like to ask Commissioner Campbell to say a few words.
- 20 **COMMISSIONER FOSTER CAMPBELL:** I'd like to introduce a couple of
- 21 people. Last month, I apologize, I didn't introduce Joe Shyne.
- 22 **EXECUTIVE SECRETARY BRANDON FREY:** Commissioner.
- 23 **COMMISSIONER CAMPBELL:** Joe Shyne a young man that's with us --

- 1 MS. KATHRYN BOWMAN: Commissioner, Commissioner --
- 2 **CHAIRMAN BOISSIERE:** Oh, oh.
- 3 **SECRETARY FREY:** Can you pull it a little bit closer?
- 4 **COMMISSIONER MIKE FRANCIS:** It's on.
- 5 **SECRETARY FREY:** They're on, but they're not picking it up, the recording.
- 6 And just one note, too, the mics are going to be hot the whole time, so just keep
- 7 that in mind.
- 8 **COMMISSIONER CAMPBELL:** Okay. That's okay.
- 9 **CHAIRMAN BOISSIERE:** Thank you, Brandon.
- 10 **COMMISSIONER CAMPBELL:** I want to introduce a couple of people that we
- work together up in Shreveport at our office up there, and Joe Shyne is a young
- man who works for us in our office up in Shreveport. His dad -- a lot of people
- 13 remember the name, Joe Shyne. His dad was a sort of a famous politician up in
- 14 Shreveport a long, long time. He's named after his daddy. His dad served on the
- 15 city council and police juries there for 20, 25 years. Joe is a LSU graduate, and
- 16 he's doing well for us up in Shreveport, very courteous and he came with us today.
- Joe, where are you? And a lot of y'all's been praying for me and I hope -- I'm sure
- 18 it worked because I've -- I had a great assistant, Bill Robertson who retired and
- 19 then I had another great guy, Gary Hobbs, and he took a job at a church to get away
- from me. But anyway, I had been looking for an assistant for a long, long time and
- 21 everybody would call and try to say, look, I'm trying to help you and this, that, and
- 22 the other. And I was able to get a lady that's very qualified to come help us. She's
- 23 from Shreveport, her name is Frances "Tutu" Baker. Frances Baker is a lawyer, a

- 1 nice woman who is a criminal defense lawyer. Tutu argued a case before the United
- 2 States Supreme Court at a very young age and won and so we're very fortunate. I
- don't -- only Fontham is the only guy's who ever been to Supreme Court here in
- 4 this crowd so you got, Fontham, you got somebody up here equal to you. But went
- 5 to the Supreme Court at a younger age than you did, so anyway, I'm glad to have
- 6 you. Ms. Baker is right here. If y'all go to jail, criminal defense, murder, anything
- 7 like that, we don't have to go outside now. We got somebody inside.
- 8 **CHAIRMAN BOISSIERE:** Thank you, Commissioner Campbell.
- 9 Commissioner Francis.
- 10 **COMMISSIONER FRANCIS:** I want to welcome everyone to Toledo Bend,
- once again. This is the third time since I've been on the Commission. It's a
- wonderful place and I want to thank Georgia Craven and I'd ask Georgia to come
- up and say a couple of words. Georgia's the executive director of Sabine Parish
- 14 Tourist Commission, and she and her group provided a wonderful hors d'oeuvres
- we had last night and cocktails also, so we have a few big heads here because they
- had too many cocktails, I see this morning. And before she speaks, let me just say,
- 17 Commissioner Campbell and I have had the pleasure of serving all the Louisiana
- 18 side of the Toledo Bend Reservoir and because of reapportionment, he asked me to
- 19 give him some Sabine Parish votes so he now has all of Sabine Parish so he's got a
- 20 little larger piece of the lake than I have now, but we still both love the lake. And
- 21 Georgia, I would like to just ask you to give us a couple of words about -- tell us
- about this lake and the economy here and what's going on in your job.

| 1  | MS. GEORGIA CRAVEN: Well, good morning, everyone. Like Hunter, I'm not                   |
|----|--|
| 2  | really great at public speaking, don't like it very much, but I appreciate Mr. Francis   |
| 3  | giving me an opportunity to speak with you guys this morning. Thank you. I just          |
| 4  | wanted to say thank you for being here. Thank you for the great work that you guys       |
| 5  | are doing, not just for Toledo Bend, for the entire state, and I want to welcome you     |
| 6  | here. Toledo Bend is one of the most beautiful parts of the state, in my opinion. I      |
| 7  | might be a little biased since I live here, but I think if you've been here before or    |
| 8  | you were fortunate enough to attend the reception last night, which I hope you all       |
| 9  | enjoyed, you got to see a little bit of the area and the beauty of our beautiful lake.   |
| 10 | It is a huge lake, it's 186,000 acres, 1,200 miles of shoreline and it is the key to the |
| 11 | economy here in Sabine Parish, along with the utility that's generated here. So          |
| 12 | again, the work that you guys are doing is key, and I thank you for being here.          |
| 13 | Many of you, in talking to you last night, I found had not been here before, so          |
| 14 | whether you're from the southern part of the state or like Joe, just an hour away,       |
| 15 | who had not been here, I encourage you, I hope your schedule allows you some             |
| 16 | time to explore this wonderful part of our state. If it doesn't, please grab the people  |
| 17 | that you love and come back. Come and visit our museums, we have Fort Jesup              |
| 18 | here, and you can learn about the rich culture and history that we have here in this     |
| 19 | region that we call No Man's Land. You've seen the lake and the beauty that we           |
| 20 | have, you know, enjoy a fishing trip, if we have any fisherman. Do we have any           |
| 21 | guys out there that or women that like to fish? This is one of the best bass fishing     |
| 22 | lakes in the country. So whether you enjoy fishing or if you don't know how to           |
| 23 | fish, you know, we have some of the best guides here. They are happy to take you         |

1 out on the lake. You can rent a pontoon boat and go out on the lake here. We have 2 beautiful state parks that you can hunt in, hike in, RV and camp in so there's so 3 much to do here. There's richness in nature and culture and art, so I encourage you 4 to take some time, come back, visit with us, and enjoy this part of the state and 5 welcome. I wish you God's speed and wisdom as you do your work here, so thank 6 you. 7 COMMISSIONER FRANCIS: Thank you, Georgia. And just to remind 8 everyone that, you know, the carbon footprints, the big deal in the news every day 9 now and we have a large generator at the end of Toledo Bend and today, it's about 10 60 megawatts and it's all operated and supervised by the Sabine River Authority. 11 And Warren Founds is the -- he's the head guy that kind of keeps things on the 12 track. Warren, stand up, and just give us a wave. Warren, thank you for what you 13 do. Let me -- while I've got the mic, let me ask Brandon Frey, I need -- I'd like to 14 get an update, Brandon, on the -- our RDOF funds that are coming into Louisiana 15 that what we'll have a, you know, a part of -- a play there and then also, next 16 meeting, at the next meeting, I'd like to get -- have a report from all those folks who 17 are involved with that. If you give us a brief run down on --18 **SECRETARY FREY:** Sure. Briefly, you know, there was a quite a bit of federal 19 dollars that were available through RDOF to expand broadband, and we certified a 20 number of carriers as eligible to receive that funding. I know you've all discussed 21 with them; Commissioner Campbell and I have had a lot of meetings with them, 22 too. In fact, we've got one on the agenda today that's somewhat touches on it, but 23 it's not clear how many or how much of the dollars are actually flowing through to

- 1 the companies yet and where they are in the buildout so I think that would be helpful
- 2 to hear from them. And somewhat connected to that, too, the GUMBO program,
- 3 which was a state program, I think is also close to awarding its recipient, so we may
- 4 want to also reach out to Vaneeth from the broadband office as well to give an
- 5 update on kind of where that is because I think it all plays together.
- 6 **COMMISSIONER FRANCIS:** I'm not sure of what companies have received
- funding. I don't know if we'd make that announcement here, if they're going to all
- 8 get the message.
- 9 **SECRETARY FREY:** We can make sure --
- 10 **COMMISSIONER FRANCIS:** Can we make sure that we reach out?
- 11 **SECRETARY FREY:** -- we reach out to them, absolutely, yes.
- 12 **COMMISSIONER FRANCIS:** And I think it's proper for the Public Service
- 13 Commission to have a report on where's that money at today and at the May
- meeting, give us a report on where we're going. We've -- all of us who represent,
- 15 you know, the rural areas, we get those questions every time that we turn around
- that -- what's going on, when are we going to have our internet, so we'll give them
- 17 a little better answer, they tune in on our May meeting. All right. Thank you.
- 18 **CHAIRMAN BOISSIERE:** Thank you, Commissioner Francis. Commissioner
- 19 Campbell.
- 20 **COMMISSIONER CAMPBELL:** Brandon, I want to make sure that you invite
- 21 Mr. Denault to be here.
- 22 **SECRETARY FREY:** He is scheduled to be here.

- 1 **COMMISSIONER CAMPBELL:** Well, that's good. Because you know, last
- 2 time, he couldn't make it.
- 3 **SECRETARY FREY:** Correct.
- 4 **COMMISSIONER CAMPBELL:** We put it off. I got some real important
- 5 questions I want to ask him and so make sure that he comes --
- 6 **SECRETARY FREY:** And that's -- I'll look out for the Entergy folks. That's my
- 7 understanding, yes. We got the thumbs up. He is -- he will be in Baton Rouge in
- 8 May.
- 9 **COMMISSIONER CAMPBELL:** Okay. He's the chairman of Entergy and we
- want to talk -- I want to talk to him about some things that I'm disturbed about.
- 11 Thank you.
- 12 **CHAIRMAN BOISSIERE:** And before we actually start, can we get a
- clarification, if you don't mind me asking, the June meeting, do we have a date on
- the June meeting?
- 15 **SECRETARY FREY:** Yes. We have had -- there's a conflict, and I think we've
- talked to most of y'all, but to move it potentially to June 17<sup>th</sup>, which is a Friday. I
- think that's going to be the week of SEARUC but after SEARUC, there's a lot of
- other stuff at the end of the month that's come up, so 17<sup>th</sup>.
- 19 **CHAIRMAN BOISSIERE:** Okay. We'll make the formal announcement in just
- a few days or a day or two.
- 21 **SECRETARY FREY:** Yes, yes, yes.
- 22 **CHAIRMAN BOISSIERE:** So everybody look forward to paying attention to
- 23 any changes on that in the next few days. Just bring it to your attention before we

1 -- June will be here before we realize it. All right. Anyone else before we start? 2 All right. Let's get started with our docket. 3 MS. BOWMAN: Good morning, Commissioners. We have twelve agenda items 4 today and just went over all of the announcements, so we're moving to Exhibit 5 Number 2, which is Docket Number T-36184. This is a Louisiana Public Service 6 Commission versus Supermovers on an alleged violation of Louisiana Revised 7 Statute 45:161 through 180.1, by operating intrastate without LPSC authority; by 8 engaging in activities related to moving household goods prior to complying with 9 the requirements of Revised Statute 45:164 (E) and General Order dated March 16, 10 2021; for failure to comply with the requirements of General Order dated April 3, 11 2008 as amended; and contempt of Commission Order Number T-34258. This is a 12 discussion and possible vote on an ALJ recommendation. In this proceeding, 13 Commission Staff alleged that Supermovers violated Louisiana Revised Statutes, 14 Commission General Orders and was in contempt of Order Number T-34258 by 15 advertising ads and conducting household goods moves without the Commission's authority and by failing to pay a citation fee ordered in Order Number T-34258. 16 17 According to the testimony of Transportation Administrator Tammy Burl and Enforcement Agent Derenda Geter on October 23, 2021, Supermovers performed 18 19 a household goods move between West Monroe, Louisiana and Bossier City, 20 Louisiana on behalf of the complainant. The Commission Staff recommended that 21 Supermovers be ordered to refund the complainant the full amount that she paid for 22 the move, on the grounds that the carrier should not benefit from providing services it had no authority to provide. The Commission's orders governing household 23

- 1 goods carriers have no provisions allowing the Commission to order a refund to
- 2 customers. Therefore, the administrative law judge concluded that ordering
- 3 Supermovers to issue a refund to the complainant was not appropriate in this case.
- 4 Based on the evidence and testimony presented at the hearing, the ALJ
- 5 recommended that: 1) Supermovers be found guilty of violating the Commission's
- 6 General Order dated March 16, 2021 and Louisiana Revised Statute 45:164 (E) by
- 7 engaging in activities related to moving household goods prior to complying with
- 8 the requirements of the statutes in Commission's General Order; 2) That
- 9 Supermovers be found guilty of violating the Commission's General Order dated
- 10 April 3, 2008 by failing to include a Louisiana Public Service Commission
- certificate number in all advertising; 3) That a fine of \$2,500 and a citation fee of
- 12 \$25 be imposed upon Supermovers for its violation of Louisiana Revised Statute
- 13 45:164 (E)(1), and Commission General Order dated March 16, 2021 and
- 14 Commission's General Order dated April 3, 2008, and that those amounts must be
- paid to the Commission in certified funds within 30 days of issuance of an order;
- and 4) That Supermovers be found to be in contempt of Commission Order Number
- 17 T-34258, and that a fine of \$2,000 is hereby imposed on Supermovers and that this
- amount must be paid to the Commission in certified funds within 30 days of the
- date of the issuance of this order.
- 20 **COMMISSIONER SKRMETTA:** Move to accept Staff recommendation.
- 21 **COMMISSIONER CAMPBELL:** Hold up.
- 22 MS. BOWMAN: Yes, sir.
- 23 **CHAIRMAN BOISSIERE:** Commissioner Campbell.

- 1 **COMMISSIONER CAMPBELL:** I'm sorry. This is in my area and --
- 2 **CHAIRMAN BOISSIERE:** You have the mic, Commissioner.
- 3 **COMMISSIONER CAMPBELL:** Let me ask you about this deal. You charged
- 4 them \$2,500 fine plus a \$2,000, another deal for contempt?
- 5 **MS. BOWMAN:** Yes, sir.
- 6 **COMMISSIONER CAMPBELL:** \$4,500?
- 7 **MS. BOWMAN:** That is what the Staff recommended and the ALJ agreed.
- 8 **COMMISSIONER CAMPBELL:** Yeah, I don't agree. That's \$4,500. You
- 9 know about this account? You know about this?
- 10 **MS. BOWMAN:** I know a little bit. I know Ms. Burl is here.
- 11 **COMMISSIONER CAMPBELL:** Who handled it? Who handled this deal?
- 12 **MS. TAMMY BURL:** Good morning, Commissioner. Tammy Burl on behalf of
- 13 Commission Staff. So it was myself and our new Staff attorney, Tanika Starks, that
- 14 handled this case.
- 15 **COMMISSIONER CAMPBELL:** Tell me about it. The fellow moved a house
- 16 -- moved somebody from Monroe to Bossier City and he didn't have -- he didn't
- have a license or what was the deal?
- 18 **MS. BURL:** That's correct, Commissioner. He did not have authority to transport
- 19 household goods for consumers in Louisiana.
- 20 **COMMISSIONER CAMPBELL:** And so -- and the lady complained that he
- 21 moved the house?
- 22 **MS. BURL:** Her complaint, initially, was that the mover came in and they quoted
- her one price, they moved her goods and did a lot of damage to her goods.

- **COMMISSIONER CAMPBELL:** Okay.
- **MS. BURL:** And they came to us and filed the complaint. We investigated. The
- 3 company did not have authority to move household goods in the state, so that's
- 4 when we proceeded to the citation. This was the second offense of Supermovers.
- 5 It's not their first.
- **COMMISSIONER CAMPBELL:** Okay.
- **MS. BURL:** It is their second.
- **COMMISSIONER CAMPBELL:** Yeah. Well, did the -- do these people have
- 9 any authority with us at all?
- **MS. BURL:** No, sir.
- **COMMISSIONER CAMPBELL:** Okay.
- **MS. BURL:** The owner of the company, at one time, did have three previous
- moving companies that he cancelled.
- **COMMISSIONER CAMPBELL:** Okay.
- **MS. BURL:** And he did not come back and get authority again.
- **COMMISSIONER CAMPBELL:** Okay. I understand. I just -- \$4,500 is a lot
- of money, but I understand, no problem.
- **COMMISSIONER FRANCIS:** Ms. Burl, who was the ALJ on this job?
- **MS. BURL:** Judge Guillot.
- **COMMISSIONER FRANCIS:** Say again.
- **MS. BURL:** Judge Guillot.

- 1 **COMMISSIONER FRANCIS:** Okay. And this -- these charges, these fines,
- 2 they're pretty well, you know, that's not the first time we've done this to someone,
- 3 when you came up with these figures; is that right?
- 4 **MS. BURL:** That's correct.
- 5 **COMMISSIONER FRANCIS:** All right. Thank you.
- 6 **COMMISSIONER GREENE:** I'll second Commissioner Skrmetta's motion.
- 7 **CHAIRMAN BOISSIERE:** We have a motion by Commissioner Skrmetta, a
- 8 second by Commissioner Greene. Any opposition? [NONE HEARD] Hearing
- 9 none, the order passes. Next one, please.
- 10 MS. BOWMAN: Exhibit Number 3 is Docket Number T-36197. It's the
- 11 Commission versus Southern Soil Environmental and it's an alleged violation of
- Revised Statute 45:161 through 180.1, by operating beyond the scope of authority
- in Common Carrier Certificate Number 8120 on 95 counts occurring on or about
- 14 February 3, 2020 through February 10, 2020. It's a discussion and possible vote
- pursuant to Rule 57 on an affidavit and stipulation executed by the carrier. This is
- a proposed settlement between Southern Soil and the Commission Staff for
- 17 Southern Soil's violation of the Commission's rules and regulations relative to
- 18 operating within the scope of its authority in Common Carrier Certificate Number
- 19 8120. As a result of a manifest audit submitted to Staff by the Office of
- 20 Conservation of the Louisiana Department of Natural Resources, Staff issued a
- 21 citation to Southern Soil alleging that the carrier had violated Revised Statutes by
- operating beyond the scope of its authority on 95 counts occurring on or about
- February 3, 2020 and through February 10, 2020. In response to the citation, the

1 president of Southern Soil signed an affidavit and stipulation admitting to violating 2 the revised statutes by operating beyond the scope of its authority. In the affidavit 3 and stipulation, the president agreed to the imposition of a fine of \$25,000 with 4 conditions summarized as follows: The Southern Soils has to obtain a common 5 carrier certificate from the Commission to transport non-hazardous oilfield waste 6 for disposal intrastate. That the company needs to implement changes to the 7 corporate training policy to include an orientation on Commission related statutes, 8 rules, and orders under its appointment and thereafter on an annual basis; and then 9 that the company needs to remit all payments due and submit this executed affidavit 10 and stipulation with the payment and citation fee by April 13, 2020. Additionally, 11 the president agreed that the affidavit and stipulation is to be a global settlement 12 between Commission Staff and Southern Soil on any and all violations of 13 transporting non-hazardous oilfield waste without authority occurring before 14 November 24, 2021. Staff recommends that the Commission: 1) Exercise its 15 original and primary jurisdiction under Rule 57 to consider the affidavit and 16 stipulation; and 2) Accept the affidavit and stipulation executed on April 11, 2022 17 for fines and fees totaling \$25,025.

- 18 **COMMISSIONER GREENE:** I motion to take the item up under Item 57.
- 19 **COMMISSIONER SKRMETTA:** Second.
- 20 **CHAIRMAN BOISSIERE:** Moved by Commissioner Greene, seconded by
- 21 Commissioner Skrmetta to take the item up under Rule 57. Let me ask
- 22 Commissioner Campbell -- you have the --

- 1 **COMMISSIONER CAMPBELL:** I make a motion that we accept the Staff
- 2 recommendation.
- 3 **COMMISSIONER FRANCIS:** Second.
- 4 **CHAIRMAN BOISSIERE:** Moved by Commissioner Campbell, seconded by
- 5 Commissioner Francis that we accept Staff recommendation. Any opposition?
- 6 [NONE HEARD] Next item, please.
- 7 MS. BOWMAN: Exhibit Number 4 is Docket Number R-34758. This is the
- 8 Commission's timely disclosure of facts and notices regarding such matters as
- 9 MaxGen alerts to Commission and Commissioners and related matters. It's a
- 10 discussion and possible vote on Staff recommendation associated with the
- investigation into transmission and generation issues occurring during the February
- 12 2021 Winter Storm. This was Exhibit 17 on January 25, 2022 B&E and Mr.
- 13 Zimmering, I believe, is going to give the report.
- 14 **MR. PAUL ZIMMERING:** Good morning, Commissioners. Paul Zimmering on
- behalf of the Commission Staff. This matter came before the Commission several
- months ago and about 150 page report was submitted to the Commission regarding
- 17 the results of the investigation into the winter storms of -- in February of 2021, there
- was a series of recommendations that were attached that the Staff had come up with.
- 19 I believe it was Commissioner Greene who recommended that those -- that the
- 20 Commission take no action at the January meeting, that those recommendations
- simply be passed by all of the intervenors in the case and see if there were objections
- or comments. There were two opportunities for comments by the intervenors. Staff

1 took into consideration what they said, modified some of the recommendations and 2 these recommendations are simply before you now for adoption. 3 **MS. BOWMAN:** And I can summarize the recommendations if that would be 4 helpful. Staff's recommendations were filed into the docket on April 18, 2022, 5 which are summarized as follows: The Commission should formally adopt 6 communication protocols to be effective during and after the declaration of 7 emergency events requiring MISO, SPP, and Commission jurisdictional utilities, 8 including cooperatives, to timely communicate information regarding an 9 emergency event. IPPs, merchant generators, co-generators, power districts and 10 municipalities that own generation shall be requested to provide similar 11 information; 2) All LPSC jurisdictional electric utilities should submit 12 winterization reports to the Commission on all current and ongoing winterization 13 efforts to their generation fleets, transmission systems and/or distribution networks 14 by August 1, 2022 and annually thereafter; and 3) that the Commission and Staff 15 should continue to participate in the evaluation of transmission solutions to expand 16 the RDT north/south transmission constraint and Staff recommends that the 17 Commission accept Staff's recommendation filed into the record on April 18, 2022. 18 And I have a motion by Commissioner Greene. Would you like me to read that? 19 **COMMISSIONER GREENE:** Yes, please. 20 **MS. BOWMAN:** Commissioner Greene moves to adopt Staff's recommendations 21 with the technical/clean-up amendments as follows: 1) The last sentence of the first 22 partial paragraph on Page 23 of the original recommendation should be deleted and 23 replaced with the following: "This information may be designated by the producing

- 1 party as confidential information and provided on a confidential basis pursuant to
- 2 Commission Rule 12.1 if such confidential treatment is warranted."; 2)
- 3 Immediately after that sentence, the following sentence shall be inserted as a
- 4 separate paragraph. "To the extent non-jurisdictional IPPs, merchant generators,
- 5 co-generators, power districts and municipalities that own generation are
- 6 referenced in the information reporting provisions herein, such provisions are
- 7 intended as voluntary and are not a mandate."
- 8 **COMMISSIONER GREENE:** Yes, thank you. That's my motion with the
- 9 amendment.
- 10 **CHAIRMAN BOISSIERE:** I'll second. So we have a motion by Commissioner
- Greene, second by the chair. Any opposition? [NONE HEARD] Hearing none, it
- passes. Next item.
- 13 **COMMISSIONER GREENE:** Thank you for all y'all's work on that. That's --
- 14 hopefully, we will have different mistakes next time but we won't have the same
- ones.
- 16 **MR. ZIMMERING:** That's the goal, Commissioner. Thank you.
- 17 **MS. BOWMAN:** Exhibit Number 5 is Docket Number R-36227. It's the
- 18 Commission's assessment of Louisiana's current electric utility infrastructure for
- 19 resilience and hardening for future storm events. It's a discussion and possible vote
- 20 to hire an engineering consultant, and this was Exhibit 4 on last month's agenda.
- 21 This docket was initiated by a Commission directive to assess the current electric
- 22 utility infrastructure in Louisiana and propose a plan of resiliency and hardening
- 23 for Louisiana's electric grid. At the March B&E, the Commission directed Staff to

- 1 issue the RFP seeking an engineering consultant. Based upon this directive, Staff
- 2 issued RFP 22-2 (REVISED) on April 4<sup>th</sup> seeking qualified consultants and we
- 3 received three qualifying bids. The first is from Critical Technologies Consulting
- 4 of \$276,430 in fees and 14,000 in expenses for a total budget not to exceed of
- 5 \$290,430. The second is from CSRS of 318,950 in fees and 12,000 in expenses for
- a total budget not to exceed of \$330,950. And the third is from Linfield, Hunter,
- 7 and Junius of 498,740 in fees and 0 in expenses for a total budget not to exceed of
- 8 \$498,740, and Staff makes no recommendation as all three bidders are qualified.
- 9 **COMMISSIONER SKRMETTA:** Move to accept the low bid of CTC for
- 10 \$290,430.
- 11 **COMMISSIONER CAMPBELL:** I want to make a substitute motion, to -- is it
- 12 B or Number 2, which one is it?
- 13 **COMMISSIONER GREENE:** Middle bid.
- 14 **COMMISSIONER CAMPBELL:** B?
- 15 **COMMISSIONER GREENE:** Yes.
- 16 **COMMISSIONER CAMPBELL:** That we accept the bid of Number B, for
- 17 300,000.
- 18 **CHAIRMAN BOISSIERE:** CSRS.
- 19 **COMMISSIONER CAMPBELL:** CSRS, what -- how much money?
- 20 MS. BOWMAN: CSRS --
- 21 **COMMISSIONER CAMPBELL:** It's not in my book, that's why I'm --
- 22 MS. BOWMAN: Oh, I apologize, CSRS for \$318,950 in fees and 12,000 in
- expenses for a total budget not to exceed of \$330,950.

- **COMMISSIONER CAMPBELL:** That's the motion.
- **COMMISSIONER GREENE:** I second it.
- **CHAIRMAN BOISSIERE:** Okay. Commissioner Skrmetta, you made a motion
- 4 as well, right?
- **COMMISSIONER SKRMETTA:** I did. For the low bid of CTC for \$290,403.
- **CHAIRMAN BOISSIERE:** Do I hear a second? [NONE HEARD] Okay. All
- 7 right. So no second on low bid. Do we -- what do we have a substitute motion or
- 8 a second bid?
- **MS. BOWMAN:** Second bid.
- **SECRETARY FREY:** A second bid.
- **CHAIRMAN BOISSIERE:** Second --
- **SECRETARY FREY:** The first motion didn't have a second, so that failed. So
- rather than a substitute motion, this will just be another motion on the table.
- **CHAIRMAN BOISSIERE:** Okay. So who made -- who's made the motion?
- 15 Commissioner Campbell?
- **SECRETARY FREY:** Commissioner Campbell.
- **CHAIRMAN BOISSIERE:** Commissioner Campbell moved for B or CSRS.
- **MS. BOWMAN:** Correct.
- **CHAIRMAN BOISSIERE:** And was that seconded?
- **COMMISSIONER GREENE:** I seconded it.
- **CHAIRMAN BOISSIERE:** Seconded by Commissioner Greene. Any
- 22 opposition?
- **COMMISSIONER SKRMETTA:** Yes.

- 1 **CHAIRMAN BOISSIERE:** Roll call.
- 2 **COMMISSIONER FRANCIS:** Do we get any discussion on it?
- 3 **CHAIRMAN BOISSIERE:** We can, sure.
- 4 **COMMISSIONER FRANCIS:** Huh?
- 5 **CHAIRMAN BOISSIERE:** Yeah, would you like to make a comment?
- 6 **COMMISSIONER FRANCIS:** Yeah, I want to vote -- I'm going to support my
- 7 Commissioner friend, Campbell, but I want to make a note that he's usually pushing
- 8 for low bid and he's not doing low bid on this one, but I'm not either. We're
- 9 together on that one. That's all.
- 10 **CHAIRMAN BOISSIERE:** Well, I'd like to make a comment, too, that's an
- incredible show of cooperation that we welcome here at the Commission as often
- 12 as possible. Likewise, the comment I would like to make, if you don't mind me
- adding is that we -- this is something very new and interesting so I just want to
- make sure we're doing it the right way for the right reasons. So at this point, we're
- doing roll call vote. Wait, wait, wait.
- 16 **COMMISSIONER SKRMETTA:** Make a comment, too.
- 17 **CHAIRMAN BOISSIERE:** Okay, okay.
- 18 **COMMISSIONER CAMPBELL:** I do too.
- 19 **CHAIRMAN BOISSIERE:** Well, Commissioner Campbell, go right ahead.
- 20 **COMMISSIONER CAMPBELL:** How much money difference is it? Just --
- 21 **CHAIRMAN BOISSIERE:** By the way, Commissioner Campbell doesn't have
- 22 this in his notes, could somebody get him a sheet?

- 1 **COMMISSIONER CAMPBELL:** I don't have it in my notes, so anyway. How
- 2 much is the difference between the low and this?
- 3 **COMMISSIONER GREENE:** \$40,000.
- 4 **SECRETARY FREY:** About 40,000.
- 5 **MS. BOWMAN:** It's about \$40,000.
- 6 **COMMISSIONER CAMPBELL:** That's why I was trying to say, it's \$40,000.
- 7 I think the company's more qualified.
- 8 **MS. BOWMAN:** Can you pull your mic closer, please, Commissioner?
- 9 **COMMISSIONER CAMPBELL:** The only difference is \$40,000, which is a lot
- of money, I know that, but this is a big job and I think the other people are more
- qualified so that's why -- that's why I'm choosing this company.
- 12 **CHAIRMAN BOISSIERE:** Commissioner Skrmetta.
- 13 **COMMISSIONER SKRMETTA:** Yeah. I made some written comments --
- 14 **MS. BOWMAN:** Commissioner, your mic.
- 15 **COMMISSIONER SKRMETTA:** I'm sorry, let me pull it a little closer, hang on
- 16 a second.
- 17 **MS. BOWMAN:** Thank you.
- 18 **COMMISSIONER SKRMETTA:** How's now? Is that better? Is that okay? All
- 19 right. I made written comments at the last meeting and I'm going to go still
- 20 resubmit them instead of going through them again. Also, giving them the
- 21 opportunity, the CSRS, to resubmit their bid when they overbid this bid last month
- by nearly a million dollars more than what they did now, I think is just wrong.
- 23 Secondly, CTC currently does work for a number of other state public service

- 1 commissions where CSRS does not and the experience lies with CTC as the low
- 2 bidder. They work with, I believe, the state of Mississippi as well as other
- 3 commissions that we already know. So I do think that the vast layer of experience
- 4 for working with public service commissions lies with the low bid and that's a -- a
- 5 primary reason. Then the second reason is, I think it's wrong for the Commission
- 6 to engineer a -- pardon the pun, a secondary opportunity to -- and bite at the apple
- 7 to allow someone to rebid an issue in order for them to try to come closer into a sort
- 8 of plenary acceptance potential for getting their contract, so for that reasons, I'm
- 9 sticking with my general feeling about going with the low bid.
- 10 **CHAIRMAN BOISSIERE:** Thank you, Commissioner Skrmetta. Anyone else?
- 11 Okay.
- 12 **COMMISSIONER CAMPBELL:** Roll call.
- 13 **CHAIRMAN BOISSIERE:** Yeah, we haven't finished roll call yet. Can we start
- 14 over. Commissioner Francis.
- 15 **COMMISSIONER FRANCIS:** I'm voting in favor of Commissioner Campbell
- 16 ---
- 17 **MS. BOWMAN:** So the --
- 18 **CHAIRMAN BOISSIERE:** Commissioner Francis vote yes.
- 19 **COMMISSIONER FRANCIS:** Yes.
- 20 **CHAIRMAN BOISSIERE:** Commissioner Campbell.
- 21 **COMMISSIONER CAMPBELL:** Yes.
- 22 **CHAIRMAN BOISSIERE:** Commissioner Greene.
- 23 **COMMISSIONER GREENE:** Yes.

- 1 **CHAIRMAN BOISSIERE:** Commissioner Skrmetta.
- 2 **COMMISSIONER SKRMETTA:** No.
- 3 **CHAIRMAN BOISSIERE:** Chair votes yes. Thank you. Next item, please.
- 4 **MS. BOWMAN:** Exhibit Number 6 is Docket Number S-35745. It's Northeast
- 5 Louisiana Power Cooperative and Volt Broadband's petition for approval of a letter
- of non-opposition to borrow funds to construct broadband system. It's a discussion
- 7 and possible vote on Staff's report and recommendation. On October 1, 2020,
- 8 Northeast filed a petition for approval of a letter of non-opposition from the
- 9 Commission allowing NELPCO to issue debt to finance a three-year build out of a
- 10 Fiber-to-the-Home and Fixed Wireless Application broadband infrastructure, with
- an anticipated cost of \$53.6 million. Staff conducted a complete review of
- 12 NELPCO's initial request and on October 13, 2020, filed its report and
- 13 recommendation recommending to the Commission that NELPCO be granted the
- letter of non-opposition subject to conditions. The matter was considered by the
- 15 Commission at its October 13, 2020 Business and Executive Session and Order
- Number S-35745 reflects the Commission's vote granting this initial request. On
- 17 February 1, 2022, NELPCO and Volt, a newly formed subsidiary of NELPCO, filed
- 18 a petition for approval of a letter of non-opposition to borrow funds to construct the
- 19 broadband system requesting a modification to the terms of the Order Number S-
- 20 35745. Notice of the petition was published in the Commission's Official Bulletin
- and there were no interventions received. The present requests reflects material
- changes in circumstances since issuing order S-35745. NELPCO won only a small
- 23 percentage of the territory they intended to serve in the RDOF auction and in

| 1  | response, NELPCO is requesting to partner with Conexon Connect, the winner of          |
|----|--|
| 2  | the remaining blocks in NELPCO's territory. Conexon has offered to build a fully       |
| 3  | Fiber-to-the-Home broadband system for a cost of \$45 million. The initial request,    |
| 4  | as approved, anticipated a cost of \$53 million to build a combination of Fiber-to-    |
| 5  | the-Home and Fixed-Wireless-Application system. In addition to providing a more        |
| 6  | secure system at a lower price point, Conexon would provide back office services       |
| 7  | to Volt, as well as regulatory and tax compliance services for a period of 10 years    |
| 8  | at no additional cost. Conexon has also proposed a buyback option where Volt           |
| 9  | could sell the broadband system assets to Conexon at the cost of construction minus    |
| 10 | federal funds secured, should Volt so choose. The option to sell to Conexon would      |
| 11 | be valid for 90 days prior to the completion of the construction. As customers will    |
| 12 | be brought online during the construction phase, Volt should have a reasonable         |
| 13 | understanding of the take rate and their projected number of customers prior to the    |
| 14 | 90 period. In addition, Conexon proposes to lease two strands of fiber optic cable     |
| 15 | from Volt, for a period of eight years, in order to serve its own customers outside    |
| 16 | of NELPCO's service territory, producing additional guaranteed revenues for Volt.      |
| 17 | Because of the creation of Volt and the adaption of the infrastructure buildout plans, |
| 18 | CoBank, which is NELPCO and Volt's lender, has modified the borrowing                  |
| 19 | arrangement initially anticipated and approved. According to the new arrangement,      |
| 20 | Volt will be the borrower and, therefore, primarily liable for the construction loan   |
| 21 | and operational letter of credit from CoBank. NELPCO will be the guarantor, and        |
| 22 | therefore, indirectly liable on such instruments. This represents a change from the    |
| 23 | initial request wherein NELPCO was the borrower and primarily liable. Staff            |

- 1 recommends that the Commission grant NELPCO's petition and express its non-
- 2 opposition to the proposed financing and securitization, subject to the conditions
- 3 set forth in attached Staff's report and recommendation which was filed on April
- 4 25, 2022.
- 5 **COMMISSIONER CAMPBELL:** This is -- I don't -- maybe it's a little big to
- 6 say history is being made, but it is.
- 7 **MS. BOWMAN:** Commissioner, your mic, please.
- 8 **COMMISSIONER CAMPBELL:** Okay.
- 9 **MS. BOWMAN:** Thank you.
- 10 **COMMISSIONER CAMPBELL:** This is first co-op in the state of Louisiana to
- get in the broadband business. I have really gone over these papers and met with
- people and met and met and double checked and done everything I can do to talk
- to these people, this is Northeast Rural Electric Co-op up in Winnsboro. They've
- 14 got about five parishes in northeast part. They're working together with Conexon.
- 15 I've checked out Conexon. Luke's checked them out. Yesterday, we had a meeting
- in Shreveport in my office and Mr. Post, you might remember -- Mr. Post was the
- 17 head of CenturyTel -- CenturyLink, the chairman of the board in Louisiana -- in
- 18 United States. He was somewhat skeptical of this arrangement. I asked him for a
- 19 favor since he knew more about the broadband business than anybody that I knew
- of. He knew how to run a billion dollar business up there. He called several of
- 21 these co-ops where they have this operation going and much to his surprise, he at
- 22 first told me it wasn't going to work, Fiber-to-the-Home. He called me back, now
- 23 this is the chairman of the board of CenturyLink in United States, he calls me back

- -- and he lives up in Union Parish -- he said I was wrong, this deal's going to work.
- 2 So that helped me a lot. Luke did a good job. The head of the Northeast Co-op,
- 3 he's not here today, huh? Come on up here, Jeff.
- 4 **MS. BOWMAN:** And Luke, just introduce yourself, please, and Jeff, introduce
- 5 yourself, please, on the record.
- 6 **COMMISSIONER CAMPBELL:** I didn't see you back there. I'm sorry. Jeff
- 7 Churchwell is the director/manager of the co-op in Northeast. Saying this, I've
- 8 spent a lot of time on this and worked with Luke very, very closely. I worked with
- 9 Kathryn King very closely; she represents Conexon. At first, I was very, very
- skeptical, but I have done a lot of work. My office has. I've been in contact with
- 11 a lot of people, and the icing on the cake was I asked the man who lives in
- 12 Farmerville, who was the Chairman of the Board of CenturyLink, CenturyTel in
- the United States, to come look at this. And at first he was very skeptical and then
- 14 he became -- he said it'll work. So I'm satisfied that this deal we've had with
- 15 Northeast will work. I'm for this. We're all for getting rural electric -- I mean
- broadband in the rural areas of Louisiana. Everybody up here is for this. I think
- 17 this is the first co-op to do it. I think co-ops are a great place to start because they
- 18 already have lines to every home and they're working with them. And the good
- thing about this, they're going to put fiber to the home for about \$59 a month, 59,
- and that's what we all talked about, how do you get this where it's -- where people
- 21 can afford it. And if you want the Cadillac kind, it costs a little bit more, but -- so
- anyway, I'm all for this. I talked to Brandon about it, we talked about it. I think
- 23 these people are for real and I think that Claiborne Electric will be next, and I hope

- 1 that Concordia Electric down in Jonesville will be the next. I think this is the way
- 2 for the co-ops to go. And I think these people, they've got all the RDOF people,
- 3 these are the people who got the funds, they have millions of dollars from the
- 4 federal government, and my due diligence, if you borrow the word, not being
- 5 bragging, but the -- what our Staff could do and what I've done and asked you all
- 6 the hard questions I could ask, I think this is the real deal. Luke was their lawyer,
- 7 you can go ahead and explain the situation and tell them where we are.
- 8 MR. LUKE PIONTEK: Sure thing. Thank you, Commissioner Campbell,
- 9 Chairman Boissiere, Commissioners, good morning. My name's Luke Piontek. I
- 10 represent Northeast Louisiana Power Co-op. With me today is Jeff Churchwell,
- 11 general manager of Northeast. I also represent Volt Broadband, who is the wholly
- 12 owned subsidiary of Northeast that's going to build the broadband system. The
- 13 Commission approved our first letter of non-opposition back in October 2020 so
- that we could bid into the RDOF, the Rural Digital Opportunity Fund Auction, that
- the FCC had. We bid into that, we did not win as much as we had hoped. We won
- about \$1.2 million in the RDOF auction. Conexon won a lot of the census block
- groups in our territory; they won a bunch of money.
- 18 **COMMISSIONER CAMPBELL:** How much did they win?
- 19 **MR. PIONTEK:** They won, statewide, about 108 million.
- 20 **COMMISSIONER CAMPBELL:** Okay.
- 21 **MR. PIONTEK:** How much of that is in our territory, I'm not sure, but they bid
- 22 a lot of areas in north Louisiana, they won 108. And Commissioner Francis, to
- 23 answer your question, we started receiving the RDOF funds in January. So they

| 1  | give it out at equal amounts every month for 10 years, so 1.2 million over 10 years    |
|----|--|
| 2  | we're getting about 10,000 a month, we started getting that in January, so we've       |
| 3  | gotten about four payments so far. And we're putting that to use with make ready       |
| 4  | engineering, make ready construction, stuff like that, which is going on right now     |
| 5  | We're studying the poles, whether we need new poles, whether we need to                |
| 6  | rearrange attachments, that kind of thing, we're doing that right now, so it's ir      |
| 7  | design right now. The reason we filed this notice filing is because the original       |
| 8  | approval was for a \$54 million system that we were going to build with National       |
| 9  | Rural Telecommunications Cooperative and it was going to take five years and had       |
| 10 | some other features that have changed now because once we got to the auction, we       |
| 11 | had to decide, well, we only won 1.2 million, are we still going to do this, is this   |
| 12 | still a good idea? So we scrubbed it down with NRTC. We had Miers Group come           |
| 13 | to us, which is a big company that builds utility systems all over the country, they   |
| 14 | proposed to build it for us. And then Conexon also came to us and proposed to          |
| 15 | build it, so we had three people basically competing to build this system for us. So   |
| 16 | we made each one of them sharpen their pencils and sharpen their pencils and           |
| 17 | sharpen their pencils, and Conexon came up with just the best deal in our opinion      |
| 18 | They've lowered it from 54 million, that was NRTC's estimate. Conexon's going          |
| 19 | to build it turnkey not to exceed 45 million. So if it goes over 45 million, that's or |
| 20 | them, not on us. They're going to build it in two years, not five, and the reason for  |
| 21 | that speed is because they have a unique means of designing a system, they called      |
| 22 | it distributed tap architecture, don't ask me what that means technically, but it's a  |
| 23 | design where they can design it much faster than other companies that build these      |

- systems, so their design is much more advanced. They're going to put it to -- make
- 2 it available to everyone, of Northeast members, 11,500 members in two years, so
- 3 we'll be done -- we expect to break ground next month or June.
- 4 **MR. JEFF CHURCHWELL:** Next month is when we expect to break ground.
- 5 **MR. PIONTEK:** So it's going to be done in about two years from next month.
- 6 We're going to start hooking up customers as we construct. We're not going to
- 7 build the whole thing and then sign up the first customer. We're going to hook up
- 8 people as we build it out. After two years, when the construction's complete, this
- 9 is another important feature of this new deal is that we have a buy-back option from
- 10 Conexon. Within 90 days after construction's complete, Volt and Northeast can
- say we don't want this anymore, Conexon will buy it from us and they'll pay us the
- 12 full construction cost and buy the system from us.
- 13 **COMMISSIONER CAMPBELL:** And I've checked their credit out. Brandon
- and I -- I've checked their credit, they can pay their bills.
- 15 **MR. PIONTEK:** Yeah. And one of the things that they can do that to fund that is
- some of the RDOF funding because we'll be supplying areas that they won in
- 17 RDOF and they can tell the FCC we're partnering with Northeast and Volt, so we're
- 18 serving this area that we won in the auction, so that kind of frees up some money
- 19 for them to build elsewhere and/or to buy the system back from us after two years.
- 20 So we agree, we think they're financially sound and able to do that and it leverages
- out almost as much risk as you can on this deal because if we don't like it after two
- years, we'll know what our take rate will look like, we'll have a good idea at the
- 23 end of two years and we'll sign up people as we go. If the take rate's too low and

1 it's not working, we'll sell it to them and they'll buy it from us and they'll run it. 2 So those are the main features. Another reason we did this is that about a third of 3 Northeast's members are in non-RDOF areas. So if we didn't do this at all and 4 Conexon just built in the areas they won, about a third of our members may not get 5 internet because they're in non-RDOF areas. Conexon may get them eventually 6 but they won't get it any time soon, and that's a big chunk, a third of our members. 7 So we decided to do this deal with Conexon, they have a bunch of experience in 8 building these systems all over the country. They build I don't know how many 9 thousands of miles per week for co-ops around the country. Jeff went and visited 10 a couple of co-ops in Mississippi and Missouri where Conexon has built their 11 system and those co-ops were very pleased with it and pleased with the take rate 12 and the performance of Conexon. So with all that said, these are sort of some 13 material changes from what the Commission originally approved, so we filed a 14 notice filing asking you guys to reaffirm that we're still good to go. And our lender, 15 CoBank, wants to loan us the 45 million to build the system. They would like the 16 assurance that everything is still good to go as well. So that's it in a nutshell, and 17 I'm happy to answer any questions you have. 18 **COMMISSIONER CAMPBELL:** Mr. Churchwell, what do you have to say? 19 MR. CHURCHWELL: Well, first of all, I just want to thank you guys for taking 20 this matter up. We have -- we've been down a long road. Commissioner, I want 21 to thank you for the due diligence that you've had and your absolute involvement 22 as we've -- through every step. You know, I told you we were going to keep you 23 informed every step of the way through this and it's been a good experience and a

| 1  | great exercise because we have, as Luke said, our first out of the box quote from     |
|----|---|
| 2  | NRTC when we were looking at a full fiber deployment was 98 million. And Luke,        |
| 3  | when his high pitched squeal stopped because we were going to have to come to         |
| 4  | you guys for that, we said to them we've got to work this thing down, it's got to be  |
| 5  | something that's manageable. But when I approached our board, I have two of my        |
| 6  | board members here with me today, my president and vice president, you know,          |
| 7  | it's ultimately their decision. We'll chase general managers will chase the ball      |
| 8  | as far as they throw it, but they had to choose to throw the ball on this, and I take |
| 9  | my hat off to them because we look at northeast Louisiana as a dying area of our      |
| 10 | state. We have a lot of good things, just like Toledo Bend, we've got a lot of good   |
| 11 | things to offer in northeast Louisiana, too, but the biggest thing we have missing,   |
| 12 | especially in the rural area, is the ability to be connected to the world and we're   |
| 13 | excited about the opportunity to provide this service to our membership in            |
| 14 | Northeast Louisiana Power Co-op.  |
| 15 | COMMISSIONER CAMPBELL: You know what I'm surprised at, and I've                       |
| 16 | been down this road before, you think your take rate can be 60 percent. Mr. Post      |
| 17 | yesterday, I asked him, I thought that was ambitious, you know, and I asked him at    |
| 18 | CenturyTel, I said what do you think, you think 60 percent? He said I think it's      |
| 19 | entirely possible, and that's what you want to do. And we are making history today,   |
| 20 | this is the first time this has happened in Louisiana. And maybe the other co-ops,    |
| 21 | they'll I'm sure you'll help them if they're interested. I think this is the way to   |
| 22 | go. We spent a lot of time on it. Luke's done a great job, you've done a great job,   |
| 23 | and put it all out on the able. This is as Jethro would say, this is high ciphering   |

- 1 here. This is not something everybody just gets walking down the street. You had
- 2 to have a lot of help to explain it to a lot of people. And I've been very dubious of
- all this stuff from the very get-go, but I'm convinced today this is the right thing to
- 4 do and I hope the other co-ops of Louisiana will look at y'all's example and I hope
- 5 it works because we all hope people in rural Louisiana can be connected, especially
- 6 after this COVID deal. We all got a lesson there that they have -- you have to. Kids
- 7 are at home, businesses are shut down, this is like the telephone used to be in the
- 8 '20s or '30s, other than when I got phones at Mink, Louisiana back in 2020, they
- 9 never had a phone. Anyway, so I would like to make a -- move that we accept the
- 10 recommendation of the Commission Staff. And I'm glad to help you. Luke, again,
- I want to tell you what a fine job I think you did. You answered all my questions.
- 12 I'd call him up and say -- one thing I'd say, look, let's make sure this damn company
- can pay the bills. You say they can buy it, y'all go broke, what's the deal. I don't
- want to hear about another Cajun.
- 15 **CHAIRMAN BOISSIERE:** Cajun Electric.
- 16 **COMMISSIONER CAMPBELL:** Cajun Electric, right. You know, when they
- went broke and they owed the government \$4 billion, I've been down that
- 18 nightmare. But anyway, I've been assured these people can pay the money. Plus
- 19 they got all the RDOF funds, \$100 million, which helps. But anyway, I'd like to
- 20 make a motion that we accept Staff recommendation.
- 21 **COMMISSIONER GREENE:** Second.
- 22 **COMMISSIONER SKRMETTA:** And I have a comment.

- 1 CHIARMAN BOISSIERE: All right. We have -- yeah. We have --
- 2 Commissioner Campbell, are your comments complete?
- 3 **COMMISSIONER CAMPBELL:** Yeah.
- 4 **CHIARMAN BOISSIERE:** All right. Next, we have Commissioner Skrmetta.
- 5 **COMMISSIONER SKRMETTA:** In general, and I had a conversation with you
- 6 two gentlemen. You know, I support the general concept of this. But I've got some
- 7 concerns and maybe it's not going to fall on you, but the Staff ought to be listening
- 8 to this about what we ought to be looking down the road, since we're going to be
- 9 looking at other people. Number one, my major concern about any of this is risk.
- 10 It's not your risk, it's the risk for the ratepayers, okay. And number one is,
- Northeast Co-op is the ultimate guarantor of this money. Okay. Which means your
- 12 ratepayers are the ultimate guarantor. So if Conexco or whatever they are fail to do
- anything, your ratepayers are the ultimate guarantor of this money. I mean, that's
- 14 just the way it is. They've got an opportunity to buy it from you, this other company,
- but they can also choose not to buy it from you; is that correct?
- 16 **MR. PIONTEK:** No, Commissioner --
- 17 **COMMISSIONER SKRMETTA:** Are they forced to buy it from you?
- 18 **MR. PIONTEK:** It's at our discretion, they either have to buy it or lease it from
- 19 us for an equivalent amount. That's our --
- 20 **COMMISSIONER SKRMETTA:** Okay. Well, that's fine. The other question
- 21 is we had the discussion about -- and this is for Staff to look at, is that you've got
- 22 the potential of people going to take service, right, but right now no one has looked
- 23 at pre-contracting as a element of, you know, guaranteeing so much service to be

| 1  | taken, right. So right now it's about, you know, people are saying, oh, we want it.    |
|----|--|
| 2  | And I know they want it, but I think that as we look further down the road with        |
| 3  | other folks and I think as you look down, you may need to start doing this, but        |
| 4  | contracts of pledge, contracts of service, that pre-contracting to say when it comes,  |
| 5  | we will start paying you the \$59 a month and we will start doing this, I think is an  |
| 6  | important element for giving security to the members of the co-op that there's going   |
| 7  | to be the revenue stream to take care of this. Another element of this, when we're     |
| 8  | talking about y'all doing a \$45 million contract is, is this something that should be |
| 9  | limited to a board action or should this be a required confirmation vote of the        |
| 10 | members because for me, I believe the members are de facto shareholders, okay, in      |
| 11 | that the members should have a say so in something that is a magnitude purchase.       |
| 12 | They don't have to come and vote when you buy a new truck or stuff like that, we       |
| 13 | understand that. But when you're talking about stepping into the tens of millions      |
| 14 | of dollars, should there be a call for a confirmation vote of the board actions by the |
| 15 | members of the co-op so then later on there's not any hue and cry from the members     |
| 16 | that the board did something they shouldn't have done and the members confirm          |
| 17 | the actions of the board. And so that should be something that should be looked at,    |
| 18 | even for yourself, but right but for the future, that we should look at having a       |
| 19 | requirement vote for the members to ensure that this is actually what they want.       |
| 20 | Because we know what we think they want, but it's much easier to find out what         |
| 21 | the members really want when the members vote, okay. The other thing is, what's        |
| 22 | going to happen is this a bid to provide service or is this a bid to find a way for    |
| 23 | Northeast to make money, right, through its subsidiary and what happens to the         |
|    |  |

| money it makes as a subsidiary? Does it make a profit, does that profit transfer       |
|--|
| back to the ratepayers, do they get a benefit on reduction of their electricity rates? |
| And that comes into the next layer which is sort of this board confusion element.      |
| and we had a discussion about you'll have some members of an independent board         |
| but you'll have some members of the common board from, I think it's like four          |
| members from your Northeast board will be members of this new company board,           |
| and so what we want to make sure is that there's no board issue of paying board        |
| members more to be on the communications company board and shift revenue,              |
| which we've seen in some other companies and we want to makes sure we avoid            |
| that type of thing to where we provide the greatest value of benefits actually go      |
| back to the ultimate guarantor, which are the ratepayers of Northeast. So if there's   |
| value coming back, want to make sure that the bills are paid, but anything above       |
| the bills being paid ought to be going back to Northeast Co-op and, you know, that     |
| money should go back to help buffer and reduce the rates of electricity because if     |
| something went bad the other way, they sure would have to have their rates             |
| increased to cover the losses associated. So they should get the pendulum swings       |
| both ways and so that should be there. And I think that's really where I am on this    |
| I think that, you know, unfortunately the first guy out the gate gets to be the        |
| experiment. I certainly think we need to expand broadband services. You said           |
| you're going to do VoIP based telephone services, which is great. But ultimately       |
| it comes back to my first statement, which was risk. And like Commissioner             |
| Campbell said, nobody wants to see another, you know, Cajun, big Cajun failure.        |
| and what I want to make sure is, you know, your contract with Conexon is based         |

1 on the contract on the other side, on their potential. Because just because they have 2 to lease it from you or buy it from you, if they're not in a condition or something 3 goes wrong and they can't do it, you could ultimately still be holding the bag, right. 4 So then you're out looking for another suitor, right. So what we're trying to do is 5 -- and I think you can temper that by having a security of knowing how many people 6 are going to take the service. So that really comes down into this sort of pre-7 commitment of knowing what you're going to be able to sell. And I'm reluctant, 8 but I'm going to vote for this simply because I want to see the services provided, 9 but what I want to see is these things I've been talking about with the Staff listening 10 to this as we move forward with the co-ops and how they do this, to ultimately 11 remember that the co-ops are in the business of selling electricity, and there's a 12 certain sort of lure of other potential, but that money that's out there coming from 13 that ultimately has to find it way back to temper the cost of electricity because that's 14 where costs are going to rise and communication costs should not. So we want to 15 see where that really ends up and we want to look at that over the years as it 16 progresses, to see how that potential value comes back and helps the ratepayers. So 17 I'll be supporting it, but I do want to see how you can take from what I've told you 18 and it's not really anything you haven't heard me tell you before, but I would like 19 to see how we move forward from that to secure those, you know, belt and 20 suspenders approach to protecting ratepayers and still get you what you want. So 21 thank you. 22 **MR. PIONTEK:** Thank you, Commissioner. We're going to do all we can to

address your concerns and work with you on this.

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- 1 **COMMISSIONER SKRMETTA:** Thank you.
- 2 MR. CHURCHWELL: You want to -- we did cover some of those and --
- 3 **COMMISSIONER SKRMETTA:** Yeah.
- 4 MR. CHURCHWELL: And we're not -- I mean, we're, you know, obviously like 5 you said, Commissioner, we are the guinea pig and, you know, I guess that's 6 sometimes good and sometimes bad. We have covered some of the issues that you 7 -- the risk piece, we think that the buyback agreement is, you know, Luke did a 8 great job making sure that it's as ironclad as a lawyer can make it to, you know, 9 against another lawyer, so that mitigates the risk piece. The other issue that you 10 brought up was, you know, a vote of the membership. One of the things I'm going 11 to give credit to Commissioner Campbell for, and this was very early on, he said, 12 boy, you go out there and make sure they want to do this, you need to do a survey. 13 So we hired a very reputable gentleman out of Florida. He did a survey of our 14 membership, which is 400 respondents or responses, and it came back 15 overwhelming, 87 percent said that they would, you know, they would choose the 16 service if provided from the co-op versus a competing provider. But we, you know, 17 going to my board and the board members that now serve as managers on the Volt 18 Broadband group, they wanted to know even further. We said we need to know --19 our membership needs to know. We have a 5 percent quorum requirement in our 20 co-op that represents about 590 people. We send out ballots to all 11,000 residential 21 members, 11,500. We got 28 -- almost 2,900 responses back, 96 percent voted in 22 favor. And we spelled it out. And it was four simple questions, you know: Do you 23 want us to get into this? Are you for us borrowing \$54 million? And we had four

- 1 -- six times the number of requirement that would meet a quorum to respond. And
- 2 so we did that. I'm not saying it's the roadmap, as other co-ops may or may not
- 3 choose to do this, but I think we've laid the groundwork for how you can approach
- 4 it. I mean, obviously there's more than one way to skin a cat, but this is how we
- 5 chose to skin this cat. The other side, on the profit, it is a for profit. We do intend
- 6 to within the guise of the rules of non-profits, if we can get, you know, 15 percent
- 7 and we can draw that in against our revenue on the cooperative side, it will offset.
- 8 It will go to pay capital credits back, it'll go to, you know, improve life for the co-
- 9 op members. So ultimately, to keep our rates as low as they are each and every
- month, and we're very proud of how low our rates are to our members are now. So
- I hope that addresses some of the issues that you have and I do appreciate your
- 12 concerns.
- 13 **COMMISSIONER SKRMETTA:** Okay. Thank you.
- 14 **CHIARMAN BOISSIERE:** Thank you. Commissioner Francis.
- 15 **COMMISSIONER FRANCIS:** Mr. Churchwell, is your co-op's operated out of
- Winnsboro; is that the main office?
- 17 **MR. CHURCHWELL:** Yes, sir, Winnsboro, Louisiana.
- 18 **COMMISSIONER FRANCIS:** One of the things that's come up in the past was
- 19 compensation for board members on co-ops. Will your board members get an
- 20 increased compensation for taking on this extra work?
- 21 **MR. CHURCHWELL:** The board members that serve on the Volt board do
- receive a compensation for that, and the reason that is, Commissioner, is because
- 23 we're going to have at large board members, and so in order to get qualified board

- 1 members, we felt like it was important to pay a small amount. We talked about that
- 2 with Commissioner Campbell, and he informed my board president, Weldon Fitch,
- 3 he said, well, I know you got to pay them something to get them there, he said just
- 4 don't pay them too much. So it's a minimal amount of money that they receive to
- 5 be on that board.
- 6 **COMMISSIONER FRANCIS:** All right. Will you have a full-blow election for
- 7 those board members for this?
- 8 **MR. CHURCHWELL:** Absolutely. Those board members would go through the
- 9 same election. If they're voted off on the Northeast Louisiana Co-op Board then
- 10 those would be -- they would be removed from that, from that automatic seat.
- 11 **COMMISSIONER FRANCIS:** All right. One brief final -- most of your lines
- will be hung on the poles; is that right? Pole attachments?
- 13 **MR. CHURCHWELL:** Yes, sir. Yes, sir.
- 14 **COMMISSIONER FRANCIS:** Is there compensation, will they be paid, will the
- electric co-op be paid for rent on the pole attachments?
- 16 MR. CHURCHWELL: Yes, sir, absolutely. We're going to treat Volt
- Broadband, even though it's our wholly owned subsidiary, just like we would any
- other ISP that would come to us. So we're going to charge a pole attachment fee,
- 19 Northeast will charge its subsidiary.
- 20 **COMMISSIONER FRANCIS:** Because those poles belong to the co-op
- 21 members.
- 22 MR. CHURCHWELL: Yes, sir. .

- 1 **COMMISSIONER FRANCIS:** This is a revenue that goes back to -- from
- 2 broadband back to the electricity side of the business and we want to be real sure
- 3 that, in other co-ops as well as yours, that we should have a standard pole
- 4 attachment to cost and not be playing with the books on, well, we're going to give
- 5 a little fair deal here or there for some special reason because this is revenue back
- 6 to the ratepayers of the electricity because of what we're doing with broadband.
- 7 Okay. Thank you.
- 8 **MR. CHURCHWELL:** Thank you.
- 9 **CHIARMAN BOISSIERE:** I'll let Commissioner Campbell respond.
- 10 **COMMISSIONER CAMPBELL:** I want all of y'all to hear this. This is good
- medicine for all you utility providers. By the way, their rates this month is 8.8 cents
- 12 per kilowatt hour, and some of your boys' rates are not real close to that. Some of
- them are 12 cents per kilowatt hour, you know, so they're about 4 cents cheaper
- 14 than you guys. So think about that. They're running a real clean shop, and I
- appreciate you keeping the rates down. Another factor that we ought to realize, and
- 16 I don't -- and we're right here in north Louisiana. Central and north Louisiana,
- only 3 parishes out of 30 something parishes up here, half the state, didn't lose
- 18 population last year. This parish here lost population. Caddo Parish lost population.
- 19 Caldwell, everybody's losing population in north Louisiana. We don't have the
- 20 industry you have in south Louisiana. We're hurting up here and we need
- 21 everything possible to help us. So that's why it's so important that we have high-
- speed internet. We need it more than anybody. And they're in the poorest part of
- 23 the state. And to take it another step, those parishes along the Mississippi river are

- 1 the poorest in America, poorer than Appalachia. So we're talking about poor
- 2 parishes, poor people, people needing jobs, and it can't be done because the first
- 3 thing they do when they come in, where's the high speed internet? So I'm glad that
- 4 you're here today, I think you've done a good job. I know the risk is a factor, but
- 5 what's the greatest risk here today is that you don't get it. That's the biggest risk
- 6 today, is that you don't get it. And I appreciate the work you did, again, Luke, you
- did a great job as a lawyer, answered tough questions, and I promise you, I wasn't
- 8 easy on these folks because I was very skeptical. But I am satisfied it'll work, I
- 9 hope it works and goes well and I hope the other co-ops in the state look at this
- model and you get high-speed internet to your folks all over southwest Louisiana,
- all over south Louisiana, everybody, if your board wants to do it. But I appreciate
- what you've done and I move that we accept Staff recommendation.
- 13 **COMMISSIONER FRANCIS:** Churchwell, one last thing. I know a lot of good
- folks from the Winnsboro area. I think poor is a state of mind, okay, and I don't
- think they think they're poor. Okay. All right. Thank you.
- 16 **MR. CHURCHWELL:** Thank you, sir.
- 17 **MS. BOWMAN:** So we have a motion by Commissioner Campbell and I believe
- there was a second by Commissioner Greene.
- 19 **CHIARMAN BOISSIERE:** Okay. First of all, I want to thank the Commissioners
- 20 for weighing in on this issue so much. I, myself, have been extremely concerned
- 21 about how this was going to go and I do remember, not so long ago, we were at this
- 22 Commission examining co-ops, their board practices, their practices towards things
- 23 such as insurance payments, and much of that came out of -- stemmed from a co-

| 1  | op or one of the co-ops or some of the co-ops considering getting into broadband.      |
|----|--|
| 2  | Isn't that interesting? And I think a lot of the comments that I heard today, a lot of |
| 3  | the questions, a lot of the concerns have stemmed from that original event that        |
| 4  | brings us there today where many of those questions have been answered                 |
| 5  | affirmatively and with great details to get the confidence of the Commission to        |
| 6  | move forward, which hadn't happened before, which caused a much greater uproar         |
| 7  | and action by the Commission to really examine the board practices of our co-ops       |
| 8  | in Louisiana. I, as well as my fellow Commissioners, are very concerned about          |
| 9  | many of those things we discussed today and many of those things we discussed a        |
| 10 | couple of years ago when examining the boards of the co-ops. But at this point in      |
| 11 | time, as we sit here, we have all not only gone through that period, but we've gone    |
| 12 | through COVID, and for the last several years, if not decades, Commissioner            |
| 13 | Campbell for sure has been a champion. I know that I've worked extremely hard          |
| 14 | with him to get broadband in the rural areas of Louisiana, and I couldn't be more      |
| 15 | supportive of activities to bring broadband to the people of Louisiana who don't       |
| 16 | have it. Even going back several gubernatorial administrations, we've fought to try    |
| 17 | to get stimulus money and other things into Louisiana and we didn't get a lot of       |
| 18 | support and just to get broadband. And with I'm glad Commissioner Campbell             |
| 19 | brought it up. It's part of what I wanted to say as well, is that because of the COVID |
| 20 | outbreak and the shutdown that we've experienced the last few years, if broadband      |
| 21 | wasn't important before, we realize just how important it is now. As schools were      |
| 22 | closing, the only way students could get their lessons is by Zoom or computer,         |
| 23 | virtual classrooms, which require internet connections and broadband. In many          |
|    |  |

- 1 cases, physical contact has been limited so much that people couldn't walk around
- 2 and get through grocery stores safely, so things such as delivery, for all it's worth,
- all these new tech companies and delivery companies like Amazon, even Walmart,
- 4 and so many other stores deliver if you sign up and you can order your things online.
- 5 Just highlighting once again how important broadband is to our daily lives. It's not
- 6 just for surfing or playing games on the internet, it affects our daily lives. Many of
- 7 us couldn't work, couldn't go to work but for zoom calls and other different
- 8 formants to have virtual meetings. Even at this Commission, we had several
- 9 months of meetings virtually, online until we had a really weird incident.
- 10 **SECRETARY FREY:** We're not talking about that.
- 11 **CHIARMAN BOISSIERE:** I'm not talking about that.
- 12 **SECRETARY FREY:** It never happened.
- 13 **CHIARMAN BOISSIERE:** I'm not talking about that.
- 14 **COMMISSIONER GREENE:** I will point out they had good internet service in
- 15 order to do that.
- 16 **MR. CHURCHWELL:** They didn't live in northeast Louisiana.
- 17 **CHIARMAN BOISSIERE:** No, they didn't. No, probably not. But I will say
- 18 this --
- 19 **MR. CHURCHWELL:** We're exonerated.
- 20 **CHIARMAN BOISSIERE:** And we can highlight the daily activities of people,
- 21 and I know how important that is, but we also got to realize that's how business
- 22 will -- people will conduct business from now on. Learning, businesses, hospitals,
- 23 things we find extremely important to the daily life of the now and the future, and

so Louisiana can no longer be left behind. The people of Louisiana deserve this.

2 Now I'm from New Orleans. My district is New Orleans and Baton Rouge. We

3 have broadband in my district. We have thorough coverage. We have competition,

4 we have so much coverage. You can pick one provider or another if you're

5 unhappy. But I recognize that the rest of the state deserves it, too. It's an economic

tool, an education tool, a health tool, it's a utility, and we need this. So here we are

7 today with all the questions and the skepticism we may have had throughout those

8 times, I want to thank Mr. Piontek as well as -- I'm sorry, say your name again,

9 from the co-op.

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10 **MR. CHURCHWELL:** Jeff Churchwell.

11 **CHIARMAN BOISSIERE:** Mr. Churchwell from Northeast, for their work in

12 getting this project done. You are the first which means -- I heard the word guinea

pig, but in some ways it means you're the best because you've worked to get it done

where others have not been as successful. And I don't know if you've given a

roadmap, but you've reached your destination, or you're nearly there and we're

with you. And I hope others, be it co-ops or someone else, continue to give us the

17 broadband coverage we need in these rural areas for Louisiana people to be able to

enter the 21<sup>st</sup> century and be able to function in a world that requires broadband and

internet service. And some of the risks that I heard, and I share, I really concerned

about those as well. At some point, I believe the legal language has been put in

place, be it guinea pig or not. It seems to be -- I've been satisfied by the things that

22 I've heard and been told about this company, but at some point, we have to take the

23 move forward in order to try to get this done. Either this manner or some other, but

- 1 we have to try, and I'm willing to take the risks which I think are minimal because
- 2 of the guarantees in contracts that I've heard, and the confidence that I have in this
- 3 group to get it done. And I hope that others will do the same in other areas that are
- 4 struggling. So I say all that to say thank you and I appreciate you and you have my
- 5 confidence and my vote here today.
- 6 **MR. PIONTEK:** Thank you, Chairman.
- 7 **CHIARMAN BOISSIERE:** Okay. Once again, somebody read back to me who
- 8 did the motion and --
- 9 MS. BOWMAN: So motion by Commissioner Campbell and a second by
- 10 Commissioner Greene.
- 11 **CHIARMAN BOISSIERE:** Great. So I'll repeat that. Motion -- moved by
- 12 Commissioner Campbell, second by Commissioner Greene. Any opposition?
- 13 [NONE HEARD] Hearing none, so ordered. Thank you, gentlemen.
- 14 **MR. CHURCHWELL:** Thank you.
- 15 MS. BOWMAN: Exhibit Number 7 is Docket Number U-36121. This is
- 16 Deepwoods Utilities' rate application for increase in water and sewer rates in Caddo
- 17 Parish. It's a discussion and possible vote pursuant to Rule 57 on Staff's report and
- recommendation at the request of Commissioner Campbell. On July 22, 2021,
- 19 Deepwoods Utilities filed an application with the Commission seeking an increase
- 20 in its water and sewer rates. Notice of the application was published in the
- 21 Commission's Official Bulletin with no interventions received. Deepwoods
- 22 currently provides water and sewer service to approximately 216 residential
- 23 customers in Caddo Parish, and in its application indicated that its requested rate

- 1 increase is necessary as a result of increasing cost of operating expenses, salary,
- 2 and cash reserve to be able to repair or replace any critical infrastructure when
- 3 needed. And based on the proposed rates in its application, the company seeks a
- 4 revenue increase of \$57,552 per year. Following discovery on the company's
- 5 application, Staff filed its report and recommendation into the record on January
- 6 14, 2022 and subsequently filed an amended report on April 26, 2022 to correct an
- 7 omission of a formula on Schedule A. The major terms of Staff's amended report
- 8 and recommendation are as follows: That the Commission authorize a return over
- 9 operations and maintenance of 24.59 percent, and that to achieve that desired return,
- 10 Staff recommends that the Commission approve rates which will generate
- additional revenues in the amount of \$11,772 compared to the 2020 test year.
- 12 Deepwoods shall also provide written notice to its customers of the increase in its
- rates for water and wastewater services no later than 15 days prior to implementing
- any such rates. Staff recommends that: 1) The Commission exercise its original
- and primary jurisdiction pursuant to Rule 57 to consider this matter; and 2) Accept
- 16 Staff's amended report and recommendation filed into the record on April 26, 2022.
- 17 So this will need two votes. The first will be a vote to take the matter up under
- 18 Rule 57.
- 19 **COMMISSIONER GREENE:** Motion to take the matter up under Item -- or Rule
- 20 57.
- 21 **COMMISSIONER FRANCIS:** Second.
- 22 **CHIARMAN BOISSIERE:** Moved by Commissioner Greene, second by
- 23 Commissioner Francis to take the item under Rule 57.

- 1 MS. BOWMAN: And I have a motion by Commissioner Campbell that I can read
- 2 into the record.
- 3 **CHIARMAN BOISSIERE:** Yes. Will you read that, please?
- 4 **MS. BOWMAN:** I will. Motion on behalf of Commissioner Campbell says based
- 5 on the review of jurisdictional water and wastewater rates in Caddo Parish, which
- 6 are comparable to Deepwoods, I move to reject the Staff recommendation and
- 7 instead adopt the following rates, which are more in line with the average rates in
- 8 the area. That the flat rate for the first 2,000 gallons of water be increased to \$12;
- 9 that the per additional 1,000 gallons rate be increased to \$2; and that the flat rate
- 10 for wastewater customers be increased to \$18.
- 11 **COMMISSIONER CAMPBELL:** I make that motion and this gentleman's been
- 12 a good operator. He hadn't had a rate increase since 1995, so he does a good job, I
- 13 have no complaints. So I would move that we accept these rates that I
- recommended.
- 15 **COMMISSIONER GREENE:** I'll second.
- 16 **CHIARMAN BOISSIERE:** Moved by Commissioner Campbell, second by
- 17 Commissioner Greene. Any opposition? [NONE HEARD] Hearing none, so
- 18 ordered. Next item, please.
- 19 MS. BOWMAN: Exhibit Number 8 is Docket Number U-36124. This is
- 20 CenterPoint Energy Resources doing business as CenterPoint Energy Entex's
- 21 application for renewal of a rate stabilization plan rider. It's a discussion and
- 22 possible vote pursuant to Rule 57 on Staff's report and recommendation, so this
- 23 item will also need two votes. On July 30, 2021, CenterPoint Energy Resources

- 1 Corp. doing business as CenterPoint Energy Entex filed an application with the 2 Commission for approval of a renewal in its rate stabilization plan rider for a three-3 year term. Notice of Entex's application was published in the Commission's 4 Official Bulletin with no interventions received. Entex's RSP was initially 5 authorized by Commission Order U-26720 in Subdocket A, and has subsequently 6 been amended by Order Numbers U-32998 and 34669. The Commission's most 7 recent earnings review of Entex and most recently approved RSP was adopted 8 pursuant to Order Number U-35739, and established a three-year term of Entex's RSP, which extends through the test year ending June 30, 2022. Entex's current 9 10 RSP allows the company to earn a midpoint ROE and requires a resetting of rates 11 in the event that the test period earnings fall outside of the prescribed bandwidth. 12 After thoroughly reviewing the company's application and responses to data 13 requests, Staff filed its recommendation on February 25, 2022, finding that Entex's 14 request to renew its RSP is in the public interest, subject to certain conditions. And 15 on March 23, 2022, Entex filed correspondence into the record of the matter 16 indicating that it has no opposition to Staff's recommendation. As there are no 17 unresolved issues, Staff recommends that the Commission: 1) Exercise its original 18 and primary jurisdiction under Rule 57 to consider the Staff report and 19 recommendation; and 2) Approve that report and recommendation filed into the 20 record on February 25, 2022.
- 21 **COMMISSIONER GREENE:** I motion to take the item up under Rule 57.
- 22 **COMMISSIONER SKRMETTA:** Second.

- 1 CHIARMAN BOISSIERE: Moved by Commissioner Greene, second by
- 2 Commissioner Skrmetta to take the item up under Rule 57.
- 3 **COMMISSIONER FRANCIS:** I make a motion that we accept the Staff
- 4 recommendation.
- 5 **COMMISSIONER GREENE:** Second.
- 6 CHIARMAN BOISSIERE: Moved by Commissioner Francis, second by
- 7 Commissioner Greene to accept Staff's recommendation. No opposition? [NONE
- 8 HEARD] Next item.
- 9 MS. BOWMAN: Exhibit Number 9 is the sister docket. It's Docket Number U-
- 10 36126. This is CenterPoint doing business as Energy Arkla, and it's a application
- for a renewal of rate stabilization plan rider. It's a discussion and possible vote
- pursuant to Rule 57 on Staff's report and recommendation, so this will also need
- 13 two votes. Energy Arkla filed its application with the Commission for approval of
- renewal of its rate stabilization plan rider for a three-year term and the notice was
- published in the Commission's Bulletin with no interventions being received.
- 16 Arkla's RSP was initially authorized by Order Number U-27676 and it has
- subsequently been amended by Order Numbers U-32996 and U-34667. The most
- 18 recent earnings review of Arkla was adopted pursuant to U-35740 and established
- 19 a three-year term of Arkla's current RSP, extending through the company's test
- year ending June 30, 2022. Arkla's current RSP allows the company to earn a
- 21 midpoint ROE and requires a resetting of rates in the event that the test period
- 22 earnings fall outside of the prescribed bandwidth. After thoroughly reviewing the
- 23 company's application and responses to the data requests, Staff filed its

- 1 recommendation on February 25, 2022, finding that Arkla's request to renew its
- 2 RSP is in the public interest, subject to certain conditions. On March 23, 2022,
- 3 Arkla filed correspondence into the record on the matter indicating it had no
- 4 opposition to Staff's recommendation. As there are no unresolved issues, Staff
- 5 recommends that the Commission: 1) Exercise original and primary jurisdiction
- 6 under Rule 57 to consider the Staff report and recommendation, and 2) Approve
- 7 the report and recommendation filed into the record on February 25, 2022.
- 8 **COMMISSIONER GREENE:** Motion to take the item up under Rule 57.
- 9 **COMMISSIONER SKRMETTA:** Second.
- 10 **CHAIRMAN BOISSIERE:** Moved by Commissioner Greene, second by
- 11 Commissioner Skrmetta to take it under 57.
- 12 **COMMISSIONER GREENE:** Motion to accept Staff recommendation.
- 13 **COMMISSIONER FRANCIS:** Second.
- 14 **CHAIRMAN BOISSIERE:** Moved by Commissioner Greene, second by
- 15 Commissioner Francis to take the item under -- I mean to accept Staff
- recommendation. Do we have any discussion on this one?
- 17 **COMMISSIONER SKRMETTA:** One thing, Mr. Chairman, I'd like to ask
- 18 Francisca Comeaux to come up, please.
- 19 **CHAIRMAN BOISSIERE:** Okay. Are you going to steal my thunder?
- 20 **COMMISSIONER SKRMETTA:** I'm not. I'm just bringing her up. You can
- 21 go thunder away.
- 22 **CHAIRMAN BOISSIERE:** Go ahead.
- 23 **COMMISSIONER SKRMETTA:** We'll put this in the Chairman's hands.

- 1 **CHAIRMAN BOISSIERE:** No, no, no. Please, please. It's okay.
- 2 **COMMISSIONER GREENE:** I'll take over.
- 3 **COMMISSIONER SKRMETTA:** We just wanted to wish you aloha.
- 4 MS. FRANCISCA COMEAUX: Francisca Comeaux with CenterPoint. Aloha.
- 5 [INAUDIBLE] and goodbye.
- 6 **COMMISSIONER SKRMETTA:** Aloha. And wish -- and thank you for all your
- 7 years of service and know you're going to be coming back but -- you know, we
- 8 know you're leaving and going home, but we know you're probably are going to at
- 9 some point say yeah, I want to go back to work. So we're just going to welcome
- 10 you back, but want to thank you for everything you've done.
- 11 **MS. COMEAUX:** Thank you.
- 12 **COMMISSIONER GREENE:** Well done.
- 13 **CHAIRMAN BOISSIERE:** Commissioner Francis. Commissioner Francis,
- 14 Commissioner Campbell any words?
- 15 **COMMISSIONER CAMPBELL:** You're going home with your children?
- 16 That's a --
- 17 **CHAIRMAN BOISSIERE:** That's a job.
- 18 **COMMISSIONER CAMPBELL:** -- valuable to your kids and you. You won't
- 19 regret it. It's a great thing. And thank God you got a husband that can afford you
- to go [INAUDIBLE].
- 21 **COMMISSIONER SKRMETTA:** Well, I wouldn't say that.
- 22 **COMMISSIONER CAMPBELL:** That makes it a lot better when you can afford
- to go home, and your kids will be the beneficiary of that. No doubt about it.

- 1 **CHAIRMAN BOISSIERE:** Francisca is a -- Francisca Comeaux is -- in case you
- 2 haven't figured it out, is leaving after this B&E, will soon to be leaving her position
- 3 with the company representing CenterPoint in this one and her other position that
- 4 she -- right now, and take a little sabbatical if you will, a little time off if you will.
- 5 So we'll be missing her around here in short, in case you hadn't figured that out
- 6 yet. And we just wanted to come up here and thank her for her service. I want to
- 7 thank you for service. It's always a pleasure to meet with you. You've always
- 8 been -- the first time you worked over here at the Commission and then the second
- 9 time you worked at the Commission.
- 10 **COMMISSIONER SKRMETTA:** And the third time.
- 11 **CHAIRMAN BOISSIERE:** There's been three already? Okay. The third time.
- 12 And you've always been respectful. You've always been prepared. You've always
- 13 represented your company well, and you've always worked with the Commission
- as we always try to help the public and the people and the businesses of Louisiana
- survive through utility work. And you have been conscious and aware of the total
- landscape since you joined the Commission shortly after law school. I think you -
- Mr. Shirley even learned a little bit from you over the course of time.
- 18 **COMMISSIONER SKRMETTA:** Yeah, you helped John Shirley over rough
- 19 patches.
- 20 **CHAIRMAN BOISSIERE:** And we thank John Shirley for bringing her in to the
- 21 fold at some point, and then -- long and short of it all, we just want to thank you
- and tell you how much we appreciate you and wish you well and good luck with
- 23 those beautiful babies and everything else you decide to do. Commissioner Francis.

- 1 **COMMISSIONER FRANCIS:** I've just noticed someone real special is here
- 2 today, is Secretary of the Wildlife and Fisheries is Jack Montoucet. Is that you back
- 3 there, Jack? All right. Jack, come up here, come up front.
- 4 **COMMISSIONER GREENE:** He's going to see how many fish you catch this
- 5 afternoon, Mike.
- 6 **COMMISSIONER FRANCIS:** Yeah. Down in our country, we call him the
- 7 alligator man, but we're real proud of Jack and his service to the Wildlife and
- 8 Fisheries. So just say a couple of words, Jack. Welcome to Toledo Bend.
- 9 MR. JACK MONTOUCET: Thank you so much, Mike. Mike's one of my old
- 10 constituents from my days in the legislature. So -- but I just wanted to come and
- show my face. I have a meeting here with the sheriff in a few minutes, but found
- out y'all were meeting here. Glad to have y'all over here. You know, I have a
- house here, not far from here. So I spend a lot of time here. I've been here for
- 14 about 24 years.
- 15 **COMMISSIONER FRANCIS:** Wow.
- 16 MR. MONTOUCET: So Toledo Bend is special to me. And when I found out
- 17 y'all were meeting, I said maybe I need to get in there and tell those guys, you
- 18 know, we have limits on this lake. If you happen to catch one or two more that you
- didn't count, just give me a call and we'll see if we can't work that out. Okay?
- 20 **COMMISSIONER SKRMETTA:** Better be talking to Mike.
- 21 **MR. MONTOUCET:** The fines aren't too, too bad, okay, so.
- 22 **COMMISSIONER GREENE:** Does it matter if we caught it on the Texas side
- 23 of the lake?

- 1 **MR. MONTOUCET:** No, it's certainly a pleasure to be here. We have a -- you
- 2 know, this is an awesome resource the state has here, one of the biggest lakes in the
- 3 country, probably in the top five. And it's certainly an awesome place to visit.
- 4 We've got a lot of people that come here. We try to do a lot of things to enhance
- 5 that, especially with the fisheries that we have here. Toledo Bend has been one of
- 6 the great lakes when it comes to bass fishing and we're going to continue working
- 7 with the Sabine River Authority and the folks here to make sure that our
- 8 Sportsman's Paradise stays alive and well. So glad to have you guys, man. It's
- 9 nice to see y'all over here. Thank y'all so much.
- 10 **COMMISSIONER FRANCIS:** All right. Thank you for your public service.
- 11 Thank you for putting those fish in the Mermentau River, too. That's, you know,
- we're looking forward to that.
- 13 MR. MONTOUCET: Don't say that too loud because they're going to be
- screaming for some here.
- 15 **COMMISSIONER FRANCIS:** Okay.
- 16 **MR. MONTOUCET:** Thank y'all, sir.
- 17 **CHAIRMAN BOISSIERE:** Did we finish the last one?
- 18 **MS. BOWMAN:** We did. We're on to Exhibit Number 10.
- 19 **CHAIRMAN BOISSIERE:** Next. Okay. Let's move on.
- 20 MS. BOWMAN: Which is a FERC Docket Number PL21-3-000. This is the
- 21 FERC's consideration of greenhouse gas emissions and natural gas infrastructure
- 22 project reviews, and it's a discussion and possible vote to retain Stone Pigman. And
- 23 pursuant to discussions had with the Commission, Stone Pigman was directed to

- submit a budget for monitoring and filing comments in FERC Docket Number
- 2 PL21-3 concerning proposed policy on the approval for evaluating proposals for
- 3 new natural gas pipeline and liquefied natural gas facilities. The FERC proceeding
- 4 could affect Louisiana utilities that use natural gas to generate electricity and
- 5 purchase natural gas from pipelines. While the scope for the entire docket is
- 6 unknown at this time, Stone Pigman submitted a budget for the 2022 comment
- 7 process in the amount of 47,000 in fees and 1,000 in expenses. Further, as this is
- 8 an estimate, Stone Pigman agrees to provide updated estimates as necessary,
- 9 including justification for any increases, subject to the Commission's approval.
- 10 Staff recommends that the Commission approve Stone Pigman's budget in the
- amount of 47,000 in fees and 1,000 in expenses to assist the Commission in FERC
- 12 Docket PL21-3.
- 13 **COMMISSIONER GREENE:** Motion to accept Staff recommendation.
- 14 **COMMISSIONER FRANCIS:** Second.
- 15 **CHAIRMAN BOISSIERE:** Moved by Commissioner Greene, second by
- 16 Commissioner Francis. No opposition. Item is approved.
- 17 MS. BOWMAN: Moving on to Exhibit 11 is our reports, resolutions, and
- discussions. Under reports we do have one update, which is from Staff and Entergy
- 19 Louisiana regarding Docket Number U-35991, and this was Exhibit 16 on March's
- agenda.
- 21 **COMMISSIONER GREENE:** Can you give us an update -- yeah.
- 22 MR. ZIMMERING: Thank you, Commissioners. Good morning. Paul
- 23 Zimmering again. Two months ago in New Orleans, the Commission approved the

- 1 revenue requirement and financing orders for Entergy Louisiana's storm costs
- 2 related to Hurricanes Laura, Delta, Zeta, and Ida and Winter Storm Uri. If you'll
- 3 recall, there was a glitch in the way the payments were going to be made such that
- 4 the first year's payments were going to be significantly higher than they would in
- 5 subsequent years and you asked the Staff to go back and find a solution to this. We
- 6 worked with Entergy. We reported to you last month that we found the solution,
- such that the costs on the bills would be, in fact, levelized, but we wanted to get all
- 8 the parties to the docket to sign onto that. And I'm happy to report that we have
- 9 reached agreement with all the parties. We'd like to thank ELL, the Alliance,
- Marathon, Walmart, and the LEUG and particularly thank the Commission for their
- indulgence in waiting on us to get this done.
- 12 **CHAIRMAN BOISSIERE:** Thank you for your work on this one. Commissioner
- 13 Greene.
- 14 **CHAIRMAN GREENE:** Well done. Good job.
- 15 **MR. ZIMMERING:** Thank you.
- 16 **CHAIRMAN BOISSIERE:** Thank you, sir. Next one, please.
- 17 **MS. BOWMAN:** I want to go back to Exhibit Number 9, which is CenterPoint's
- 18 Arkla's application for renewal. I just want to clarify that we did have a motion by
- 19 Commissioner Greene and a second by Commissioner Skrmetta for Rule 57, and
- 20 then we had a motion by Commissioner Greene and a second by Commissioner
- 21 Francis to accept Staff's report and recommendation, but I don't believe we actually
- 22 made sure there was no opposition. So I just want to clarify that for the record.
- 23 **CHAIRMAN BOISSIERE:** You are absolutely right. We started the discussion.

- 1 **COMMISSIONER SKRMETTA:** Do we need to call the vote?
- 2 **CHAIRMAN BOISSIERE:** So did we have any opposition? I don't think we had
- 3 -- yeah, I think -- I think we didn't have any opposition, but if you need me to read
- 4 it again, I'll do that.
- 5 **MS. BOWMAN:** No. I just want to -- because I know we called Francisca --
- 6 **CHAIRMAN BOISSIERE:** I understand.
- 7 **MS. BOWMAN:** -- so I just wanted to make sure everyone was --
- 8 **CHAIRMAN BOISSIERE:** How would you like us to correct it?
- 9 **MS. BOWMAN:** No opposition. Perfect.
- 10 **CHAIRMAN BOISSIERE:** No opposition. Of course. Okay.
- 11 **MS. BOWMAN:** Moving back to Exhibit Number 11, under discussions there's a
- discussion regarding General Order dated November 16, 1972 and late fees charged
- by jurisdictional utilities, and this was at the request of Commissioner Campbell.
- 14 And this was Exhibit 16 last month.
- 15 **CHAIRMAN BOISSIERE:** Late fees, utility late fees.
- 16 **COMMISSIONER CAMPBELL:** Yeah. What about that? What are we doing?
- 17 I want to look at that.
- 18 **MS. BOWMAN:** Okay. So we have a General Order dated 1972 that has that all
- 19 the utilities should charge no more than 5 percent. All utilities charge various
- amounts. It's not a set 5 percent rate.
- 21 **COMMISSIONER CAMPBELL:** Yeah.
- 22 **MS. BOWMAN:** I just wasn't sure if you wanted -- if you wanted to just discuss
- 23 that or did you want us to look at the order.

- 1 **COMMISSIONER CAMPBELL:** Yeah. I would like to discuss it because we've
- 2 had some problems with late fees on some -- I think they ought to sort of be uniform,
- 3 basically, late fees. I don't know. Different companies do different things. Some
- 4 of them are extremely high. Could we look at that?
- 5 **SECRETARY FREY:** Sure.
- 6 **COMMISSIONER CAMPBELL:** For next month and see about what we're
- 7 doing with late fees. Some of them are, I think, out of line.
- 8 **SECRETARY FREY:** It's -- briefly on that, we have an order. It's an old order.
- 9 It goes back to the '70s that capped it at 5 percent. But to your point, not every
- utility charges 5 percent, so we can look into that, see who charges what.
- 11 **COMMISSIONER CAMPBELL:** Yeah. I've had several complaints. Some --
- 12 I mean, I forget exactly but some of them seem extremely high. Some companies,
- they're doing different things. Look like we ought to have some kind of uniform
- rule what you can charge on late fees because of all the problems we've had in the
- state, we've had people with late being able to pay the bill and then they get hit
- with a big late fee. It just makes it worse. But I don't know, maybe it's in line but
- 17 I'd like to look at it. I'd like to see what these companies are charging and see if
- 18 we can't come up with something reasonable and tell them this is what you can
- 19 charge and this is what you can't charge.
- 20 **CHAIRMAN BOISSIERE:** Brandon -- I'm sorry, Secretary Frey, would you feel
- 21 it's better to open a docket or what is the best mechanism to help Commissioner
- 22 Campbell achieve his goals on this one?

- 1 **SECRETARY FREY:** I think what we can do, initially, is kind of survey where
- 2 we are and then based on what we see there, if we do want to ultimately change it,
- yes, we'll have to open a docket because it's a general order so we'll have to modify
- 4 that, but.
- 5 **CHAIRMAN BOISSIERE:** Well, if you would let me to interject on this a little
- 6 further, how about if you and I and Commissioner Campbell discuss this over the
- 7 next 30 days and we readdress it in the next B&E and come up with a course of
- 8 action?
- 9 **SECRETARY FREY:** Sure. Not a problem.
- 10 **CHAIRMAN BOISSIERE:** All right. Great job.
- 11 **COMMISSIONER CAMPBELL:** It might not be that big a deal, but what I've
- heard, some of them are extremely high. And I'd like to know what companies
- charge for late fees and how they really handle that, you know, because I think they
- all have a different rate, a way of handling it, and since I have three companies in
- my area, SWEPCO, Cleco, and Entergy plus three co-ops, I'd like to sort of know
- what's going on.
- 17 **COMMISSIONER SKRMETTA:** See if they conform to the general order in the
- 18 first place.
- 19 **CHAIRMAN BOISSIERE:** Right. Right. All right. Well, let's move on to the
- 20 next one, please.
- 21 MS. BOWMAN: So still under Exhibit Number 11, there's a intervention
- 22 ratification. It's a discussion and possible vote to ratify LPSC interventions in RTO
- or ERSC related FERC proceedings. This matter is on the agenda for ratification

- 1 pursuant to the scope of work approved in connection with the retention of Stone
- 2 Pigman and United Professionals Company at the February 2021 Business and
- 3 Executive Session for MISO, SPP, and ERSC participation. Interventions were
- 4 filed on behalf of the Commission in FERC Docket ER22-1493 on April 19, 2022.
- 5 This intervention was filed for the purpose of monitoring issues related to MISO
- 6 and/or SPP and/or filed at FERC by a regulated utility which impacts joint
- 7 regulators. Staff recommends that the Commission ratify and/or authorize this
- 8 intervention.
- 9 **COMMISSIONER SKRMETTA:** Move to ratify.
- 10 **CHAIRMAN BOISSIERE:** Moved by Commissioner Skrmetta.
- 11 **COMMISSIONER GREENE:** Can I second or is it OMS?
- 12 **COMMISSIONER SKRMETTA:** No, it's not OMS.
- 13 **MS. BOWMAN:** No, you can second.
- 14 **COMMISSIONER GREENE:** I'll second.
- 15 **CHAIRMAN BOISSIERE:** Yeah. It's moved by Commissioner Skrmetta,
- second by Commissioner Greene to ratify. Any opposition? [NONE HEARD] No
- 17 opposition. Next.
- 18 **MS. BOWMAN:** Still under Exhibit Number 11, there's an OMS ratification. It's
- a discussion and possible vote to ratify the vote taken by Commissioner Greene
- 20 acting at the Commission's representative on the Board of Directors of the
- 21 Organization of MISO States. And Staff followed the protocol set forth in Special
- Order 17-2019 to consult with the executive secretary and the chairman and to make
- 23 a recommendation to Commissioner Greene prior to the votes. The protocols also

- 1 require the Commission ratify any votes taken at a following B&E. The vote to be
- 2 ratified is summarized as follows: OMS held its monthly board meeting on April
- 3 14, 2022 and there was one business action item for the April meeting, which was
- 4 a vote on proposed comments for filing in FERC Docket AD22-5 which was
- 5 dynamic line rating notice of inquiry. Dynamic line rating requires the installation
- 6 of monitoring equipment to transmission lines and towers to measure in real time
- 7 the thermal capabilities of transmission in order to allow for the more efficient use
- 8 of existing transmission resources. The proposed OMS comments support the use
- 9 of DLR where it would be economically beneficial where congestion is a consistent
- problem but not as a blanket requirement. The comments point out that the costs
- of the DLR equipment will fall on retail rates even though the benefits will may be
- 12 realized by others as well. At the recommendation of Commission Staff,
- 13 Commissioner Greene voted to support the comments. And Staff recommends that
- the Commission ratify Commissioner Greene's vote taken on April 14, 2022 as the
- 15 Commission's representative to the OMS Board of Directors.
- 16 **COMMISSIONER SKRMETTA:** Move to ratify.
- 17 **CHAIRMAN BOISSIERE:** Motion by Commissioner Skrmetta and this one
- 18 Commissioner Greene has to abstain.
- 19 **COMMISSIONER CAMPBELL:** Second.
- 20 **CHAIRMAN BOISSIERE:** Second by Commissioner Campbell. Any
- 21 opposition? [NONE HEARD] Hearing none, so ordered. Next, please. Directives.
- 22 **MS. BOWMAN:** So under Exhibit Number 11, there are two directives. The first
- 23 is a directive to Staff regarding the cancellation of authority of regulated carriers

1 with multiple violations. This was at the request of Commissioner Skrmetta. This 2 was Exhibit 18 on March's agenda. And the directive is as follows: After 3 reviewing the record of recent transportation citations, it appears that no 4 Commission policy exists for when Staff should pursue the cancellation of a 5 regulated carrier's authority for certain violations. Therefore, when issuing 6 citations to regulated common carriers, I direct Staff to seek cancellation of the 7 carrier's authority when that carrier has committed three violations of the 8 Commission's rules, regulations, or the relevant statutes in Title 45 within a three year period. Citations resulting from a regulated carrier's failure to file a annual 9 10 report, maintain insurance on file, obtain vehicle or driver stamps, or any other 11 administrative citation would not be included in this three violation count. 12 **COMMISSIONER GREENE:** I have a comment and a question. So at this point 13 -- and I think it's directed to you, Justin; is that right, that y'all can cancel somebody 14 whenever you want. Would this be helpful to provide y'all some guidance? And 15 also would it be a possibility to have a database where people if they're going to 16 hire a company, they could Google or find out how many violations the potential 17 company they might hire has had so that that could be public information? 18 MR. JUSTIN BELLO: Commissioner Greene, Justin Bello on behalf of 19 Commission Staff. For the first question, the -- at this time, the Commission Staff 20 can seek cancellation of a carrier for a single violation. This would, as you 21 indicated, just give a little more clear guidance on when we would do that. As to 22 the database, we do have, as you know, our public facing database, we do not have

- a single document with the number of citations. That's something that we can work
- 2 on and report back to you.
- 3 **COMMISSIONER GREENE:** Do you think that this -- if someone had three
- 4 violations and they were cancelled, could they come back a year later or, like, if
- 5 they wanted to reapply for a -- for the licensure, could they?
- 6 MR. BELLO: Pursuant to the directive, there's not a certain time within which
- 7 they would have to come back, so. [INAUDIBLE]
- 8 **COMMISSIONER GREENE:** But they would lose it and have to go through the
- 9 process of reapplication if they wanted it?
- 10 **MR. BELLO:** That's correct.
- 11 **COMMISSIONER GREENE:** How many have we cancelled in the last five
- 12 years?
- 13 **MR. BELLO:** For overcharging or any citations?
- 14 **COMMISSIONER GREENE:** Violations.
- 15 **MR. BELLO:** Violations like that, excluding failure to have insurance or annual
- reports, I haven't -- any cases I've been involved with, I have not closed out any
- 17 authority.
- 18 **COMMISSIONER GREENE:** So I know there's a concern about how this could
- be overregulation but I think -- let me ask you this. If this rule were in place for the
- 20 last five years, how many would have been cancelled?
- 21 **MR. BELLO:** I'd have to go back and look at that. I can't tell you off the top of
- 22 my head.

- 1 **COMMISSIONER GREENE:** I mean, do you find this rule necessary, that there
- 2 are people that are four time offenders?
- 3 **MR. BELLO:** We do have companies that we see. We have, for example, towing
- 4 companies and household good companies that are repeats, for lack of a better
- 5 word. They do come up. Whether they hit three or not, I'd have to look at the
- 6 numbers to tell you that.
- 7 **COMMISSIONER GREENE:** It seems like it would be helpful for people to
- 8 know what the enforceable line to cross is.
- 9 **MR. BELLO:** Yes, sir.
- 10 **CHAIRMAN BOISSIERE:** Commissioner Campbell.
- 11 **COMMISSIONER CAMPBELL:** Don't you charge them a fine for doing this?
- 12 **MR. BELLO:** That's correct.
- 13 **COMMISSIONER CAMPBELL:** Y'all in the money business. You just charged
- one of my clients -- I mean, one of my constituents 25,000. So I mean, big deal if
- 15 -- I mean, I understand somebody breaks -- why you take his license away from
- 16 him because he has three violations, if they man pays you what you tell him to pay.
- 17 How much -- don't you charge him more for every time he has a violation?
- 18 **MR. BELLO:** That's correct, Commissioner. As the citations -- or there's more
- 19 than one --
- 20 **COMMISSIONER CAMPBELL:** Well, help me a little bit. I do something
- 21 wrong, I'm hauling something I shouldn't be hauling, what's the first fine? How
- 22 much money?

- 1 **MR. BELLO:** Usually for a waste hauler, we do a 2,000 -- if they stipulate, if they
- 2 settle with us, we do a \$2,000 fine with half of that fine suspended per count.
- 3 **COMMISSIONER CAMPBELL:** So you can get -- \$2,000 one violation, second
- 4 one another 2,000 or do you --
- 5 MR. BELLO: It would depend on the scenario, but normally they do go higher;
- 6 that's correct.
- 7 **COMMISSIONER CAMPBELL:** And then another 2,000. I'm not for this. I
- 8 don't want to take somebody's license because they've had three violations.
- 9 Charge the hell out of them and let them pay it.
- 10 **COMMISSIONER SKRMETTA:** Well, then just to add into this, then it just
- encourages them to build in the fines into the cost of operation and just lets them
- promote violations. That's the whole issue. The Staff came up with the concept of
- three violations. I'm okay with coming up with a rulemaking to find out what's the
- critical point, but at some point, you got to not let people who are the constant
- violators continue to operate and do the job. Otherwise, they just build it in to their
- operations and then just consider it a cost of doing business to do the wrong thing.
- 17 **COMMISSIONER CAMPBELL:** I'm trying to understand what you're saying.
- 18 **COMMISSIONER SKRMETTA:** Well, let me put it very clearly. If a guy
- 19 knows that he can keep breaking the rules, get fined, and find ways to get those
- 20 costs built in to doing it and he knows he can only get caught so many times and
- 21 keep doing it, then there's no incentive for him to stop breaking the rules because
- 22 he can just keep going. But if he knows he's going to lose his license if he breaks
- 23 the rules, then he's going to not do the thing that causes a violation in the first

- 1 places. That's the problem, is that by not having a cut off point, you encourage
- 2 them to continue finding ways to continue the violation.
- 3 **CHAIRMAN BOISSIERE:** It's --
- 4 **COMMISSIONER SKRMETTA:** If you go to traffic court and you constantly
- 5 are doing stuff, eventually the judge takes your license away from you. That's just
- 6 the way it is. And they may suspend it. They can cancel it. They can do a bunch
- 7 of different stuff. What we're doing here, is telling him, you want to go a hundred
- 8 miles an hour, go ahead. And here's your fine. You want to keep going it, then the
- 9 guy goes, you mean, all I got to do is pay money and I can keep doing this. Well,
- this is great. So they'll just keep doing it, and eventually they don't get caught. So
- that's the problem. So, you know, this is a Staff generated concept of what could
- be the number, but if you want to open a rulemaking for it, that's fine, but
- eventually, you know, it's sort of comical to think that there's no end to allowing
- violations. That's the problem.
- 15 **COMMISSIONER FRANCIS:** Mr. Bello, this authority these people have that
- we're talking about, is that what they call that Rolex authority or that Cadillac
- 17 authority?
- 18 **MR. BELLO:** It could be, Commissioner. It could be.
- 19 **COMMISSIONER FRANCIS:** Okay. So they got plenty of money, you know,
- I say we keep fining them, you know.
- 21 **CHAIRMAN BOISSIERE:** If it's all right for me to jump in here, I'll ask the
- 22 author, Commissioner Skrmetta, a few questions about it because I'm concerned
- about it to some degree.

- 1 **COMMISSIONER SKRMETTA:** I'll make it real simple since everybody thinks
- 2 that what we should do is let violators keep violating, I'll withdraw it.
- 3 **CHAIRMAN BOISSIERE:** No, I don't -- first of all, that's not my question.
- 4 **COMMISSIONER SKRMETTA:** Okay. Well, go ahead.
- 5 **CHAIRMAN BOISSIERE:** And second of all, that wasn't my attitude about it.
- 6 **COMMISSIONER SKRMETTA:** That's fine.
- 7 **CHAIRMAN BOISSIERE:** Okay. So I just want to be clear and you can hear
- 8 the tone of my voice is very calm and understanding like everyone else wants to --
- 9 really who may be reacting to [INAUDIBLE] --
- 10 **COMMISSIONER SKRMETTA:** I got it.
- 11 **CHAIRMAN BOISSIERE:** What I -- no, really, let's -- I really want to -- I'm
- 12 asking you because I know there's a reason you did it so I want to understand it
- better. First of all, I didn't hear anybody say we want more people to violate. That's
- 14 not what's going on here. I did hear that this was Staff generated. Did Staff
- 15 generate this?
- 16 **MR. BELLO:** Commissioner, we worked with Commissioner Skrmetta's office
- and we came up with the three -- three year three violation time frame.
- 18 **CHAIRMAN BOISSIERE:** So Staff asked Commissioner Skrmetta to do this?
- 19 **COMMISSIONER SKRMETTA:** No. We said it during an open meeting and I
- asked the Staff to come up with a plan --
- 21 **CHAIRMAN BOISSIERE:** Okay.
- 22 **COMMISSIONER SKRMETTA:** -- during the open meeting and they came up
- with a plan.

- 1 **CHAIRMAN BOISSIERE:** Okay. Well, I understand that. Okay. Let's start off
- 2 with the first question I think I heard, does the ALJs currently who would hear cases
- 3 like this have the authority to take someone's license now?
- 4 **MR. BELLO:** Yes.

23

5 CHAIRMAN BOISSIERE: Okay. So nobody thinks you can come here and 6 violate forever and not have -- just like you mentioned, a traffic court judge, they 7 don't necessarily have a three strike rule. This is what it reminds me of, three strike 8 rule. It also reminds me of mandatory minimums. It sounds like a lot of things 9 we've done in criminal justice that have sometimes backfired or not been great 10 criminal justice practices, so I just want clarity on it. If we have the authority to do 11 it anyway, then why don't we do it? And if we do create a rule like this, do we then 12 limit the judge's or the ALJ's opinion or authority in forcing their hands to make 13 decisions they otherwise didn't have to make. If it can be solved by fines, just -- if 14 the whole rule is just a directive, then there's a lot of vagueness to it. For example, 15 you mentioned there can be three violations on one stop. He could not have his 16 insurance, maybe didn't have proper authority or, you know, or damaged some 17 goods for -- well, he -- somebody could lose a license on one -- moving one piece 18 of furniture and completely out of business. And I don't know that we ought to be 19 in the business of putting people out, but at the same token, I don't think anybody 20 heard me say I want people to violate rules. That's not what this is. We have an 21 ALJ system. We have a system of rules and fines already in place. I think maybe 22 someone should talk to ALJs about being more -- considering the fines and the

remedies or the consequences for breaking rules a little more seriously but by no

1 means do we want this to happen. I remember when I first came on the

2 Commission, we had a real problem with illegal movers, and it may still be

somewhat of a problem. And we jumped through a million ways to solve that. But

4 we -- where we could, we did remove people and we found other ways to get it

5 done. I just think that -- I don't want to limit us by creating parameters that

6 sometimes better judgment has no room in. You've mentioned we've already

7 taking some people's licenses in this past year, when Commissioner Greene was

8 asking questions. So we have the authority to do that if the violations seem to call

9 for it now. I'm only raising those issues because all I have is this one line here to

read and it just doesn't fill those gaps enough for me.

11 **COMMISSIONER SKRMETTA:** Mr. Chairman.

12 **CHAIRMAN BOISSIERE:** Yes, sir.

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13 **COMMISSIONER SKRMETTA:** I withdraw my directive, so we can end this.

14 **CHAIRMAN BOISSIERE:** It's not a bad idea. I just think it needs --

15 **COMMISSIONER SKRMETTA:** I think it's a terrible idea at this point because

16 clearly I don't think that it's given -- being given fair consideration and

understanding, so I don't want to promote a elongated argument when I don't think

that there's an understanding that we have habitual violators who are not being

19 looked at for removing their licenses either by the ALJ and they just are basically

saying we'll just keep paying the fines and do what we do wrong and harming the

21 customers and consumers of the state and we'll just not do it. So I'm just going to

22 pull the directive. If there's -- there's already opposition to it, we're not going to

have a vote on it that's going to pass, so I'm just going to pull it. You can open up

a rulemaking on it, you can do something else, or you can do it under your own

2 direction, but I'm just going to pull the directive.

3 **COMMISSIONER FRANCIS:** I second that.

4 **COMMISSIONER SKRMETTA:** There's no second. I'll just pull it.

5 **CHAIRMAN BOISSIERE:** All right. Well, at this point, the Chairman's going

6 to jump in and say to Commissioner Skrmetta, the idea is not a bad idea, I just think

it needed more development and discussion. I'm not opposed to it necessarily. I

8 just think it deserved to be more developed and I had questions I needed to satisfy.

9 I didn't expect you to pull it. I don't know that it would pass or fail if it were brought

10 to a vote. I just thought in a open meeting as we do at the Commission that we do

11 it. It is absolutely, 100 percent your prerogative to issue it as it is to pull it and I

respect that. But the discussion, and you're right, it's been raised and it's necessary.

And so let's continue to meet with Staff and see what we can do to help solve this.

14 If we need more rules, if we need more remedies, let's put them in place because

our job here at the Commission is to help the public. We, through these things, as

16 far as movers, truckers, carriers -- is it, what, regulated carriers, that's an important

part of what we do here. We talk about energy and power and water all the time

and broadband, but carriers is a big deal to us as well. We need to be able to have

clear rules and understandable rules for not only the public, for the businesses to

follow and that's all I was trying to do here today. But let's move on to the next

21 one.

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22 MS. BOWMAN: We have --

1 **CHAIRMAN BOISSIERE:** That does not require a vote. I think that has been

2 pulled or pulled by Commissioner Skrmetta. I hope you and I can continue to have

3 this discussion. Let's go to the next one, please.

4 **MS. BOWMAN:** We have one more directive under Exhibit Number 11. It's a

5 directive to Staff to open a rulemaking regarding notice provided in connection with

6 rate filings. This is at the request of Commissioner Skrmetta. The directive is as

7 follows: I direct Staff to open a rulemaking or expand the scope of any existing

8 rulemaking to consider and propose draft rules that ensure notice of rate filings with

the Commission is provided to local elected officials in the area in which the

10 proposed rate would be implemented.

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11 **COMMISSIONER SKRMETTA:** Secretary Frey can explain.

12 **SECRETARY FREY:** So Commissioners, we had a situation -- I'm going to try

to be diplomatic and explain this -- happen where there was a rate case the

Commission voted on using our practice and unfortunately, people on the outside

don't understand our practice and what all goes into setting rates, et cetera. But as

16 I appreciate it, some local officials were upset enough that it resulted in legislation

being filed that was very bad legislation. We -- myself, representatives of some of

the companies, Commissioner Skrmetta met with the representatives and talked to

it. And what came out in the discussion, the primary concern was people not being

aware of when rate cases are filed, and even though we follow the requirements in

the constitution and publish it in the official journals as well as on our website, this

22 would give another level of notice, potentially. But it's a rulemaking so it's -- you

23 know, ultimately, we have to vote on it, so that's -- that's the point of this directive.

- 1 **COMMISSIONER CAMPBELL:** Explain this to me. We going to have to -- on
- 2 rate cases?
- 3 **SECRETARY FREY:** Yes.
- 4 **COMMISSIONER CAMPBELL:** You're going to have to notify every public
- 5 official?
- 6 **SECRETARY FREY:** It would -- well, that's -- that would be the subject of the
- 7 rule. We don't have the rule yet. That's going to be discussed in the rulemaking,
- 8 what officials would be notified or not.
- 9 **COMMISSIONER CAMPBELL:** Well, that would be like when I was in the
- senate, I'd have to file every bill that I'm going to do with all the public officials,
- mayors and all that, you know, I mean. This is a body here that we have certain
- parameters. That's what we do. Now, we're going to have to -- our business we
- have to okay it with all the mayors and all the city councilmen and all the police
- jury members and all the school board members? That's where we're headed here?
- 15 **SECRETARY FREY:** No. I don't think so. It's ultimately going to be what we
- vote on in the rulemaking, assuming we go forward with it, but it's -- the way I
- 17 anticipated it would be the utilities themselves notify. But like we have a
- 18 rulemaking open right now that the Commission has looked at in the past to
- 19 consider requiring the utilities to notify every customer of a rulemaking.
- 20 **COMMISSIONER CAMPBELL:** Look, look, I understand about -- I voted for
- every open meeting law from 1976 on. I'm for that. But when you run for the
- 22 Public Service Commission, there's certain jobs you have to do here. I don't know
- 23 anything that we do -- everything's in open. They can get on the -- look you up on

- 1 the internet. Lord knows I've put out more press releases than everybody up here
- 2 put together, three times. I tell everybody what I'm doing. But I don't want to have
- 3 to -- I don't think it's our job to tell the police jury, the school board member, the
- 4 city council member, the justice of the peace, the sheriff, the clerk, the tax assessor,
- 5 the district attorney -- they don't give a damn about all that, if we filed a -- they
- 6 want you to do your job and if they don't like it, it's going to be in the paper. They
- 7 can criticize you. But why in the world would I have to file all this? Then if I -- if
- 8 the district attorney wants to -- he's got to file all this stuff with me and then a judge
- 9 got file all his court cases with me. I just -- I don't think it's a good idea. I think
- 10 it's super duper government over reach.
- 11 **COMMISSIONER SKRMETTA:** Because it's a directive, there's opposition to
- 12 it --
- 13 **CHAIRMAN BOISSIERE:** Okay. Let's let it play out a little bit for here now.
- 14 Thank you, Commissioner Campbell. Brandon, let -- Secretary Frey, let me ask
- 15 you a question here. Can you briefly describe -- you mentioned legislation that
- came from this. What was that legislation trying to do?
- 17 **SECRETARY FREY:** The legislation, if -- and it's my understanding that the
- author is not moving forward with the legislation, partially because of the meeting
- 19 we had, but -- and, look, I put on my former executive counsel hat --
- 20 **CHAIRMAN BOISSIERE:** Absolutely.
- 21 **SECRETARY FREY:** I think -- I think anything -- and I've told this to them. I
- 22 think anything that's passed in Title 45 that purports to regulate the Commission is

- 1 unconstitutional. Do we want to go to court and sue them every time? We've done
- 2 it a few times. That's not the preference --
- 3 **CHAIRMAN BOISSIERE:** Well, tell me, generally, the language that the --
- 4 **SECRETARY FREY:** So this legislation --
- 5 **COMMISSIONER CAMPBELL:** And who was the guy, too, if you don't mind.
- 6 **SECRETARY FREY:** It was Representative DuBuisson.
- 7 **COMMISSIONER CAMPBELL:** Who?
- 8 **SECRETARY FREY:** Representative DuBuisson.
- 9 **COMMISSIONER CAMPBELL:** Where is he from?
- 10 **SECRETARY FREY:** She is from St. Tammany Parish.
- 11 **COMMISSIONER CAMPBELL:** Saint where?
- 12 **SECRETARY FREY:** St. Tammany Parish. The legislation would require all
- public utilities and common carriers to file or to provide to all affected customers
- 14 notices of any changes of rates, including the existing rates, the proposed rates, the
- rate schedule, the rationale, et cetera, which clearly was an issue, but we were able
- 16 to say look, we -- once we had a meeting and explained what all we looked at, I
- think we alleviated a lot of those concerns but it was still some, so.
- 18 **CHAIRMAN BOISSIERE:** Okay. How was that supposed to happen, by
- 19 publication in the newspaper or --
- 20 **SECRETARY FREY:** No. It would have been through -- it would have been a
- 21 required notice that -- through mail, I think is what it said, yeah.
- 22 **CHAIRMAN BOISSIERE:** Through snail mail?

- 1 **SECRETARY FREY:** Yeah. The utilities would have to provide that, so if
- 2 Entergy was applying to increase it rates, it would have to send a mailer to every
- 3 customer is what the legislation would have required.
- 4 **CHAIRMAN BOISSIERE:** Okay. Okay. That seems a lot -- like a lot.
- 5 **SECRETARY FREY:** Agreed.
- 6 **CHAIRMAN BOISSIERE:** But there are other methods of notice --
- 7 **SECRETARY FREY:** Correct.
- 8 **CHAIRMAN BOISSIERE:** -- in the public record.
- 9 **SECRETARY FREY:** And that's what -- I think we have an existing rulemaking
- open right now that the Commission adopt -- opened some time ago to look at other
- 11 ways that we would require notice to be provided.
- 12 **CHAIRMAN BOISSIERE:** I'm not opposed to people being made aware. That's
- 13 not a problem.
- 14 **SECRETARY FREY:** Right.
- 15 **CHAIRMAN BOISSIERE:** It would have to -- I mean, depending on how
- serious. And I understand this is directed to open a rulemaking to determine what
- we should do.
- 18 **SECRETARY FREY:** Exactly. We may ultimately determine not to do anything.
- 19 **CHAIRMAN BOISSIERE:** Right. It might just be a line in a newspaper by the
- time it's all done.
- 21 **SECRETARY FREY:** Correct. Correct.
- 22 **CHAIRMAN BOISSIERE:** Or an internet blast or something like that.
- 23 **SECRETARY FREY:** Right.

- 1 **CHAIRMAN BOISSIERE:** Or an email or something.
- 2 **SECRETARY FREY:** Right.
- 3 **CHAIRMAN BOISSIERE:** Which would be a lot easier to do to inform a lot of
- 4 people. I'm not opposed to this. I just wanted to know where we were headed.
- 5 **SECRETARY FREY:** Sure, sure.
- 6 **CHAIRMAN BOISSIERE:** And people can speculate wildly up here, but I think
- 7 in its final form might be very simple and reasonable.
- 8 **COMMISSIONER GREENE:** I have a question. If the elected officials are also
- 9 customers aren't they also getting notified anytime this also happens? And
- secondly, couldn't this be a tweet and then it's done?
- 11 **SECRETARY FREY:** We could look at all of that. To your first question though,
- are they being notified? They're being notified to the extent that the constitution
- requires publication in the official journals or they go to our website. There's no
- 14 requirement that a customer be notified. Although, Commissioner Skrmetta did
- 15 have a directive or a rule that was adopted that now when the Commission votes on
- a rate schedule, we require the companies or ask them to provide notice. So like
- 17 for example, I'm a Baton Rouge Water customer. When we had that interim rate
- increase last month or the month before, I actually got a bill in the mail saying this
- is notifying you that we requested interim rates and were approved interim rates
- that will take effect on your next billing cycle. So we have that, but that's the extent
- 21 of the notice we have right now.
- 22 **COMMISSIONER CAMPBELL:** On this bill, this lady forgot -- on her
- 23 legislation, she forgot something. She should -- to make her bill a little more juicy,

- she should have said this rate increase was provided by the Public Service
- 2 Commission of Louisiana, thank your Public Service Commissioner for this rate
- 3 increase. That's what she was trying to do. It's crazy. This is the nuttiest thing
- 4 I've heard in a long, long time. Absolutely nuts. You know what Earl Long said
- 5 about this? He said he was against communism, he was against socialism, but that
- 6 nutism was the worst ism of all. This is straight nutism.
- 7 **COMMISSIONER SKRMETTA:** Call a vote.
- 8 **COMMISSIONER GREENE:** I object.
- 9 **COMMISSIONER SKRMETTA:** No. It's got to have a vote on it on this one.
- 10 **COMMISSIONER GREENE:** I object. Let's go to roll call.
- 11 MS. BOWMAN: It's a directive but it sounds like Commissioner Campbell is
- opposing the directive so there's roll call vote. There needs to be a roll call vote.
- 13 **CHAIRMAN BOISSIERE:** I thought it was -- I thought it was just a plain
- 14 directive.
- 15 **COMMISSIONER SKRMETTA:** It's a directive.
- 16 **SECRETARY FREY:** It's just a directive. Yeah, we're not voting to make any
- 17 rule change.
- 18 **COMMISSIONER SKRMETTA:** Right.
- 19 **SECRETARY FREY:** It's just a directive for us to open up a rulemaking or look
- at the [INAUDIBLE] we're making.
- 21 **COMMISSIONER SKRMETTA:** [INAUDIBLE] a vote one way or the other.
- 22 **COMMISSIONER CAMPBELL:** Is that it today?
- 23 **COMMISSIONER SKRMETTA:** No. We have another case.

- 1 **CHAIRMAN BOISSIERE:** You know, y'all been talking a lot up here about
- 2 these items. All right.
- 3 **COMMISSIONER SKRMETTA:** It's an opposition vote. Roll call.
- 4 **CHAIRMAN BOISSIERE:** Okay. So I guess we're having a vote on this. We
- 5 have opposition to this one?
- 6 **COMMISSIONER GREENE:** Yes.
- 7 **CHAIRMAN BOISSIERE:** Roll call. Everybody ready? This is -- do we have
- 8 to read a in re or something, do we --
- 9 **SECRETARY FREY:** No. It's --
- 10 **MS. BOWMAN:** We've already done it.
- 11 **SECRETARY FREY:** It's a directive to --
- 12 **CHAIRMAN BOISSIERE:** Can you read the directive one more time so we can
- vote and know what we're voting on?
- 14 **SECRETARY FREY:** I've got it. I direct Staff to open a rulemaking or expand
- 15 the scope of any existing rulemaking, which we have confirmed we do have an
- existing one, to consider and propose draft rules that ensure notice of rate filings
- with the Commission provided to local elected officials in the areas in which the
- proposed rates would be implemented?
- 19 **CHAIRMAN BOISSIERE:** Commissioner Francis.
- 20 **COMMISSIONER FRANCIS:** I'm voting no on this idea, the idea of this
- 21 directive.
- 22 **CHAIRMAN BOISSIERE:** All right. Commissioner Campbell.
- 23 **COMMISSIONER CAMPBELL:** No.

- 1 **CHAIRMAN BOISSIERE:** Commissioner Greene.
- 2 **COMMISSIONER GREENE:** No.
- 3 **CHAIRMAN BOISSIERE:** Commissioner Skrmetta.
- 4 **COMMISSIONER SKRMETTA:** Yes.
- 5 **CHAIRMAN BOISSIERE:** Chair votes no. Next item.
- 6 **MS. BOWMAN:** Exhibit Number 12 is Docket Number U-36318. It's Louisiana
- Water Company's application for an increase in rates, including interim rates,
- 8 approval of formula rate plan, request for establishment of regulatory asset, and
- 9 request for establishment of an emergency reserve fund. Discussion and possible
- 10 vote on a interim rate increase pursuant to Rule 57. It's at the request of
- 11 Commissioner Francis. On June 13, 2018, Louisiana Water Company filed an
- application to increase its water and sewer rates including the request for interim
- 13 rate relief. LAWCO's request for interim rate relief is due to the increase in cost
- of power, chemicals, and lime sludge removal and its request for an interim rate
- increase of 4.31 percent to cover the increased cost. The proposed interim rate
- would mean that a typical residential customer bill using 4,950 gallons per month
- 17 would increase by approximately \$1.26. LAWCO has proposed to begin
- 18 implementing the interim rate, if approved, immediately upon Commission
- approval and would continue to charge it until a final permanent rate is established
- 20 in this proceeding. Upon Commission approval of permanent rates, the interim rate
- 21 relief would be removed. Staff recommends that the Commission exercise its
- original and primary jurisdiction under Rule 57 to consider LAWCO's request and
- 23 while Staff makes no formal recommendation regarding interim rate increase, Staff

- does note that pursuant to applicable law, any interim increase should be subject to
- 2 refund and applicable bonding requirements. If LAWCO's request is approved,
- 3 Staff would recommend that: 1) LAWCO be required to file proof of the applicable
- 4 bond requirements with the Commission; 2) LAWCO be required to file an updated
- 5 tariff indicating the interim rate and its terms with the Utilities Division within 30
- 6 days of the order approving such interim rate. LAWCO cannot begin charging an
- 7 interim rate until the proof of the applicable bond requirements and an updated
- 8 tariff have been provided to and approved by Staff, and an interim rate shall be
- 9 included in a separate line item charge on each customer's bill. This will need two
- 10 vote as it's under Rule 57.
- 11 **CHAIRMAN BOISSIERE:** All right, guys, y'all ready. Commissioner Francis,
- do you want to --
- 13 **MS. BOWMAN:** So we need to --
- 14 **COMMISSIONER GREENE:** Motion to take the item up under Rule 57.
- 15 **COMMISSIONER FRANCIS:** Second.
- 16 **CHAIRMAN BOISSIERE:** Wait. Hold on. So we got a move by -- a motion by
- 17 Commissioner Greene, second by Commissioner Francis to take the item up under
- 18 Rule 57.
- 19 **COMMISSIONER FRANCIS:** And I make a motion that we accept Staff
- 20 recommendation.
- 21 **MS. BOWMAN:** And I have a --
- 22 **CHAIRMAN BOISSIERE:** Moved by Commissioner Francis, second by
- 23 Commissioner Campbell.

- 1 **COMMISSIONER GREENE:** She has a --
- 2 **CHAIRMAN BOISSIERE:** I'm sorry.
- 3 **MS. BOWMAN:** You're okay.
- 4 **COMMISSIONER FRANCIS:** You want to read that?
- 5 **MS. BOWMAN:** Yes, sir. Would you like me to read that for you?
- 6 **CHAIRMAN BOISSIERE:** Wait. You have a further motion?
- 7 **MS. BOWMAN:** I have a motion for Commissioner Francis.
- 8 **CHAIRMAN BOISSIERE:** Well, I didn't know that. Ain't nobody told me that.
- 9 **COMMISSIONER FRANCIS:** [INAUDIBLE], please.
- 10 **CHAIRMAN BOISSIERE:** Please go ahead.
- 11 MS. BOWMAN: Commissioner Francis moves that we approve LAWCO's
- request for interim rates allowing the 4.31 percent increase in the company's retail
- rates effective May 1, 2022. The interim rate will increase the average customer's
- monthly bill by \$1.26 and remain in effect until the Commission's full decision on
- 15 the merits of LAWCO's rate application. The approval of the increase is subject to
- 16 LAWCO's posting with the LPSC executive secretary and filing into the record of
- 17 Docket U-36318, a letter of credit in the amount of \$627,917 based on the 4.31
- percent increase to ensure refund if necessary.
- 19 **CHAIRMAN BOISSIERE:** Okay. And so we keep the same -- still moved by
- 20 Commissioner --
- 21 **MS. BOWMAN:** Francis.
- 22 **CHAIRMAN BOISSIERE:** -- Francis, second by Commissioner Campbell. Any
- 23 opposition? [NONE HEARD] We are missing one Commissioner.

- 1 **COMMISSIONER GREENE:** No opposition though.
- 2 **CHAIRMAN BOISSIERE:** But no opposition. Commissioner Skrmetta is not
- 3 among the voting either to agree or oppose, so --
- 4 **COMMISSIONER FRANCIS:** Mr. Chairman, I move that we adjourn and go
- 5 fishing.
- 6 **CHAIRMAN BOISSIERE:** Hang on a second. So this item is passed. Motion
- 7 by Commissioner Francis to adjourn, second by?
- 8 **COMMISSIONER GREENE:** Greene.
- 9 **CHAIRMAN BOISSIERE:** Greene. No opposition. Next meeting is in May.
- What's our date?
- 11 **UNIDENTIFIED SPEAKER:** Twenty-fifth.
- 12 **CHAIRMAN BOISSIERE:** May 25<sup>th</sup>. What's our location?
- 13 **MS. BOWMAN:** Baton Rouge.
- 14 **CHAIRMAN BOISSIERE:** All right. Thank you, everybody. And everybody
- drive safely. See you in Baton Rouge and God's speed.
- 16 (WHEREUPON THE MEETING WAS ADJOURNED)

17

| 1        | I certify that the forgoing pages 1 through 84 are true and correct to the best |   |
|----------|---|---|
| 2        | of my knowledge of the Open Session of the Business and Executive Meeting       |   |
| 3        | held on April 27, 2022 in Many, Louisiana.                                      |   |
| 4        | ******************  |   |
| 5        | Rough Draft prepared by:  |   |
| 6        | Lexenbeleer   | 5-4-22                                  |
| 7        | Kathy Dykes,  | Date                                    |
| 8        | Court Reporter  |   |
| 9        | Kayla Fionenza  | 5-4-22                                  |
| 10       | Kayla Fiorenza,   | Date                                    |
| 11       | Court Reporter  |   |
| 12<br>13 | James G. Melancon,  | 5-4-22<br>Date                          |
| 14       | ourt Reporter   | Date                                    |
|          | **************************************  |   |
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| 16       | Proofed by:   |   |
| 17       | Kayler Fiorenge   | 5-4-22                                  |
| 18       | Kayla Fiorenza,   | Date                                    |
| 19       | Court Reporter  |   |
|          |   |   |
| 20       | Finalized by:   |   |
| 21       | Latherfuer  | 5-4-22                                  |
| 22       | Kathy Dykes /   | Date                                    |
| 23       | Court Reporter  |   |