

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax 850.926.8448
daveerwin@directway.com

July 8, 2002

Blanca Bayo
Division of the Commission Clerk
and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

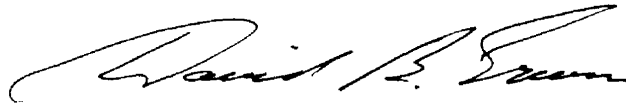
In re Docket no 011073-WS, Application of Ferncrest Utilities, Inc
for increased Water and Wastewater Rates

Dear Ms Bayo

Pursuant to a data request, dated June 21, 2002, Senior PSC Attorney, Larry D Harris,
sought responses to 39 items.

Enclosed are the responses of Ferncrest Utilities, Inc. If there are questions, please call
me or Bob Salerno at 954.587.8833 or Andrew Trumbach at 954.587 0330.

Sincerely,



David B Erwin

DBE jm

Enclosures

Cc Bob Salerno
Andrew Trumbach
Larry Harris
Tricia Merchant
Marshall Willis

DOCUMENT NUMBER - DATE

06958 JUL-8 02

FPSC-COMMISSION CLERK

Response to Staff Data Request No. 1
Docket No. 011073-WS - Ferncrest Utilities, Inc.

Palma Nova Mobile Home Park

1. *Please state the occupancy rate of palma Nova at the end of each year from 1998 to 2001?*

1998 - 48 empty, 895 occupied 94.90%

1999 - 104 empty, 839 occupied 88.97%

2000 - 170 empty, 773 occupied 81.97%

2001 - 208 empty, 735 occupied 77.94%

2. *What is the present occupancy rate at palma Nova at May 31, 2002*

Total Lots 943, 195 empty, 748 occupied 79.32%

3. *If the palma Nova Mobile Home Park was 100% occupied, please provide the incremental change in number of customers, billing determinants, revenue and expenses from the utility's MFR balances for the year ended December 31, 2000.*

Please refer to attached schedule. No material changes in expenses will occur.

4. *With regard to the incremental change in billing determinants, please provide the change, by meter size, in number of bills and consumption for both residential and general service*

Please refer to attached schedule

5. *Please explain what methodology the utility used to determine the average consumption of these additional customers?*

Average per meter class.

6. *What is the expected real occupancy rate December 31, 2002 and explain the increase or decrease from the rate at May 31, 2002?*

Expected occupancy at December 31, 2002 is 80.38% or 758 occupied and 185 empty
Management hopes to move in 18 homes and lose roughly 8 tenants for the remainder of the year

7. Explain when 100 percent occupancy is expected to occur based on our projections?

Based on the increase from the year 2001 to expected 2002 of 23 homes it is projected to reach 95 to 100% occupancy in approximately 8 years or by December 31, 2010

Lime Room Renovation - Audit Exception No. 4

8. Please provide, by primary account and dollar amount, the original plant cost for the equipment that was removed and the date when this plant was placed into service?

Account 0320-3100

Per Ferncrest Fixed Assets schedule, a consolidated amount was spent and booked in the late 1970's and depreciated using the straight line method over 22 years. We can not ascertain nor allocate the individual cost for the specific junction box switches or control cabinets in the lime room. We can ascertain that the assets were fully depreciated.

Deferred Maintenance Capitalized - Audit Disclosure No. 1

9. Staff auditors determined that the utility purchased a well pump in 1998 and that the utility did not retire the old pump. Please state whether the old pump is still being utilized. If the old pump is not being utilized, please provide, by primary plant account and dollar amount, what the journal entry would be to retire the old pump?

Old pump is not in use and has been retired. Primary account is 0311-2100 and was installed in the late 1970's and is fully depreciated based on its useful life.

Forklift Repair - Audit Disclosure No.1

10. Please state all uses for both the old and the new forklifts, including use by other entities other than Ferncrest?

Forklifts are used primarily to unload trucks (CL2, Sand Pipe, Equipment) and to install equipment.

No other entities use the forklifts other than Ferncrest Utilities, Inc.

11. If other entities use the forklift, state the amount of time and percentage use?

N/A since no other entities use the forklifts.

12. Is the new forklift used to add and remove mobile homes?

No.

13. *If American Marketing and Management (AMM) owned the old forklift, why was Ferncrest paying for repairs?*

AMM do not own the old forklift. The old forklift is owned by Ferncrest Utilities, Inc.

14. *Why did AMM purchase a new forklift for Ferncrest?*

The new Forklift was purchased by AMM and then bought by Ferncrest for the same amount. The reason is solely to facilitate the leasing of the equipment by Ferncrest if cash flow does not permit it to afford the larger priced equipment. AMM has the resources to purchase the assets outright and negotiates the best possible wholesale deal. AMM then becomes the vendor and sells it to Ferncrest via an equipment leasing arrangement using the equipment as collateral. This allows Ferncrest the ability to acquire its assets at the best possible prices without using any of its funds.

15. *What entity owned the old forklift?*

As previously stated in 13, Ferncrest Utilities, Inc owns the old forklift.

Water Materials and Supplies - Audit Disclosure No. 3

16. *Please provide the invoice or invoices for the \$2,935 charge on July 12, 2000 to American Land Development for the location and repair of a water main under mobile home. If the invoice or invoices are not sufficient detail to determine the specific type and quantity of each material and supply purchased, please provide a complete accounting of this information for the total \$2,935 charge?*

Audit disclosure No. 3 is not correct. American Land Development is not affiliated with Ferncrest utilities, Inc, American Marketing and Management or any other companies owned and operated by the shareholders of Ferncrest Utilities, Inc.

Attached is the invoice that shows that this is for repairs to the water line in everglades lakes.

17. *Please provide the invoice or invoices for the \$4,390 charge on November 30, 2002 to American Land Development for the water break repairs at Silver Oaks. If the invoice or invoices are not in sufficient detail to determine the specific type and quantity of each material and supply purchased, please provide a complete accounting of this information for the total \$4,390 charge*

American Land Development is not an affiliate of Ferncrest. I have attached the invoice # 10332035 showing the \$4,390 that details fully the expenses for the water break at Silver Oaks.

Wastewater Materials and Supplies - Audit Disclosure No. 4

18. *Please provide the invoice for the \$1,492.75 charge on November 30, 2000 to American Land Development for the asphalt repair of a new sewer lateral. If the invoice or invoices are not in sufficient detail to determine the specific type and quantity of each material and supply purchased, please provide a complete accounting of this information for the total \$1,492.75 charge.*

American Land Development is not an affiliate of Ferncrest. I have attached the invoice # 98001 showing the \$1492.75 that details fully the expenses for the asphalt repair at Silver Oaks

19. *With regard to the sewer break repair of \$585 and the asphalt repair of \$1,000 associated with the sewer break that were charged on November 3, 2000, please provide the invoices for these amounts. IF the invoice or invoices are not in sufficient detail to determine the specific type and quantity of each material and supply purchased, please provide an accounting of this information for these charges.*

American Land Development is not an affiliate of Ferncrest. I have attached the invoice # 10332035 dated November 30, 2000 showing the \$1,000.00 for the FPL sewer break and invoice # 103000 dated October 30,2000 in the amount of \$585.00 that details fully the expenses for the work done on the FPL sewer break.

20. *Please state type and amount of any other expenses Ferncrest has incurred during 2000 to repair this sewer break. For any labor involved for this repair, provide for each individual the number of hours worked and the hourly rate?*

The repair was carried out by American Land Development and Construction, Inc.

21. *If this sewer break was caused by FPL, explain how FPL caused this sewer break?*

FPL contractor ran power line through pipe while boring under road.

22. *Did Ferncrest receive any compensation from FPL to reimburse the utility's cost of these repairs? If so, please state the total amount of compensation the utility received from FPL.*

Ferncrest did not receive any compensation from FPL.

23. *If Ferncrest did not receive any compensation from FPL, has the utility requested FPL reimburse Ferncrest for the cost of these repairs and has the utility received any indication that FPL will reimburse Ferncrest for the cost of these repairs?*

No Ferncrest did not request reimbursement from FPL.

24. *If Ferncrest has not requested FPL to reimburse Ferncrest for the cost of these repairs, explain why not*

Because the break happened about two years before it showed up and Ferncrest actually became aware of it. It is management opinion that it would be impossible to get FPL to take responsibility and pay for it.

Settlement with Broward County - Audit Disclosure No.7

25. *Please provide a copy of the settlement agreement with Broward County for the Utility lift station*

Settlement Agreement attached.

Accounts Nos. 603 and 703, Salary & Wages - Officers

26. *Please describe the new allocation used for Salaries and Wages - Officer?*

Salaries for Officer have been allocated 50% to water and 50% to wastewater. This is the same allocation used in previous periods. Ferncrest has entered into a co-employment agreement with Oasis Human Resource (Division of Wackenhut) to be the administrative employer of record. Oasis provides Ferncrest with Workers Compensation Insurance, Health Insurance and other employee benefits and invoices the company for each employee costs.

27. *Please explain the difference between the new and preceding allocation for Salaries and Wages - Officers.*

There are one primary difference. The new method of allocation includes the aggregate cost (workers compensation, health insurance, employer FICA taxes, Medicare taxes etc). The old method classified these cost in their respective accounts separately. For example workers compensation cost went to an account classified as such. This is consistent with the State laws because the employees are de-facto employees of Oasis. Oasis reports those employees on their payroll reporting forms with the IRS and Florida State Department of Labor. Ferncrest is the site employer only. The company has realized a significant savings from this new relationship, especially in the area of workers compensation. Based on its modification experienced, the company had seen its cost skyrocketed until its policy and coverage was cancelled.

Account No. 742, Rental of Equipment

28. *Please provide a copy a cost benefit analysis, if performed, or any other supporting documentation regarding the utility's decision to lease the new equipment for its wastewater system (as shown on MFR Schedule B-8) rather than purchasing it*

Please refer to the Audit Report- Exception No. 3 for a full explanation of this event. This was reclassified as a Capital Lease. Ferncrest was in dire need of a new Digester Tank and had entered into a contract for the purchase of this tank for \$74,702.00. There was no funds available to Ferncrest either in its accounts or via any type of traditional loans from the bank based on its record of losses. As such, no cost benefit analysis was performed regarding the decision to lease rather than purchasing. The facts was that this was the only option available to Ferncrest at the time to be able to purchase the needed equipment.

29. *If the utility did not perform such an analysis, please explain why it did not.*

Facts are that Ferncrest could not borrow from traditional lenders nor had the cash resource to purchase the \$74,702.00 equipment. A cost benefit analysis was meaningless when **the question was what was the least expensive way Ferncrest could use an equipment leasing arrangement using the equipment as collateral.**

30. *Please explain what support the utility has to show that its decision to lease equipment was a more prudent and cost effective option than purchasing the equipment?*

As discussed prior, management was of the opinion after consultation with its outside professionals that an equipment leasing arrangement was the only option available t to be able to purchase the equipment. As shown on the Annual Reports submitted to the Public Service Commission, the company had no cash reserves to be able to purchase the equipment. Its prior operating results as shown on its financial statement would not allow for any traditional borrowing.

Golf Carts

31. *According to MFR Schedules Nos. A-5 and A-6, the utility reported transportation equipment of \$35,572 for water and \$47,554 for wastewater. This represents total utility transportation equipment of \$83,126 for the year ended December 31, 2000. In its MFR's the utility provided a list of vehicles for the year ended December 31, 2000. This list reflected that Ferncrest has two pickup trucks and two golf carts, which have a total cost of \$33,000. Please explain the difference between the \$83,126 amount of transportation equipment shown on Schedule A-5 and A-6 and the \$33,000 cost reflected on the utility's list of vehicles?*

Attached please find a copy of the company's fixed asset schedule detailing the total amount of transportation equipment relating to water and wastewater. The book assets reflects all transportation equipment purchased from 1984 until December 31, 2000 regardless of whether

they were fully depreciated or retired. The majority of those transportation equipment was fully depreciated, had no utility and/or were retired. In order to track its capital purchases, the company do not omit fully depreciated assets from its fixed asset schedule. The Book Net Book Value shows the asset value after subtracting the cost of depreciation of these assets. As such, to equate the total cost of all transportation equipment purchased from the time the company began business to the current inventory list without taking out all equipment that were fully depreciated and retired is wrong and unjust.

Rate Case Expense

32. *According to MFR Schedule B-9, Andrew Trumbach is compensated \$125 an hour for the contractual accounting and consulting services. On MFR Schedule B-10, the utility reflects that Mr. Trumbach is being compensated \$250 per hour for accounting and financial consulting services related to this rate case. Please explain why the utility increased the hourly rate for Andrew Trumbach from \$125 to \$250 for the rate case expense purposes.*

Schedule B-10 reflects the estimate of charges of \$30,000 for consulting and accounting services related to the rate case expense. This is a significant savings to Ferncrest since the accounting and consulting services paid by the company for the 1994 Rate Case expenses was well in excess of \$100,000. The estimate is based on work to be completed by both Andrew Trumbach and a CPA, Bob Brennan at a total combined charge of \$250 per hour or \$125 per hour individually. This is a reasonable and fair price based on the education and experience of these two individuals.

33. *For each firm and/or consultant providing services for the applicant in this docket, please provide copies of all invoices for services provided to date and an estimate of additional rate expense to complete this case.*

Dave Erwin: A total of \$11,997.20 has been paid to date on the 2000 Rate Case. Ferncrest has estimated initially that a total of \$25,000 as budgeted for legal fees therefore a remaining amount of \$13,002.28 is still budgeted. The amount paid to date is under budget and the amount of legal services required is contingent upon the scope of the Public Service Commission inquiries etc. The invoices paid to date are attached

Andrew Trumbach & Bob Brennan: No amounts have been paid to Andrew Trumbach or Bob Brennan directly for the 2000 rate case. The fee of \$30,000 for all related work on the 2000 Rate Case Expense is expected to be paid to complete this rate case.

34. *If related party employees or contract workers provide services for this rate case, please submit the same information as consultants*

No amounts have been paid for related party employees or affiliated companies

35. *If rate case consultant invoices are not broken down by hour, please provide reports that detail by hour, a description of the actual duties performed and amounts incurred?*

Attached invoices are broken down by hour for invoices paid to date

36. *Please provide a copy of all time sheets or written documentation showing how much time Andrew Trumbach and any other person (s) spent on the MFR's in this docket*

All invoices submitted on this rate case detail the hours spent and the total amount paid. Proper written documentation will be provided on any other consultants' time spent on the rate case.

37. *If Ferncrest salaried employees performed work being charged to rate case expense, please provide support documentation that demonstrates these costs have not already been included in O&M expenses*

Not Applicable as no salaried employee performed work charged to rate case expense.

Short and Long Term Debt - Audit Disclosure No. 12

38. *Staff auditors found that the utility has paid no interest on any of its debt since 1994. Please explain why the utility has not paid any interest on its debt since 1994.*

Simple put, Ferncrest does not have sufficient cash flow to service its debt payments and upgrade and maintain its facilities. All available cash have been prioritized at the expense of its debt holders to properly maintain and operate the plant.

39. Staff auditors found that interest on the Silver Oaks note and the mortgage note is added to the principal each year and expensed. Staff auditors also found that the principal for all other debts stay the same and the utility accrues the interest by debiting interest expense and crediting interest payable. Please explain why the utility accounts for the interest on the Silver Oaks note and the mortgage note differently from how it accounts for the interest on all of its other debts?

The Silver Oaks Note and the Mortgage Notes are set up originally and treated as a normal formal note would be, with the interest accruing on the unpaid portion of the principal and any unpaid interest to date. The other loans are accruing interest on only the unpaid principal balance. This is unfair to the holders of those notes since they have not been paid their interest as well and should be accruing interest on the total unpaid principal and interest. Ferncrest is under the impression that this was dictated by the Public Service Commission in their 1994 rate Case Proceedings and had followed this direction since.

H. COLLINS FORMAN, JR., P.A.

August 28, 2000

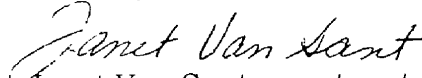
Ms. Linda Sunderland
Department of Planning and
Environmental Protection
Enforcement Administration
218 SW 1st Avenue
Fort Lauderdale, FL 33301

RE: Ferncrest Utilities, Inc. - Settlement Agreement
Notice of Violation #99-30543

Dear Linda:

Enclosed for presentation to the County for execution are two originals of the Settlement Agreement that Robert V. Salerno executed as President of Ferncrest Utilities. Upon your notification that the County has accepted the Settlement Agreement, we will mail to you our client's check in the amount of \$5,100.00. After execution by the County, please mail to Mr. Forman a fully executed original for our file.

Sincerely yours,


Janet Van Sant, secretary to:
H. COLLINS FORMAN, JR.

/jvs

Enclosures

cc: Mr. Robert Salerno
Mr. M. Austin Forman

1323 Southeast Third Avenue, Fort Lauderdale, Florida 33316
Telephone (954) 764-0005 Facsimile (954) 764-1478

BEFORE BROWARD COUNTY BOARD OF COUNTY COMMISSIONERS

**BROWARD COUNTY DEPARTMENT OF PLANNING
AND ENVIRONMENTAL PROTECTION**

Petitioner

vs.

NOTICE OF VIOLATION # 99-30543

FERNCREST UTILITIES, INC.

Respondent

SETTLEMENT AGREEMENT

This cause having been set for Hearing before a Hearing Examiner on August 10, 2000 to determine whether or not the Respondent, Ferncrest Utilities, Inc., violated Section 27-193(b)(4)a. of the Broward County Code of Ordinances which states:

"No domestic wastewater, non-domestic wastewater, or other wastewater shall be discharged into nor shall facilities conveying such wastewater be connected to any sewer designated to carry stormwater, unless the discharger is in compliance with a current NPDES permit and county license. No stormwater shall be discharged into nor shall a stormwater facility be connected to a sanitary sewer."

Respondent, FERNCREST UTILITIES, INC. admits that on or about October 3, 1999 it violated Section 27-193(b)(4)a. of the Broward County Code of Ordinances when, as the result of a lift station failure, domestic waterwater leaked into a storm sewer located at the intersection of SW 60th Avenue and SW 29th Court, Davie Fl. 33314.

By settlement of this cause, it is understood that Respondent waives its right to an administrative hearing and the rights set forth in Section 27-32 of the Broward County Code. It having been agreed by the Respondent to dispense with the Hearing and enter into this agreement, it is agreed that the Respondent shall pay, within 30 days from the date of approval by Broward County Board of County Commissioners, a Civil Penalty of \$4,800.00 and administrative costs of \$300.00 for a total of \$ 5,100.00.

Furthermore, Respondent agrees to develop a Wastewater Utility Continuity of Service Plan (CSP) that is acceptable to Broward County Department of Planning and Environmental Protection. Said plan shall be a written emergency plan to handle spills and abnormal events in the wastewater treatment plant and conveyance systems. A suggested format for the CSP is provided in Attachment A. The plan shall include at a minimum the following:

SETTLEMENT AGREEMENT FOR NOTICE OF VIOLATION No: 99-30543
RESPONDENT: Ferncrest Utilities, Inc.

1 - A risk and impact analysis

Identify management and operating risks based on inventory and assessment of facilities. Identify health, safety, and property damage risks. Perform a scenario risk analysis (credible worse case and more probable case scenarios), and list threat to readiness.

2 - An Identification of mission critical functions

Identify and prioritize processes that accomplish vital or critical functions (e.g. plant processes, main pumping stations, transmission lines). Identify systems, applications, and equipment that support the processes necessary to accomplish mission critical functions (e.g. emergency response plan, contractor and supplier information).

3 - The development of core Continuity of Service Plan

Determine appropriate alternative operation modes (e.g. mutual assistance agreements with adjoining facilities). Determine operational limitations. Develop organizational structure and concept of operations. Develop procedures for 3 time periods:

- Preparatory - prior to an event conduct efficiency tests and check operational adequacy at periodic intervals, including inspection and preventative maintenance functions.
- Pre-contingency - leading up to addressing the event, after awareness of the incidence, including a communications plan during and after normal hours.
- Contingency - following an event, time should be taken to assess the situation and to evaluate the effectiveness of procedures followed. Modify procedures as necessary for future.

4 - The development of detailed procedures and preparation of resources.

Prepare detailed procedures, job aids and checklists. Identify human and material resources required. Acquire any materials and supplies required. Identify and prepare support facilities.

SETTLEMENT AGREEMENT FOR NOTICE OF VIOLATION No: 99-30543
RESPONDENT: Ferncrest Utilities, Inc.

5 - The development of training procedures.

Provide awareness training for general employees/others, orientation for plan-assigned personnel and team training annually.

6 - The development of a validation exercise

Develop and implement a drill or exercise to confirm plan procedures and assumptions including an evaluation for the drill or exercise activity.

Said plan shall be completed within 180 days from the date of approval by Broward County Board of County Commissioners. Any extension of time must be approved by the Department of Planning and Environmental Protection.

In settlement of this cause, Broward County retains its discretion and authority to consider these and future violations by Respondent as habitual pursuant to section 27-38 (d), section 27-55 (d)(7), and section 27-63 (c)(6) of the Broward County Code. Furthermore, the Respondent acknowledges and affirms that pursuant to section 27-22 of the Broward County Code, in the event of future violation, the amount of penalty assessed for any future violation may be increased based upon Respondent's previous history of noncompliance. Respondent recognizes its responsibility to take all reasonable measures necessary to prevent future violations of Chapter 27 of the Broward County Code.

Notwithstanding the foregoing, nothing in this Settlement Agreement is to be construed that Ferncrest Utilities, Inc. is currently a habitual violator of any of the above-referenced sections of the Broward County Code, and Ferncrest's compliance and cooperation with DPEP may likewise be taken into account.

Pursuant to Section 27-34 of the Broward County Code, the failure of the Respondent to comply with a settlement agreement approved by the Broward County Board of County Commissioners will result in the rendition of the settlement into a final order by the hearing examiner.

This Settlement Agreement is not final nor shall be deemed accepted until approved by the Broward County Board of County Commissioners. Respondent acknowledges that this has been verbally explained and that this document is a proposal that is final only upon acceptance by the Broward County Board of County Commissioners.

SETTLEMENT AGREEMENT FOR NOTICE OF VIOLATION No.: 99-30543
RESPONDENT: Ferncrest Utilities, Inc.

DO NOT send payment until you have received notice of this agreement being finalized When finalized, make check payable to **Broward County Board of County Commissioners**. Mail to Broward County Department of Planning and Environmental Protection, 218 S.W. 1st Avenue, Ft. Lauderdale, FL 33301, ATTN: Collections Department.

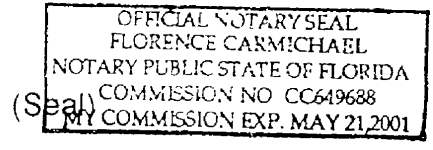
FERNCREST UTILITIES, INC.
By: [Signature]
(Signature)
Title: PRESIDENT
Printed Name: ROBERT V. SALERNO

Witnesses:
[Signature]
(Signature)
[Signature]
(Signature)

Attest:

STATE OF FLORIDA
COUNTY OF BROWARD

The foregoing instrument was acknowledged before me this 23rd day of August, 2000, by ROBERT V. SALERNO (name) as PRESIDENT (title), for FERNCREST UTILITIES, INC. a Florida corporation, on behalf of the corporation, who is personally known to me () or has provided identification (). Type of identification provided: _____



[Signature]
Notary Public, State of Florida

FLORENCE CARMICHAEL
Print or Type Name
CC 649688
Commission Number

My Commission expires:
MAY 21, 2001

SETTLEMENT AGREEMENT FOR NOTICE OF VIOLATION No.: 99-30543
RESPONDENT: Femcrest Utilities, Inc.

COUNTY

Approved for Legal Sufficiency:

Jose R. Gonzalez
Assistant County Attorney

John Stagnari
Enforcement Administrator

Prepared by:

Linda Sunderland
Enforcement Administration

DONE AND EXECUTED this _____ day of _____ 2000.

FOR AND BY DIRECTION OF BROWARD COUNTY
SUZANNE N. GUNZBURGER
CHAIR

by: _____

Book Asset Detail 1/01/00 - 12/31/00

FYE 12/31/2000

Asset #	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Deprec	Book Current Depreciation	Book End Depreciation	Book Net Book Value	Book Method	Book Period
Group 0341 5100-Transp Equip W											
900	Transport Equip	12/31/85	12,465.00	0.00	0.00	12,465.00	0.00	12,465.00	0.00	S/L	6.0
901	1984 Chevy Truck	12/31/87	1,750.00	0.00	0.00	1,750.00	0.00	1,750.00	0.00	S/L	6.0
902	1987 Chevy Truck	12/31/87	4,951.00	0.00	0.00	4,951.00	0.00	4,951.00	0.00	S/L	6.0
903	Dodge Truck	12/31/89	5,469.75	0.00	0.00	5,469.75	0.00	5,469.75	0.00	S/L	6.0
904	Transportation Equipment	6/30/96	1,044.10	0.00	0.00	609.07	174.02	783.09	261.01	S/L	6.0
1009	Isuzu	2/06/99	6,842.52	0.00	0.00	1,045.39	1,140.42	2,185.81	4,656.71	S/L	6.0
1017	GMC 99 Sierra Club	2/11/99	3,050.00	0.00	0.00	465.97	508.33	974.30	2,075.70	S/L	6.0
0341 5100-Transp Equip W			35,572.36	0.00c	0.00	26,756.17	1,822.77	28,578.94	6,993.42		
Group 0394 5200-Transp Equip S											
375	Transportation Equipment	12/31/84	11,865.00	0.00	0.00	11,849.51	15.49	11,865.00	0.00	S/L	6.0
376	1984 Chevy Truck	12/31/87	1,750.00	0.00	0.00	1,750.00	0.00	1,750.00	0.00	S/L	6.0
377	1987 Chevy Truck	12/31/87	4,951.00	0.00	0.00	4,951.00	0.00	4,951.00	0.00	S/L	6.0
378	Dodge Truck	12/31/89	5,469.76	0.00	0.00	5,469.76	0.00	5,469.76	0.00	S/L	6.0
379	Transportation Equip	6/30/96	1,044.10	0.00	0.00	609.07	174.02	783.09	261.01	S/L	6.0
1013	Isuzu	2/06/99	6,842.52	0.00	0.00	1,045.39	1,140.42	2,185.81	4,656.71	S/L	6.0
1014	GMC 99 Sierra Club	2/11/99	3,050.00	0.00	0.00	465.97	508.33	974.30	2,075.70	S/L	6.0
1031	1997 Chevy 1500 Truck	1/05/00	12,582.07	0.00c	0.00	0.00	2,097.01	2,097.01	10,485.06	S/L	6.0
0394-5200-Transp Equip S			47,554.45	0.00c	0.00	26,140.70	3,935.27	30,075.97	17,478.48		

Company: Ferncrest Utilities Inc
 Docket No : 011073-WS
 Test Year Ended December 31, 2000
 Water [X] or Wastewater []

With Full Occupancy

Schedule E-3
 Page 1 of _1_
 Preparer Robert V Salerno

Explanation Provide a schedule of monthly customers billed or served by class

Line No	(1) Month/ Year	(2) Residential	(3) General Service	(4) Multi-Family Dwelling	(5) Private Fire Protection	(6) Other (List)	(7) Total
1	Jan 00	1573	86	0	0	0	1659
2	Feb 00	1573	86	0	0	0	1659
3	Mar 00	1573	86	0	0	0	1659
4	April 00	1573	86	0	0	0	1659
5	May 00	1573	86	0	0	0	1659
6	June 00	1573	86	0	0	0	1659
7	July 00	1573	86	0	0	0	1659
8	Aug 00	1573	86	0	0	0	1659
9	Sept 00	1573	86	0	0	0	1659
10	Oct 00	1573	86	0	0	0	1659
11	Nov 00	1573	86	0	0	0	1659
12	Dec 00	1573	86	0	0	0	1659
	Total	18876	1032	0	0	0	19908
	From MFR	16529	976				
	Difference	2347	56				

Company Ferncrest Utilities Inc

With Full Occupancy

Schedule E-3

Docket No 011073-WS

Page 1 of _1_

Test Year Ended December 31, 2000

Preparer Robert V Salerno

Water [] or Wastewater [X]

Explanation Provide a schedule of monthly customers billed or served by class

Line No	(1) Month/ Year	(2) Residential	(3) General Service	(4) Multi-Family Dwelling	(5) Private Fire Protection	(6) Other (List)	(7) Total
1	Jan 01	1,573	35	-	-	-	1,608
2	Feb 01	1,573	35	-	-	-	1,608
3	Mar 01	1,573	35	-	-	-	1,608
4	Apr 01	1,573	35	-	-	-	1,608
5	May 01	1,573	35	-	-	-	1,608
6	Jun 01	1,573	35	-	-	-	1,608
7	Jul 01	1,573	35	-	-	-	1,608
8	Aug 01	1,573	35	-	-	-	1,608
9	Sep 01	1,573	35	-	-	-	1,608
10	Oct 01	1,573	35	-	-	-	1,608
11	Nov 01	1,573	35	-	-	-	1,608
12	Dec 01	1,573	35	-	-	-	1,608
Total Full Occupancy		18,876	420	-	-	-	19,296
From MFR		16,529	384				
Difference		2,347	36				

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Interim

Company Ferncrest Utilities Inc
 Docket No 011073-WS
 Test Year Ended December 31 2000
 Water [] or Wastewater [X]

With Full Occupancy

Schedule E-2 Revised
 Page 1 of _1_ 6/20/2002
 Preparer Robert V Salerno

Explanation Provide a calculation of revenues at present and proposed rates using the billing analysis Explain any differences between these revenues and booked revenues If a rate change occurred during the test year, a revenue calculation must be made for each period

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Class/Meter Size	Number Bills	Consumption in MG	Present Rate	Revenues at Present Rates	Proposed Rate	Revenues at Proposed Rates
Residential						
5/8" x 3/4"	18,876		13 32	251,428 32	13 98	263,886 48
M Gallons		56,628	4 09	231,608 52	4 29	242,934 12
1" Etc						
M Gallons Etc						
Total Residential	18,876	56,628		483,036 84		506,820 60
Average Bill				25 59		26 85
General Service						
5/8" x 3/4"	84		13 32	1,118 88	13 98	1,174 32
M Gallons		840	4 88	4,099 20	5 13	4,309 20
1"	60		33 32	1,999 20	34 96	2,097.60
M Gallons		720	4 88	3,513 60	5 13	3,693 60
1 1/2"	24		66 63	1,599 12	69 92	1,678 08
M Gallons		789	4 88	3,850.32	5 13	4,047 57
2"	120		106 58	12,789 60	111 84	13,420 80
M Gallons		12880	4 88	62,854 40	5 13	66,074 40
3"	120		213 18	25,581 60	223 70	26,844 00
M Gallons		33701	4 88	164,460.88	5 13	172,886.13
6"	12		666 17	7,994 04	699 06	8,388 72
M Gallons		3114	4 88	15,196 32	5 13	15,974 82
Total Gen Serv	420	52,044		305,057 16		320,589 24
Average Bill				726 33		763 31
List Other Classes As Above				0 00		0 00
Totals	19,296	108,672		788,094 00		827,409 84
Unbilled Revenues						
Other Revenue						
Misc Serv Charges				9,250 00		9,250 00
Total Revenue				797,344 00		836,659 84
Booked Revenue				683,771 00		
Difference (Explain)				(113,573 00)		
Explanation	Revenue difference due to indexing since test year Current rate is higher than test year rate					

Company Ferncrest Utilities Inc
 Docket No 011073-WS
 Test Year Ended December 31, 2000
 Water [X] or Wastewater []

Interim
 With Full Occupancy

Schedule E-2 Revised
 Page 1 of _1_ 6/20/2002
 Preparer Robert V Salerno

Explanation Provide a calculation of revenues at present and proposed rates using the billing analysis Explain any differences between these revenues and booked revenues If a rate change occurred during the test year, a revenue calculation must be made for each period

(1) Class/Meter Size	(2) Number Bills	(3) Consumption in MG	(4) Present Rate	(5) Revenues at Present Rates	(6) Proposed Rate	(7) Revenues at Proposed Rates
Residential						
5/8" x 3/4"	18,876		10 66	201,218 16	12 47	235,383 72
M Gallons		67,657	2 50	169,142 50	2 94	198,911 58
1" Etc						
M Gallons Etc						
Total Residential	18,876	67,657		370,360.66		434,295 30
Average Bill				19 62		23 01
General Service						
5/8" x 3/4"	492		10 66	5,244 72	12 47	6,135 24
M Gallons		10,576	2 50	26,440 00	2 94	31,093 44
1"	168		26 63	4,473 84	31.16	5,234 88
M Gallons		5,602	2 50	14,005 00	2 94	16,469 88
1 1/2"	72		53 26	3,834 72	62 31	4,486 32
M Gallons		2,582	2 50	6,455.00	2 94	7,591 08
2"	180		85 23	15,341.40	99 72	17,949 60
M Gallons		16,020	2 50	40,050 00	2 94	47,098 80
3"	120		170 45	20,454.00	199 43	23,931 60
M Gallons		33,701	2 50	84,252.50	2 94	99,080 94
6"	0		532 58	0 00	623.12	0 00
M Gallons		0	2 50	0 00	2 94	0 00
Total Gen Serv	1,032	68,481		220,551 18		259,071 78
Average Bill				213 71		251 04
List Other Classes				0 00		0 00
As Above						
Totals	19,908	136,138		590,911 84		693 367 08
Unbilled Revenues						
Other Revenue						
Misc Serv Charges				8,715 00		8,715 00
Total Revenue				599,626 84		702 032 08
Booked Revenue				542,282 00		
Difference (Explain)				(57,344 84)		
Explanation	Revenue difference due to indexing since test year Current rate is higher than test year rate					

AMERICAN LAND DEVELOPMENT AND CONSTRUCTION, INC
3900 GALT OCEAN DR. #1602
Ft. Lauderdale Florida 33308
(954) 328-0041 Office

September 8, 2000

FERNCREST UTILITIES
DAVIE, FL

INVOICE 98001

SILVER OAKS
ASPHALT REPAIR WHERE WE INSTALLED NEW SEWER LATERAL
EXCAVATE OUT FILL COMPACT FILL & INSTALL LIMEROCK
COMPACT. ASPHALT REPAIR
HAUL OFF DEBRIS

9'x23'	\$ 589.00
As per Bob Serlerno	
18'x23' OVERLAY & REPAIR DRIVEWAY	\$ 903.75
	<hr/>
	\$1,492.75

-----TOTAL DUE THIS INVOICE: \$1,492.75-----

No. _____	CO: _____
No. _____	Ven Code: <u>AMJ64</u>
Date: <u>9/8/00</u>	Reviewed By: _____
Inv Amt: <u>1,492.75</u>	Authorized By: _____
GL ACCT: <u>0720 2020</u>	Amt: <u>1,492.75</u>
GL ACCT: _____	Amt: _____
GL ACCT: _____	Amt: _____
GL ACCT: _____	Amt: _____

AMERICAN LAND DEVELOPMENT AND CONSTRUCTION, INC
3900 GALT OCEAN DR #1602
Ft Lauderdale Florida 33308
(954) 328-0041 Office

FERNCREST UTILITIES

October 30, 2000

INVOICE: 103000

SILVER OAKS MOBILE HOME COMMUNITY

Called out to Silver Oaks on a Sewer break by Bob Serlerno.
Excavated down to sewer line and found that Fl. Power & Light
had damaged the sewer line.

10/27/00
Case 580 Backhoe
7 hours @ \$45.00 per hour \$315.00

After Florida Power & Light worked on powerlines, we made repair
to sewer line.

10/28/00
Case 580 Backhoe
6 hours @ \$45.00 per hour \$270.00

TOTAL \$585.00

TOTAL DUE THIS INVOICE: \$585.00

Vch No :	<u>4956</u>	CO:	_____
Inv No :	_____	Ven Code:	<u>AMD</u>
Inv Date:	<u>10/30/00</u>	Reviewed By:	<u>[Signature]</u>
Inv Amt :	<u>585⁰⁰</u>	Authorized By:	<u>[Signature]</u>
GL ACCT:	<u>0720-2020</u>	Amt:	<u>585⁰⁰</u>
GL ACCT:	_____	Amt:	_____
GL ACCT:	_____	Amt:	_____
GL ACCT:	_____	Amt:	_____

AMERICAN LAND DEVELOPMENT AND CONSTRUCTION, INC
3900 GALT OCEAN DR. #1602
Ft Lauderdale Florida 33308
(954) 328-0041 Office

November 17, 2000

Invoice # 10332014

FERNCREST UTILITIES
DAVIE, FL

WATER BREAK REPAIRS AT SILVER OAKS

11/17/00		
Case 580 Backhoe		
8 hours @ \$45.00 per hour		\$360.00
11/20/00		
950 Cat Loader		
3 hours @ \$60.00 per hour		\$180.00
11/21/00		
Case 580 Backhoe		
8 hours @ \$45.00 per hour		\$360.00
Total		<u>\$880.00</u>

TOTAL DUE THIS INVOICE: \$880.00

CO:	
Ven Cod:	AMDEV
Inv Date:	11/17/00
Inv Amt:	880.00
Reviewed:	
Authorize:	
GL ACCT:	0630 2210
Amt:	880.00
GL ACCT:	
Amt:	
CL ACCT:	
Amt:	
CL ACCT:	
Amt:	

AMERICAN LAND DEVELOPMENT AND CONSTRUCTION INC
 3900 GALT OCEAN DR #1692
 Ft. Lauderdale Florida 33308
 (954) 328-0041 Office

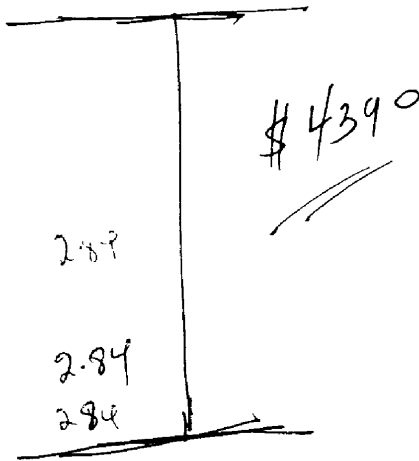
November 30, 2000

INVOICE # 10332035

FERNCREST UTILITIES
 DAVIE, FL.

Asphalt repairs after water breaks in Silver Oaks.
 Excavate out 8" of fill, compact subgrade add 8" of
 limerock, compact then prime & asphalt. Haul off
 debris

5919 29 P1		
12 x 18 ✓	\$ 615.00	
14 x 7 ✓	279.00	
24 x 12 ✓	820.00	
5948 29 P1 ✓		
17 x 8 ✓	387.00	2.87
6 x 4 ✓	61.00	
2976 60 Ave ✓		
19 x 22	1191.00	2.84
28 x 13 ✓	1037.00	2.84
FPL Sewer Break		
27 x 13	1000.00	3.51
	<u>TOTAL \$5390.00</u>	



TOTAL DUE THIS INVOICE: \$ 5,390.00

CO:	
Ven Code:	AMDEV
Date:	11/30/00
Inv Amt:	5390.00
Reviewed By:	
Authorized By:	
GL ACCT:	0620 0210
Amt:	4300.00
GL ACCT:	0720 2020
Amt:	1000.00
GL ACCT:	
Amt:	
GL ACCT:	
Amt:	

✓ # 4644

AMERICAN LAND DEVELOPMENT AND CONSTRUCTION, INC
3900 GALT OCEAN DR #1602
Ft Lauderdale Florida 33308
(954) 328-0041 Office

FERNCREST UTILITIES

Called out to Everglades Mobile Home Community to locate waterline running under middle of home. When we arrived at location, home had about 14" of clearance under it so we could not get under home to locate the water leak.

We started digging on the side of the home with a Case 580 Backhoe. We hit some electric lines which were not located by no cuts. We decided that we would have to dig by hand to locate line.

Water line was supposed to be in the back of the home along the lake. The area we dug in was Solid Rock.

PICK & SHOVEL WORK SO AS NOT TO DAMAGE ANY OTHER UTILITY:-

Case 580 Backhoe	3 hours @ \$45.00 per hour	\$135.00
7/7/00	(6) men @ 8 hours each	48 hours	
7/7/00	(6) men @ 8 hours each	58 hours	
7/10/00	(4) men @ 8 hours each	<u>32</u> hours	
Total hours	..	128 hours @ \$12.50 per hour	\$1600.00

7/6, 7/7 & 7/10/200	(1) Labor Foreman with tools		
	24 hours @ \$20.00 per hour		\$ 480.00

7/11/00	(1) man 8 hours installing approx.		
	110' L.F. of 2" PVC with 2 valves		
	8 hours @ \$20.00 per hour		\$ 160.00

7/12/00	(1) Labor Foreman 8 hours @ \$20.00 per hour		\$ 160.00
---------	--	--	-----------

7/12/00	(4) Laborers 8 hours each = 32 hours		
	32 hours @ \$12.50 per hour	\$ 400.00
	for		
	Back filling ditch & raking out big rocks		

TOTAL DUE ...	\$ 2,935.00
---------------	-------------

Vch No : _____	CO: _____
Inv No : _____	Ven Code: <u>AMDCU</u>
Inv Date: _____	Reviewed By: _____
Inv Amt : <u>2935.00</u>	Authorized By: _____
GL ACCT: <u>4400 0110</u>	Amt: <u>2935.00</u>
GL ACCT: _____	Amt: _____
GL ACCT: _____	Amt: _____
CL ACCT: _____	Amt: _____

0.00 *

992.05 +
3,982.47 +
1,054.38 +
2,145.91 +
589.46 +
2,322.00 +
592.78 +
318.15 +
11,997.20 *

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax: 850.926.8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities
November 2001

Billing Date 12 01 01

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

Case: Rate Application

<u>Date</u>	<u>Activity</u>	<u>Time</u>
11/05	Conference at PSC with T. Merchant about time for a meeting to discuss draft of MFRs.	.8
	Call B. Salerno to request draft be shipped out to D. Erwin on 11/06.	.2
11/07	Review of MFRs received from B. Salerno.	1.0
11/08	Meet at PSC with T. Merchant to discuss MFRs.	1.2
	Call Salerno to discuss need for and time to schedule a conference call with PSC staff.	.2
11/09	Call T. Merchant to arrange time for conference call.	.2
11/13	Conference call with PSC's T. Merchant, Larry Harris, Sue Jones, B. Salerno and D. Erwin to discuss MFR draft given to T. Merchant.	1.3
	Called by B. Salerno (discuss filing date change).	.2
11/19	Call T. Merchant to discuss procedure for filing and date for extension of MFR filing.	.2
	Call back Andrew Trumbach to discuss reasons for requesting an extension for filing MFRs.	.2
	Draft letter to request extension of time to file MFRs and file at PSC.	1.0
	Total	6.5

No. : _____ CO: _____
 Date: 12/1/01 Ven Cod: DA ERW
 Inv Amt: 992.05 Reviewed: _____
 CL ACCT: 0186-2000 Authorized: _____
 Amt: 992.05
 CL ACCT: _____ Amt: _____
 CL ACCT: _____ Amt: _____
 CL ACCT: _____ Amt: _____

EXPENSES:

Copies 86 @ 15	\$	12.90
FAX:	\$	1.00
FedEx:	\$	----
Postage:	\$	----
Telephone:	\$	<u>3.15</u>
Total Expenses	\$	17.05

* * * * *

SUMMARY:

Legal Services:	6.5 hours @ \$150/hour	\$ 975.00
Expenses:		<u>\$ 17.05</u>
	Grand Total	\$ <u>992.05</u>

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax: 850.926.8448
daveerwin@direcway.com

INVOICE

Ferncrest Utilities
December 2001 and January 2002

Billing Date February 1, 2002

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

<u>Date</u>	<u>Activity</u>	<u>Time</u>
12/03/01	Call Bob Salerno, discuss progress of MFR preparation	2
12/27/01	Call Bob Salerno, discuss progress of MFR preparation	2
01/03/02	Review PSC rules, find and review previous rate case and determine documents adaptable to this proceeding, search PSC site to get order numbers for previous case for use in petition. Obtain previous indexing authority numbers from J. Snipes for inclusion in petition, draft affidavit required for giving notice (update in calls to Salerno for public officials' names; Calls to M. Willis to discuss filing fee Draft language to justify lower fee than rated capacity for inclusion In petition, discuss with Salerno and get current ERC numbers, calls to T. Merchant (out)	5 0
01/04/02	Calls to and from Salerno re ownership of Ferncrest.	.2
01/05/02	Receive Fed-Ex MFR package, begin review and analysis	
	Find and download last FUI rate order, 2001 leverage graph order Work on list of questions for Salerno Copy MFR's (one copy) before taking to Office Depot for copying Draft Petition (1 st draft)	8 3
01/06/02	Review and revise petition, check rule and statute citations and orders cited for accuracy, work w/secretary on typing petition, e-mail to Salerno	1 5
01/07/02	Discuss petition and questions from review of MFRs w/ Salerno	6
	Arrange for copying @ Office Depot	1 0
01/08/02	Draft cover letter, proof	4
01/09/02	Pick up copies at Office Depot	8
01/10/02	Assemble for filing Fed-Ex to Salerno one copy of package to be filed	2 0
01/11/02	File at PSC and Public Counsel's office	1 0
01/16/02	Called by Salerno re audit	2
01/17/02	Called Salerno. left message	0
01/18/02	Call T. Merchant re audit, filing fee Call Salerno	4
01/22/02	Call back Lee Munroe Discuss filing fee, maps, call Salerno	5

Invoice
Feriectest Utilities
December 2001 and January 2002

Page 2
Billing Date February 1, 2002

Case Rate Application - continued

<u>Date</u>	<u>Activity</u>	<u>Time</u>
01/28/02	Call T Merchant (discuss deficiencies and when we would be notified and how	2
	Call Salerno	
	Called by PSC, return call—no deficiency letter yet.	2
	Call Salerno	2
		<u>2</u>
	Total	22.9

EXPENSES:

Copies @ Office Depot	\$ 433.06
Copies In office, 487 @ .15	\$ 73.05
FAX	\$ 0.00
FedEx	\$ 27.02
Postage	\$ 0.00
Telephone:	\$ 14.34
Total Expenses	\$ 547.47

* * * * *

SUMMARY:

Legal Services: 22.9 hours @ \$150/hour	\$ 3435.00
Expenses:	<u>\$ 547.47</u>
Grand Total	\$ 3982.47

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax: 850 926 8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities

February 1 – March 11, 2002

Billing Date March 11, 2002

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

<u>Date</u>	<u>Case</u> <u>Rate</u> <u>Case</u>	<u>Activity</u>	<u>Time</u>
02/11		Call Salerno. Discuss deficiency letter (will send to me today with check and map)	2
02/14		File response to deficiency letter	6
03/04		Call Bob Salerno re organizational chart. Call PSC's T. Merchant (out) Call PSC's M. Willis, fax and discuss chart and related party rule (He will discuss with T. Merchant and call me March 5) Call Salerno office and tell to ship me related party documents	.5
03/05		Called by Salerno. Calls to M. Willis and T. Merchant re deficiency filing, organization chart, etc. Calls to Salerno to arrange a conference call, go over problems highlighted by T. Merchant Review package received by Salerno by Fed Ex (not to be filed until after conference call with PSC staff, FUI and Dave Erwin)	2 0
03/07		Conference call with Andrew Trumbach, Bob Salerno and PSC staff T. Merchant and two others re deficiency correction Subsequent discussion with Salerno and Trumbach.	8
03/08		Review information from Trumbach and consider proper course of action	5
03/11		Call T. Merchant re course of action required. Call Trumbach (out) Calls to Salerno and prepare memo to outline what must be done File deficiency info @ PSC	3 7 6
		Total	6 2

Inv No :	_____	CO _____
Inv No :	_____	Ven Co. <u>LFERK</u>
Inv Date:	_____	Review _____
Inv Amt :	<u>1057.35</u>	Autho _____
GL ACCT:	<u>286 2-002</u>	Amt <u>1057.35</u>
GL ACCT:	_____	Amt: _____
GL ACCT:	_____	Amt: _____
GL ACCT:	_____	Amt: _____

EXPENSES:

Copies		
In office (80 @ 15)	\$	12 00
Office Depot (1220)	\$	91 38
FAX 21 @ 1 00	\$	21 00
FedEx	\$	----
Postage	\$	----
Telephone	\$	----
		<hr/>
	Total Expenses	\$ 124 38

* * * * *

SUMMARY:

Legal Services: 6.2 hours @ \$150/hour	\$	930.00
Expenses:	\$	<u>124.38</u>
Grand Total	\$	1,054.38

MAY 6 - 2002

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax: 850.926.8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities
March 12 - April 30, 2002

Billing Date: May 1, 2002

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

<u>Date</u>	<u>Case</u> <u>Rate Case</u>	<u>Activity</u>	<u>Time</u>
3/19 - 20		Calls to Salerno, review new information to satisfy deficiencies	5
3/21		Draft letter to cover additional filing to correct deficiencies, call Salerno to discuss	6
		File deficiency letter response at PSC	6
3/25 - 26		Receive message from PSC's Denise Green; call Denise Green on 3/26, call Salerno	3
3/28 - 29		Calls to Salerno to discuss approach and further revisions to alleged deficiency letter response	10
		File response at PSC	6
4/16		Calls to PSC's M Willis, Salerno; download official filing date letter	5
4/17		Draft Rate Case Synopsis, including calls to Salerno to resolve certain issues	47
4/18		Call back D Green, get customer hearing information and sample notice; call Salerno	3
		Review and attempt to adapt Customer Hearing Notice received from D Green; call T Merchant (discover that hearing notice provided not Correct one), adapt hearing notice prepared for previous client	25
		Review and revise Rate Case Synopsis and proof and e-mail to Salerno for review	16
4/22		Called by Salerno after his review of Rate Case Synopsis (RCS) and Customer Notice (CN), call T Merchant and e-mail both to T Merchant For review and approval	4
4/24		Call T Merchant re status of PSC review of RCS and CN	2
		Called by D Green (both RCS and CN are okay)	2
		Call Salerno	2

Vch No : _____	CO: _____	142
Inv No : _____	Ven Code: _____	
Inv Date: _____	Reviewed D: _____	
Inv Amt : <u>2145.91</u>	Authorized: _____	
GL ACCT: <u>0186-2002</u>	Amt: <u>2145.91</u>	
GL ACCT: _____	Amt: _____	
GL ACCT: _____	Amt: _____	
C L ACCT: _____	Amt: _____	

EXPENSES:

Copies	\$	4.05
FAX	\$	5.00
FedEx	\$	----
Postage	\$	2.06
Telephone	\$	<u>4.80</u>
Total Expenses	\$	15.91

* * * * *

SUMMARY:

Legal Services: 14.2 hours @ \$150/hour	\$ 2130.00
Expenses:	<u>\$ 15.91</u>
Grand Total	\$ 2145.91

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax: 850.926.8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities
May 2002

Billing Date June 1, 2002

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

<u>Date</u>	<u>Case</u> Rate Case	<u>Activity</u>	<u>Time</u>
05/07		Call back T Merchant re interim rates	2
		Call Salerno	2
		Conference call with Salerno and T Merchant.	3
		Draft letter to extend (waive) 60 day expiration for suspension date and interim rate approval date.	4
05/09		Called by Salerno (he will fax new Sch E-2).	2
		Draft cover letter for schedules Fax to Salerno to get OK	4
05/13		Call Salerno (discuss used and useful calculations and correctness, leave as is).	2
		Review Audit Report	1 0
		Call Salerno (CB)	.2
05/20		Review Fed-Ex (audit disclosure work papers) from A. Trumbach	
		Letter to request confidential classification	5
		Call A Trumbach	2
		Total	3 8

EXPENSES:

Copies.	\$	12 00
FAX	\$	2 00
FedEx	\$	----
Postage	\$	2 16
Telephone	\$	3 30
Total Expenses		\$ 19 46

Vch No	CO
Inv No	Mon Code: <i>DAERW</i>
Inv D	Followed By: <i>[Signature]</i>
Inv A	Authorized By: <i>[Signature]</i>
GL AC	Amt: <i>2156 - 2000</i>
GL AC	Amt: _____
GL AC	Amt: _____
GL ACC	Amt: _____

INVOICE. Page 2
Femcrest Finance
Mar 2012

Billing Date: June 1, 2012

SUMMARY:

Legal Services:	3.8 hours @ \$150/hour	\$ 570.00
Expenses:		<u>\$ 19.46</u>
Grand Total		\$ 589.46

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax: 850.926.8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities
July 2001

Billing Date: 08 06 01

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

Case: Rate Case

<u>Date</u>	<u>Activity</u>	<u>Time</u>
07/09	Called by Bob Salerno to discuss my availability and fees, how to begin case, who will prepare, etc.	.2
	Call PSC's T. Merchant and discuss possibility of Ferncrest rate case, use of calendar year 2000 test period, possible meeting before proceeding further, available dates for meeting.	.2
	Call Bob Salerno to discuss dates for meeting with staff and my prior meeting with Bob Salerno and CPA Andrew Trumbach.	.2
07/10	Discuss with M. Willis possibility of a 7/30 meeting with staff.	.2
07/16	Call M. Willis to set time for the 7/30 meeting.	.2
07/23	Conference in Ft. Lauderdale with Bob Salerno and then with B. Salerno and A. Trumbach to plan preparation of case (include travel).	8.0
07/30	Conference at PSC with Bob Salerno and PSC staff.	4.0
	Total	13.0

Vch No : _____	CO: _____
Inv No : _____	Ven Code: <u>DA ERW</u>
Inv Date: <u>8/6/01</u>	Reviewed: _____
Inv Amt: <u>2322.00</u>	Authoriz: _____
GL ACCT: <u>486-2000</u>	Amt: <u>2322.00</u>
GL ACCT: _____	Arr: _____
GL ACCT: _____	Ar: _____
GL ACCT: _____	Arr: _____

EXPENSES: Travel

Travel to Fort Lauderdale to Ferncrest offices to plan rate case. Conferences with Salerno and Andrew Trumbach

Lodging -			
07/21/01	Westwinds, Key West	\$	133.80 [†]
07/22/01	Best Western, Ft. Lauderdale	\$	65.49
Rental Car -			
	3 days of a weekly rental.	\$	123.78 [†]
Meals -			
07/22/01	Dinner	\$	21.50
07/23/01	Dinner	\$	8.75

EXPENSES: Other

7/30/01 - Lunch in Tallahassee for Bob Salerno and David Erwin before conference with PSC staff (Willis, Merchant, Gervasi, et al)	<u>\$ 18.68</u>
Total	\$ 372.00

[†](Already in the Keys attending meeting for other client. Stayed over one extra night to save plane fare, then drove to Ft. Lauderdale in rental car.)

* * * * *

SUMMARY:

Legal Services:	13.0 hours @ \$150/hour	\$1950.00
Expenses:		<u>\$ 372.00</u>
	Grand Total	\$2322.00

RECEIVED

SEP 11 2001

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9331
Fax. 850.926.8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities
August 2001

Billing Date 09/06/01

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

Case: Rate Increase Application

<u>Date</u>	<u>Activity</u>	<u>Time</u>
08/06	Call R. Salerno to request financial information, discuss Test Year letter; start draft of Test Year letter.	.5
08/07	Reread statute; read FUI income statement and preliminary constructed income statement; call PSC's T. Merchant to confirm existence of an index application each year since last rate case order and discuss ROR aspect of Test Year letter; called by T. Merchant with indexing confirmation; finish draft of Test Year letter.	2.4
08/08	Proof and revise Test Year letter; fax to Salerno; finalize and file.	1.0
	Total	3.9

EXPENSES:

Copies: 30 @ .15	\$ 4.50
FAX: 1 @ .15	\$ 1.00
FedEx:	\$ ---
Postage:	\$.68
Telephone:	\$ 1.60
Total Expenses	\$ 7.78

* * * * *

SUMMARY:

Legal Services: 3.9 hours @ \$150/hour	\$ 585.00
Expenses:	\$ 7.78
Grand Total	\$ 592.78

CO:	CO:
Inv No:	Inv No:
Inv Date:	Inv Date:
Inv Amt:	Inv Amt:
CL ACCT:	CL ACCT:
CL ACCT:	CL ACCT:
CL ACCT:	CL ACCT:
CL ACCT:	CL ACCT:

Handwritten notes and signatures are present in the form, including "D.B. Erwin" and "592.78".

David B. Erwin
Attorney At Law

127 Riversink Road
Crawfordville, Florida 32327

Telephone 850.926.9333
Fax: 850.926.8448
dberwin@worldnet.att.net

INVOICE

Ferncrest Utilities
September 2001

Billing Date: 10/04/01

DESCRIPTION OF LEGAL SERVICES @ \$150/HOUR:

Case: Rate increase application

<u>Date</u>	<u>Activity</u>	<u>Time</u>
09/05	Call PSC's T. Merchant to ascertain status of test year letter.	.2
09/06	Call Salerno (out) – talk to D. Salerno about test year letter and my upcoming visit.	.2
09/07 & 10	Call D. Salerno re: test year letter and fax test year letter to R. Salerno.	.2
09/17	Take MFR package to Salerno (previously picked up at PSC); discuss MFRs at R. Salerno's office; call T. merchant (no travel time or expense charged since charged to another client).	1.5
	Total	2.1

EXPENSES:

Copies:	\$	----
FAX: --	\$	-----
FedEx:	\$	----
Postage:	\$	----
Telephone:	\$	3.15
	Total Expenses	\$ 3.15

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SUMMARY:

Legal Services:	2.1 hours @ \$150/hour	\$ 315.00
Expenses:		\$ 3.15
	Grand Total	\$ 318.15

Inv No :	CC
Inv No :	Van Couer DA ERW
Inv Date:	Reviewed By: [Signature]
Inv Amt : 318.15	Authorized By: [Signature]
GL ACCT: [Redacted]	Amt: [Redacted]
GL ACCT: 486-2000	Amt: 318.15
GL ACCT: [Redacted]	Amt: [Redacted]
GL ACCT: [Redacted]	Amt: [Redacted]