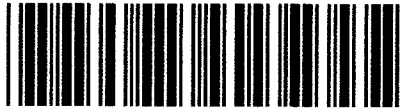


Control Number: 42867



Item Number: 11

Addendum StartPage: 0

House Bill (HB) 1600 and Senate Bill (SB) 567 83<sup>rd</sup>  
Legislature, Regular Session, transferred the functions  
relating to the economic regulation of water and sewer  
utilities from the TCEQ to the PUC effective  
September 1, 2014.

RECEIVED

SOAH DOCKET NO. 582-13-4814 SEP -5 AM 9: 25  
TCEQ DOCKET NO. 2013-0865-UCR

PUBLIC UTILITY COMMISSION  
FILING CLERK

PETITION OF NORTH AUSTIN § BEFORE THE STATE OFFICE  
UTILITY DISTRICT NO. 1, §  
NORTHTOWN MUNICIPAL UTILITY §  
DISTRICT, TRAVIS COUNTY WATER §  
CONTROL AND IMPROVEMENT §  
DISTRICT NO. 10 AND WELLS § OF  
BRANCH MUNICIPAL UTILITY §  
DISTRICT, FROM THE RATEMAKING §  
ACTIONS OF THE CITY OF AUSTIN §  
AND REQUEST FOR INTERIM RATES §  
IN WILLIAMSON AND TRAVIS §  
COUNTIES § ADMINISTRATIVE HEARINGS

SOAH DOCKET NO. 582-14-3145  
TCEQ DOCKET NO. 2014-0489-UCR

PETITION OF NORTH AUSTIN § BEFORE THE STATE OFFICE  
MUNICIPAL UTILITY DISTRICT NO. §  
1, NORTHTOWN MUNICIPAL §  
UTILITY DISTRICT, AND WELLS §  
BRANCH MUNICIPAL UTILITY §  
DISTRICT FROM THE RATEMAKING § OF  
ACTIONS OF THE CITY OF AUSTIN §  
AND REQUEST FOR INTERIM RATES §  
IN WILLIAMSON AND TRAVIS §  
COUNTIES § ADMINISTRATIVE HEARINGS

**CITY OF AUSTIN'S DIRECT PREFILED TESTIMONY**

TO THE HONORABLE ADMINISTRATIVE LAW JUDGE:

COMES NOW, the City of Austin ("Austin"), by and through its attorneys, Webb & Webb, Attorneys at Law, and files this, its Direct Prefiled Testimony, in the above styled and docketed consolidated contested case hearing, pursuant to Order No. 9. In support thereof, Austin would respectfully state as follows:

The following Direct Prefiled Testimonies are submitted by the City of Austin. Each testimony includes a list of exhibits, also as set forth below.

1. Testimony of Greg Meszaros, Director, City of Austin, Austin Water Utility, including Austin Meszaros Exhibit No's. 1 –through 24;
2. Testimony of Bart Jennings, AWU Business Strategy Manager, City of Austin, Austin Water Utility, including Austin Jennings Exhibit No's. 1 through 6;
3. Testimony of Drema Gross, Conservation Division Manager, City of Austin, Austin Water Utility, including Austin Gross Exhibit No's. 1 through 8;
4. Testimony of Teresa Lutes, Managing Engineer, City of Austin, Austin Water Utility, including Austin Lutes Exhibit No's. 1 through 4;
5. Testimony of Michael P. Castillo, Utility Finance and Budget Manager, City of Austin, Austin Water Utility, including Austin Castillo Exhibit No's. 1 through 18;
6. Testimony of David A. Anders, Assistant Director, Business Support Services, City of Austin, Austin Water Utility, including Austin Anders Exhibit No's. 1 through 11;
7. Testimony of Joe Healy, Financial Analyst, HDR Engineering, Inc., including Austin Healy Exhibit No's. 1 through 15; and
8. Testimony of Richard D. Giardina, C.P.A., Executive Vice President Rafetelis Financial Consultants, Inc., including Austin Giardina Exhibit No. 1.

Please Note: This contested cost of service hearing involves water and wastewater service provided by the City of Austin through Austin Water Utility, Austin Water or AWU. Throughout the testimony, witnesses may refer to the City of Austin by any of these common names.

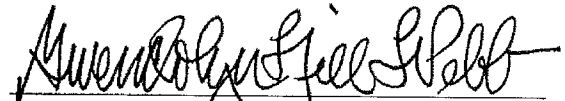
Respectfully submitted,  
CITY OF AUSTIN

KAREN KENNARD,  
City Attorney

D. CLARK CORNWELL  
Assistant City Attorney

WEBB & WEBB  
712 Southwest Tower  
211 East Seventh Street  
Austin, Texas 78767  
Tel: (512) 472-9990  
Fax: (512) 472-3183

By:



Gwendolyn Hill Webb  
State Bar No. 21026300  
[g.hill.webb@webbwebblaw.com](mailto:g.hill.webb@webbwebblaw.com)

Stephen P. Webb  
State Bar No. 21033800  
[s.p.webb@webbwebblaw.com](mailto:s.p.webb@webbwebblaw.com)

ATTORNEYS FOR CITY OF AUSTIN

### CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served via hand delivery, facsimile, electronic mail, overnight mail, U.S. mail and/or Certified Mail Return Receipt Requested on all parties whose names appear on the attached mailing list on this the 15th day of July, 2014.

FOR JUDGE SHENOY:

Honorable Pratibha J. Shenoy  
Administrative Law Judge  
State Office of Administrative Hearings  
300 W. 15<sup>th</sup> Street, Suite 504  
Austin, Texas 78701  
Phone: 512-475-4993  
Fax: 512-322-2061  
via Hand Delivery

FOR THE SOAH DOCKET CLERK:

Ms. Monica Luna, Docketing Clerk  
State Office of Administrative Hearings  
300 W. 15<sup>th</sup> Street, Suite 504  
Austin, Texas 78701  
Phone: 512-475-4993  
Fax: 512-322-2061  
via Electronic Upload

FOR THE TCEQ CHIEF CLERK:

Ms. Bridget Bohac, Chief Clerk  
MC 105  
Texas Commission on Environmental Quality  
P.O. Box 13087  
Austin, Texas 78711-3087  
Phone: 512-239-3300  
Fax: 512-239-3311  
via Electronic Upload

  
GWENDOLYN HILL WEBB

FOR PETITIONERS:

Mr. Randall B. Wilburn, Attorney at Law  
3000 South I.H. 35, Suite 150  
Austin, Texas 78704  
Phone: 512-535-1661  
Fax: 512-535-1678  
[rbw@randallwillburnlaw.com](mailto:rbw@randallwillburnlaw.com)

Mr. John Carlton, Attorney at Law  
The Carlton Law Firm, P.L.L.C.  
2705 Bee Cave Road, Suite 200  
Austin, Texas 78746  
Phone: 512-614-0901  
Fax: 512-900-2855  
[john@carltonlawaustin.com](mailto:john@carltonlawaustin.com)

FOR THE OPIC:

Mr. Garrett Arthur, Attorney at Law  
MC 175  
Texas Commission on Environmental Quality  
P.O. Box 13087  
Austin, Texas 78711-3087  
Phone: 512-239-6363  
Fax: 512-239-6377  
[Garrett.arthur@tceq.texas.gov](mailto:Garrett.arthur@tceq.texas.gov)

FOR THE TCEQ EXECUTIVE DIRECTOR:

Mr. Ron Olson, Staff Attorney  
Environmental Law Division, MC-173  
Texas Commission on Environmental Quality  
PO Box 13087  
Austin, Texas 78711-3087  
Phone: 512-239-0608  
Fax: 512-239-0606  
[Ron.olson@tceq.texas.gov](mailto:Ron.olson@tceq.texas.gov)