

ORIGINAL

TIMOTHY DEVLIN, DIRECTOR
DIVISION OF ECONOMIC REGULATION
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COMMISSION CLERK

Public Service Commission

September 12, 2006

STAFF'S FOURTH DATA REQUEST

COMMISSIONERS:
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STATE OF FLORIDA

Martin S. Friedman, Esquire
Rose, Sundstrom & Bentley, LLP
2180 West State Road 434
Sanlando Center, Suite 2118
Longwood, FL 32779

Re: Docket No. 060256-SU - Application for increase in wastewater rates in Seminole County by Alafaya Utilities, Inc.

Dear Mr. Friedman:

Staff requests the following information to complete our review of the application.

(1) On Schedule S-13 in the utility's 2005 Annual Report, Alafaya stated it presently serves 6,319 equivalent residential connections (ERCs) and will reach 8,571 ERCs upon buildout of its service area. Based on the MFRs, the 2005 13-month average net contribution in aid of construction (CIAC) ratio is 51.50% for wastewater. Also, the wastewater collection system amount is \$3,700,377 less than the wastewater CIAC.

(a) What is the utility's estimated buildout date?

(b) What is the utility's estimated date that Alafaya will reach its current design capacity of the utility's wastewater treatment plant?

(c) If buildout is projected to occur after 2013, provide the projected depreciable assets, land, accumulated depreciation, wastewater collection lines, CIAC, accumulated amortization of CIAC, and number of customers for the specific year-end that the utility will reach its current design capacity of the utility's wastewater treatment plant. In your response, provide a breakdown of each of these requested components by year for the calendar years 2005 through the year-end that its current wastewater design capacity is reached. In addition, provide worksheets detailing all calculations and assumptions made in the utility's projections.

OTH _____
SEC _____
SGA _____
SCR _____
RCA _____
OPC _____
GCL _____
ECR _____
CTR _____
COM _____
CMP _____

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(d) If buildout is projected to occur on or before 2013, provide the projected depreciable assets, land, accumulated depreciation, wastewater collection lines, CIAC, accumulated amortization of CIAC, and number of customers for the specific year-end that the utility will reach buildout. In your response, provide a breakdown of each of these requested components by year for the calendar years 2005 through the year-end that the utility reaches buildout. In addition, provide workpapers detailing all calculations and assumptions made in the utility's projections.

- (2) On MFR Schedule E-4, Alafaya reflected current miscellaneous service charges; however, the utility does not have any such charges according to its wastewater tariff. Further, the utility proposed after hours charges of \$22.50 for initial connection and normal reconnection, actual cost for violation reconnection, and \$15.00 for Premises visit. It is the Commission's practice to approve miscellaneous service charges (including initial connection, normal and violation reconnection and premises visit charges) for a water and/or wastewater utility as long as the amounts and conditions are the same as recent Commission decisions. By Order No. PSC-06-0684-PAA- WS, issued August 8, 2006, in Docket No. 050587-WS, In re: Application for staff-assisted rate case in Charlotte County by MSM Utilities, LLC., the Commission found that MSM Utilities, LLC (MSM) shall be allowed to increase its water and wastewater miscellaneous service charges as follows:

Water Miscellaneous Service Charges

	<u>Commission Approved</u>	
	<u>Normal Hrs</u>	<u>After Hrs</u>
Initial Connection	\$20	N/A
Normal Reconnection	\$20	\$40
Violation Reconnection	\$20	\$40
Premises Visit	\$20	\$40

Wastewater Miscellaneous Service Charges

	<u>Commission Approved</u>	
	<u>Normal Hrs</u>	<u>After Hrs</u>
Initial Connection	\$20	N/A
Normal Reconnection	\$20	\$40
Violation Reconnection	Actual Cost	Actual Cost
Premises Visit	\$20	\$40

- (a) In an effort to set reasonable charges to make the cost causer pay for the above services, would the utility agree that it would be more appropriate for Alafaya to establish the charges as approved for MSM above, instead of the utility's proposed charges on MFR Schedule E-4.

Mr. Martin S. Friedman, Esquire

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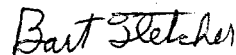
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(b) If the utility's response to Question (2)(a) above is in agreement with any of the above charges approved for MSM, state the charge(s) that the utility is in agreement with.

(c) Provide the following: (1) a breakdown of the number of initial connections, normal reconnections, and premises visits during normal hours for the 2005 test year; and (2) a breakdown of the number of normal reconnections and premises visits for the 2005 test year during after hours.

Please submit the above information to the Division of the Commission Clerk and Administrative Services by October 12, 2006. If you have any questions, please contact me by phone at (850) 413-7017 or by e-mail at bfletche@psc.state.fl.us.

Sincerely,



Bart Fletcher

Professional Accountant Specialist

cc: Division of Economic Regulation (Rendell, Daniel, Redemann)
Office of the General Counsel (Jaeger)
Division of the Commission Clerk and Administrative Services
Office of Public Counsel

