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June 3, 1999

Ms. Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Betty Easley Conference Center, Room 110 Tallahassee, Florida 32399-0850

Re: Docket No. 981637-WS

HAND DELIVERY

RECORUS AND

99 JUN -3 PH 4: 03

Dear Ms. Bayo:

Enclosures

Enclosed herewith for filing in the above-referenced docket on behalf of JEA are the following documents:

- 1. Original and fifteen copies of the Rebuttal Testimony of Timothy E. Perkins, with attached Exhibit __(TEP-1);
 - 2. The original and fifteen copies of the Prehearing Statement of JEA; and DISIO -9
 - 3. A disk in Word Perfect 6.0 containing a copy of the Prehearing Statement.

Please acknowledge receipt of these documents by stamping the extra copy of this letter "filed" and returning the same to me.

Thank you for your assistance with this filing.

RECEVED FILED

Sincerely,

FPSQ-DT

ECORDS

Sincerely,

Stephen Menton

Stephen Menton

Ms. Blanca S. Bayo, Director Page 2 June 3, 1999

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a copy of the foregoing rebuttal testimony and prehearing statement were furnished by U. S. Mail this 3rd day of June, 1999 to the following:

Scott Schildberg, Esquire
James L. Ade, Esquire
Martin, Ade, Birchfield & Mickler, P.A.
3000 Independent Square
Jacksonville, Florida 32202

John Wharton, Esquire F. Marshall Deterding, Esquire Rose, Sundstrom, & Bentley, LLP 2548 Blairstone Pines Drive Tallahassee, Florida 32301

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Tim Vaccaro, Esquire Samantha Cibula, Esquire Florida Public Service Commission 2540 Shumard Oak Boulevard Room 370 Tallahassee, Florida, 32399-0873

STEPHEN MENTON, ESO

JEA/2bayo

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11	REBUTTAL TESTIMONY
12	OF TIMOTHY E. PERKINS
13	ON BEHALF OF
14	JEA
15	DOCKET NO. 981637-WS
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DOCUMENT NUMBER - DATE

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FPSC-RECORDS/REPORTING

- Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.
- 2 A. My name is Timothy E. Perkins. My business address
- is 21 Church Street, Jacksonville, Florida 32202-
- 4 3139.
- 5 Q. BY WHOM ARE YOU EMPLOYED?
- 6 A. I am employed by JEA.
- 7 Q. WHAT IS YOUR POSITION WITH JEA?
- 8 A. My current position is Vice President,
- 9 Environmental.
- 10 Q. WHAT IS THE NATURE OF YOUR WORK FOR JEA?
- 11 A. My primary responsibilities include oversight of
- 12 environmental compliance and permitting issues
- related to JEA's utility operations in JEA's four
- 14 county service area. As part of my
- responsibilities, I am JEA's primary contact with
- 16 environmental and legislative bodies regarding all
- 17 aspects of electric, water and sewer permitting as
- 18 well as water quality and industrial pretreatment
- 19 issues.
- 20 Q. ARE YOU INVOLVED IN THE PERMITTING PROCESSES FOR
- 21 JEA'S WATER AND WASTEWATER TREATMENT FACILITIES?
- 22 A. Yes. As part of my job responsibilities, I oversee
- 23 the preparation of permit applications and
- 24 participate in the permitting process for all of
- 25 JEA's water and wastewater facilities.

- Q. FOR PURPOSES OF HAVING YOU QUALIFIED AS AN EXPERT
 IN THE FIELD OF ENVIRONMENTAL PERMITTING, PLEASE
 SET FORTH YOUR EDUCATIONAL AND PROFESSIONAL
 EXPERIENCE.
- 5 A. received a Bachelor of Science degree environmental engineering with highest honors from 6 the Florida Institute of Technology. I 7 licensed professional engineer in the State of 8 Florida. I have been in my current position as 9 Vice President, Environmental for JEA since 1998. 10 I was the Vice President for water and wastewater 11 treatment for JEA's predecessor, the Jacksonville 12 Electric Authority from 1997-1998 prior to which I 13 was the Managing Engineer, Water Division Chief, 14 for the Department of Public Utilities from 1987-15 1996. In both of those positions, 16 responsible for the operation and maintenance of 28 17 treatment plants, a 2,160 mile water 18 water distribution system, a water quality program and a 19 public education program. As Vice President for 20 Water and Wastewater Treatment, I was responsible 21 for operations and maintenance of five regional 22 wastewater treatment plants and approximately 650 23 sewage pump stations. I was also responsible for 24 regulatory compliance and permitting. The Division 25

had a staff of 236 personnel with an annual 1 2 operating budget of \$19.7 million. From 1984-1987, I was a professional engineer in the water service 3 4 division of the Department of Public Works. Prior 5 to that, I worked for private engineering companies 6 from 1979-1984 during which time I was responsible 7 for the design of water and wastewater facilities 8 and oversaw contract administration, construction 9 inspection and the start up of water and wastewater facilities. 10

11 Q. WHAT ARE YOUR PROFESSIONAL AFFILIATIONS?

- 12 A. I am the Vice Chair of the Management Committee of
 13 the Association of Metropolitan Water Agencies. I
 14 also served on the Florida Section Governing Board
 15 of the American Waterworks Association and I am a
 16 member of the Water Environment Federation.
- Q. CAN YOU PLEASE IDENTIFY THE DOCUMENT LABELED

 18 EXHIBIT ___ (TEP-1)?
- 19 A. Yes. It is my resume.
- Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS

 DOCKET?
- A. The purpose of my testimony is to address certain issues raised by the prefiled testimony of Kirsten Smeltzer of the Florida Department of Environmental Protection ("DEP") and Caroline Silvers of the St.

- Johns River Water Management District ("SJRWMD").
- 2 Their testimony was submitted on behalf of the
- 3 Public Service Commission staff in this docket.
- 4 Q. HAVE YOU REVIEWED THE PREFILED TESTIMONY OF KRISTEN
- 5 SMELTZER IN THIS DOCKET?
- 6 A. Yes.

25

- Q. ARE THERE ANY ISSUES IN MS. SMELTZER'S TESTIMONY
- 8 WHICH YOU WISH TO COMMENT UPON?
- On page 11 of her testimony, Ms. Smeltzer 9 Α. indicates that JEA recently received an \$11 million 10 state grant to implement reuse. In fact, the state 11 grant was only \$5 million. JEA has contributed the 12 13 remaining \$6 million to implement a reuse program. JEA is the process of implementing an extensive 14 reuse system. Construction has started on the 15 The filtering system has been reuse system. 16 completed and a portion of the lines are under 17 construction and the remainder of the lines are 18 under design. On page 10 of her testimony, Ms. 19 Smeltzer indicates that JEA has not yet identified 20 any definite reuse customers for its Mandarin 21 wastewater treatment facility. JEA has in fact 22 identified nine potential reuse customers for its 23 reused water and letters of intent have been 24

executed by eight of the nine potential reuse

- customers. It is estimated that these customers
 will use 1.5 MGD of reuse from the Mandarin
 Wastewater treatment facility. JEA's entire reuse
 system will be completed by December 2000.
- 5 Q. ARE THERE ANY OTHER ASPECTS OF THE TESTIMONY OF MS.
 6 SMELTZER THAT YOU WISH TO COMMENT UPON?
- 7 Α. On page 11 of her testimony, Ms. Smeltzer 8 indicates that JEA recently purchased the Julington 9 Creek Wastewater Treatment Plant ("Julington 10 Creek") and, on page 12 of her testimony, she indicates that Julington Creek faces a potential 11 12 enforcement action. In fact, JEA has not completed the purchase of Julington Creek. 13 Negotiations regarding the possible acquisition of that plant 14 15 are on-going between JEA and the current owner of 16 the facility, JCP Utility Company ("JCP"). Because 17 the purchase of the Julington Creek facility has 18 not been completed, JEA is not in control of the 19 facility. JEA is not aware of any potential 20 enforcement actions against Julington Creek. No 21 pending enforcement actions against the facility 22 have been brought to JEA's attention during the negotiations. As set forth in the prefiled direct 23 24 testimony of Scott Kelly submitted in this docket, 25 JEA has the capacity to provide wastewater

- treatment service to the requested territory
 through facilities currently owned and operated by

 JEA. Acquisition of Julington Creek is not
 essential to JEA's ability to provide wholesale
 service to St. Johns County as called for in the
 April 13, 1999 Agreement, Exhibit , (SDK-2).
- 7 Q. HAVE YOU REVIEWED THE PREFILED DIRECT TESTIMONY OF 8 SCOTT KELLY IN THIS DOCKET?
- 9 A. Yes.
- 10 Q. DOES MR. KELLY'S TESTIMONY ACCURATELY SET FORTH THE
 11 CAPACITIES OF JEA'S WATER AND WASTEWATER TREATMENT
 12 PLANTS?
- 13 JEA's Mandarin Wastewater Treatment Plant has Α. a permitted capacity of 7.5 MGD with 5.86 MGD 14 15 currently reserved by developers and other 16 entities. JEA's Arlington East Wastewater 17 Treatment Plant is currently being expanded to 15 18 MGD and has reserve capacity capable of 19 supplementing if The Mandarin needed. 20 interconnected water plants that comprise JEA's 21 South Grid have a total permitted capacity of 97.33 22 MGD with a commitment to existing and future customers of 43.32 MGD. 23 JEA has submitted consumptive use permit applications with the SJRWMD 24 25 seeking long-term water use permits for the

- wellfields that supply all of JEA's water plants 1 identified in Mr. Kelly's 2 including those testimony. The consumptive use permit applications 3 are currently under review and no action is 4 expected on the long-term permits before July, 5 1999. 6
- 7 Q. HAVE YOU REVIEWED THE PREFILED DIRECT TESTIMONY OF 8 CAROLINE SILVERS IN THIS DOCKET?
- 9 A Yes.
- Q. ARE THERE ANY ISSUES IN MS. SILVERS' TESTIMONY

 WHICH YOU WISH TO COMMENT UPON?
- As indicated in the prefiled testimony of 12 Α. Scott Kelly, JEA currently meets the water needs of 13 14 its customers through two separate interconnected large water plants. of One 15 grids interconnected grid (the "North Grid") is located 16 north of the St. Johns River in Duval County. The 17 second interconnected grid (the "South Grid") is 18 located on the south side of Duval County. An 19 interconnected water plant configuration provides a 20 very high level of reliability and allows JEA to 21 balance withdrawals from the Floridan Aquifer in 22 order to minimize drawdown and other adverse 23 The interconnected grids also provide 24 back-up reliability in case of an outage in the 25

system. In fact, because of the special protections afforded by an interconnected grid. many of the private utilities in this area of the state, including United Water Florida, Inc., have contracted with JEA for emergency back-up and peaking protection. Although the SJRWMD has not established a safe yield for the Aquifer in this region, preliminary results of studies undertaken by JEA indicate that it can safely withdraw between 50 to 60 MGD from its South Grid wellfields without unacceptable adverse environmental impacts. Because of the hydrogeology in the South Grid area, some localized problems can arise as a result of fracturing near withdrawal sites. These localized problems can be dealt with through planning, monitoring and modifications to existing wellfields. JEA, with its interconnected system and available resources, has the ability to detect and address these problems before they become significant. JEA's current capital budget has allocated \$9 million over the next four years for wellfield optimization efforts. In sum, the existing wellfields which supply JEA's South Grid have sufficient capacity to provide service to St. Johns County in accordance with the April 19, 1999

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Agreement between JEA and St. Johns County without unacceptable adverse environmental impacts. addition, JEA is in the process of implementing a long term strategy to interconnect its North and South Grids. There is excess capacity available in the North Grid which, through interconnection, can be utilized to minimize the risk of adverse impacts in the South Grid. The St. Johns River inhibits the flow of groundwater from the northside to the southside of the river. JEA has determined that interconnection of the North and South Grids will enable it to utilize the excess groundwater capacity available from the North Grid. When the interconnection of the North and South Grids is completed, it will enable JEA to further balance withdrawals from the Floridan Aquifer to protect against adverse impacts. It will also enhance the development of a truly regionalized system with many attendant benefits.

20 Q. DOES THIS CONCLUDE YOUR TESTIMONY?

21 A. Yes.

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23 Perkins.reb

Timothy E. Perkins, P.E. 2131 Birch Bark Ct. E., Jacksonville, FL 32246

(904) 221-Docket No. 981637-WS Environmental engineering, Florida Institute of Technology, Melbourne, FL

B.S. Highest Honors

Licensed Professional Engineer

Employment History

JEA

Vice President, Environmental

Responsible for contacts with Environmental and Legislative bodies regarding all facets dealing with electric, water and sewer permitting; water quality; and industrial pretreatment program.

Jacksonville Electric Authority (JEA)

Vice President Water and Wastewater Treatment

1997-1998

Responsible for operation and maintenance of 28 water treatment plants, 2160 mile water distribution system, water quality program, regulatory compliance, permitting, and public education.

Water Division Chlef/Managing Engineer,

Department of Public Utilities

Responsible for operation and maintenance of 28 water treatment plants, 2160 mile water distribution system, water quality program, regulatory compliance, permitting, and public education. The division had a staff of 236 personnel with an annual operating budget of 19.7 million dollars.

Professional Engineer Water Services Division

Department of Public Works

Responsible for engineering plan review, analysis of impacts of proposed development on the water and wastewater system and negotiation of developer funded expansions of the water and sewer system. Developed computerized hydraulic modes of the water distribution system and wastewater transmission system. Designed and oversaw construction of regional wastewater pumping facilities.

BESSENT HAMMACK & RUCKMAN, INC., JACKSONVILLE, FL

Project Engineer

Responsible for the design of water and wastewater facilities for subdivisions and commercial properties including water treatment, water distribution, wastewater collection, wastewater treatment and stormwater pumping facilities.

SEVERDRUP & PARCEL & ASSOCIATES, ST. LOUIS, MO; JACKSONVILLE, FL

AND VERO BEACH, FL Environmental Engineer

1979-1983

Responsible for design of water and wastewater treatment facilities, pumping facilities, ground storage tanks, sewage force mains and water transmission mains. Oversaw contract administration, construction inspection and start up of water and wastewater facilities.

<u>Affiliations</u>

Association of Metropolitan Water Agencies, Vice Chair Management Committee American Water Works Association, Member Florida Section Governing Board Water Environment Federation, Member

Docket No. 981637-W5
Exhibit __ (TEP-1)
Resume of Timothy E. Perkins, P.E.
Page 2 of 2

Career Achievements

Developed and directed installation of an automated water treatment plant control system which operates 22 water plants from central location. Automated control system reduces operations manpower requirements for manual operation by 26 personnel saving 1.3 million dollars per year.

Recommended development and implementation of a departmental automation plan drafted scope and requests for proposals for consultant services and negotiated consultant contract. Preparation of the plan is now under way.

Aggressively expanded water meter replacement program. Meter replacements were increased 500% through reallocation of existing personnel. Average residential water meter service life has been reduced to 15 years.

Implemented a program of capital improvements, which will facilitate consolidation of water plants. Upon completion of the program, 9 water plants with high operations and maintenance costs will be removed from service.

Developed and managed implementation of an award winning water conservation public education program.

Established a program to monitor lead and copper in residential drinking water which was cited as a model program for other utilities by the State drinking water program.

Authored for proposals, negotiated contracts and managed consultant services for a water quality study, water facility master plan, water audit, leak detection program, hydrogeological model, aquifer management plan and design and construction of a regional water treatment plant.