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August 26, 2011

Mr. Phil Montgomery Chairperson Public Service Commission of Wisconsin 610 N. Whitney Way P.O. Box 7854 Madison, Wl. 53707-7854

Dear Chairperson Montgomery:

I am writing with regard to the recent correspondence to your office from Senator Wanggaard that has been reported in various media. This letter raises some interesting and far reaching policy questions regarding the relationship between regulated utility companies and municipalities and other government entities in situations where those utility companies occupy the public right-of-way.

As you know, long standing custom and practice as well as legal precedent has governed the relationship between utility companies and municipalities where a public works project requires utility work. It appears that Senator Wanggaard seeks to question these long standing arrangements and precedents and perhaps alter these arrangements and precedents through legislation, regulation or PSC decision or rule making.

If this is the case, it is important to point out that my 40,000 constituents in the City of Milwaukee would also want to be heard on future public works projects in Racine County which may impact their utility rates. I am sure that there are many public works projects in Racine County or other suburban communities that my constituents will not use or benefit from to the same extent that Racine County residents may not use or benefit from public works projects in the City of Milwaukee. For example, I can think of many suburban highway and freeway projects, which have generated significant utility relocation costs, which my constituents, especially those who do not own automobiles, do not use or benefit from. Taxpayers of the City of Milwaukee should not be required to pay for the local transportation desire of Racine County or any other suburban county.

Perhaps Senator Wanggaard is right and we should be looking at a new legal arrangement that provides ratepayers in one community with legal standing to object

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to and/or block public works projects in another community or perhaps all public works projects that could affect a utility's costs should be put to a referendum of all ratepayers. Perhaps the PSC should hold hearing and approve all public works projects in the State of Wisconsin that could conceivably affect a utility rate.

Thank you for your consideration of this matter and I will look forward to your policy recommendations.

Sincerely,

Robert J. Bauman Alderman, 4th District

cc: Commissioner Ellen Nowak Commissioner Eric Callisto