Ruth Nettles

From: Trina Collins [TCollins@RSBattorneys.com]

Sent: Friday, January 15, 2010 1:37 PM

To: Filings@psc.state.fl.us

Cc: smlubertozzi@uiwater.com; keweeks@uiwater.com; pcflynn@uiwater.com; jdwilliams@uiwater.com;

frankdenjup@att.net; dswain@milianswain.com; Tonya Linn; Lisa Bennett; Martin Friedman; Christian W.

Marcelli; Trina Collins

Subject: Filing in Docket No.: 090402-WS; Application of Sanlando Utilities Corporation for an Increase in Water and

Wastewater Rates in Seminole County, Florida

Importance: High

Attachments: PSC Clerk 09 (AOM Initial Customer Notice and Notice of Interim Rate Increase).ltr.pdf

Martin S. Friedman, Esq.
 Christian W. Marcelli, Esq.
 Rose, Sundstrom & Bentley, LLP
 Sanlando Center
 2180 W. State Road 434, Suite 2118
 Longwood, FL 32779

Phone: (407) 830-6331 Fax: (407) 830-8522

Email: cmarcelli@rsbattorneys.com

- b. Docket No.: 090402-WS; Application of Sanlando Utilities Corporation for an Increase in Water and Wastewater Rates in Seminole County, Florida Filing Sanlando Utilities Corporation's Notice of Filing the Affidavit of Mailing evidencing that the attached Initial Customer Notice and the Notice of Interim Rate Increase has been mailed to the Utility's customers.
- c. Sanlando Utilities Corporation
- d. 9 Pages.
- e. Letter to Commission Clerk 1 page; Notice of Filing 1 page; Affidavit of Mailing 1 page; Initial Customer Notice and Notice of Interim Rates 6 pages.

DOCEMENT NUMBER DATE

Law Offices

Rose, Sundstrom & Bentley, LLP

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REPLY TO CENTRAL FLORIDA OFFICE

MARTIN S. FRIEDMAN, P.A. BRIDGET M. GRIMSLEY CHRISTIAN W. MARCELLI Brian J. Street

ROBERT M. C. ROSE (1924-2006)

January 15, 2010

E-FILING

Ann Cole, Commission Clerk Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Blvd.

Tallahassee, FL 32399-0850 RE:

Docket No.: 090402-WS; Application of Sanlando Utilities Corporation for an Increase in Water and Wastewater Rates in Seminole County, Florida Our File No. 30057.183

Dear Ms. Cole:

Enclosed for filing in the above-referenced docket is Sanlando Utilities Corporation's Notice of Filing the Affidavit of Mailing evidencing that the attached Initial Customer Notice and the Notice of Interim Rate Increase has been mailed to the Utility's customers.

Should you or the Staff have any questions regarding this matter, please do not hesitate to give me a call.

Very truly yours

CHRISTIAN W. MARCELLI

For the Firm

CWM/tlc **Enclosures**

Steve M. Lubertozzi, Executive Director of Regulatory Acctg and Affairs (w/encs.) (via e-mail) cc:

Kirsten E. Weeks, Manager of Regulatory Accounting (w/enclosures) (via e-mail)

Patrick C. Flynn, Regional Director (w/enclosures) (via e-mail)

John Williams, Director of Government Affairs (w/enclosures) (via e-mail)

Mr. Frank Seidman (w/enclosures) (via e-mail)

Ms. Deborah Swain (w/enclosures) (via e-mail)

Tonya Linn, Division of Economic Regulation (w/enclosures) (via e-mail)

Lisa Bennett, Esquire, Office of General Counsel (w/enclosures) (via e-mail) M:\1 ALTAMONTE\UTILITIES INC\SANLANDO\(.183) 2009 RATE CASE\PSC Clerk 09 (AOM Initial Customer Notice and Notice of Interim Rate Increase) Itr. doc

00394 JAN15≏

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application of SANLANDO UTILITIES CORPORATION for an increase in water and wastewater rates in Seminole County, Florida

Docket No. 090402-WS

NOTICE OF FILING

Applicant, SANLANDO UTILITIES CORPORATION, by and through its undersigned attorneys, hereby gives notice of filing in the above-referenced docket the Affidavit of Mailing evidencing that the Initial Customer Notice and the Notice of Interim Rate Increase has been mailed to the customers of Sanlando Utilities Corporation.

Respectfully submitted this 15th day of January, 2010, by:

ROSE, SUNDSTROM & BENTLEY, LLP Sanlando Center 2180 W. State Road 434, Suite 2118 Longwood, FL 32799

Telephone: (407) 830-6331
Facsimile: (407) 830-8522
mfriedman@rsbattorneys.com
cmarcelli@rsbattorneys.com

MARTIN S. FRIEDMAN
CHRISTIAN W. MARCELLI
For the Firm

M:\1 ALTAMONTE\UTILITIES INC\SANLANDO\(.183) 2009 RATE CASE\NOF AOM initial Customer Notice and Notice of Interim Rate Increase.doc

GOOTHER NUMBER-DATE

00394 JAN 15 º

AFFIDAVIT OF MAILING

STATE OF ILLINOIS

COUNTY OF COOK

Before me, the undersigned authority, authorized to administer oaths and take acknowledgments, personally appeared John P. Hoy, who, after being duly sworn on oath, did depose on oath and say that he is the Chief Operating Officer of Utilities, Inc., the sole shareholder of Sanlando Utility Corp, and that on January 13, 2010, he did send by regular U.S. Mail, a copy of the Initial Customer Notice and the Notice Of Interim Rate Increase, attached

FURTHER AFFIANT SAYETH NAUGHT.

hereto, to all customers of the utility.

Print Name: John P./Hoy

Print Title: Chief Operating Officer

Sworn to and subscribed before me this 14th day of January 2010, by John P. Hoy, who is personally known to me.

ERIN P POVICH
OFFICIAL SEAL
Notary Public, State of Illinois
My Commission Expires
April 30, 2011

Print Name: Erin Povich NOTARY PUBLIC

My Commission Expires: April 30, 2011

BEFORE THE PUBLIC SERVICE COMMISSION

INITIAL CUSTOMER NOTICE AND NOTICE OF INTERIM RATE INCREASE

TO THE CUSTOMERS OF SANLANDO UTILITIES CORPORATION AND ALL OTHER INTERESTED PERSONS

RE: DOCKET NO. 090402-WS

APPLICATION FOR INCREASE IN WATER AND WASTEWATER RATES IN SEMINOLE COUNTY BY SANLANDO UTILITIES CORPORATION

January 13, 2010

BACKGROUND

Sanlando Utilities Corporation (the "Utility") is a water and wastewater utility whose corporate offices are located at 200 Weathersfield Avenue, Altamonte Springs, Florida. The Utility's water and wastewater facilities are located in Seminole County, Florida.

On September 30, 2009, the Utility filed an application with the Florida Public Service Commission (the "Commission") for an increase in its water and wastewater rates, fees and charges applied to its customers in Seminole County based on an historical test year ending December 31, 2008. Final rates and interim rates are based upon the same test year. The application is assigned Docket No. 090402-WS and December 4, 2009, was established as the official date of filing.

The Utility is requesting a rate increase because the existing rates do not provide sufficient revenues to cover the required expenses of operations on a going-forward basis and an opportunity to earn a fair return on the Utility's investment in used and useful property for the public use. The rate of return on equity requested in this proceeding is 11.24%. The overall return requested (the weighted cost of debt and equity) is 8.14%. According to the Utility's books, Sanlando Utilities Corporation states that its current overall rate of return without a rate increase is 3.82%. The Company's last rate proceeding was in Docket No. 060258-WS, utilizing a test year ending December 31, 2005, which culminated in Order No. PSC-07-0205-PAA-WS dated March 6, 2007.

The Utility has incurred substantial additional operating costs and capital investment. Copies of the MFRs, the Rate Case Synopsis, and the Utility's application will be available for inspection at the following locations:

Seminole County Public Library West Branch 245 N. Hunt Club Boulevard Longwood, Florida 32779	Hours: Mon - Thurs: 9am - 8pm Friday: CLOSED Saturday: 9am - 5pm Sunday: 1pm - 5pm
Sanlando Utilities Corp.	Office Hours:
200 Weathersfield Avenue	Monday through Friday
Altamonte Springs, FL 32714	8:00 a.m. to 4:30 p.m.

The test period for setting rates is the historical average thirteen-month period ended December 31, 2008.

The following tentative schedule was established by the Commission for the remaining major events in the Utility's rate case:

Schedule Item	Due Date
Staff Audit Report	12/14/2009
Customer Meeting	02/23/2010
Staff's Proposed Agency Action ("PAA")	04/22/2010
Recommendation	
Agenda Conference on PAA Rates	05/04/2010
PAA Order	05/24/2010
Protest Period Expires	06/14/2010

NOTICE OF INTERIM RATES. AND CURRENT AND PROPOSED CHARGES

On December 1, 2009, the Florida Public Service Commission approved interim water and wastewater rates for Sanlando Utilities, Corporation. The interim rates will be effective January 18, 2010. The interim rates will be collected subject to refund, pending the Florida Public Service Commission's final decision regarding final rates. If a refund is ordered, it will include interest based upon Commission determined factors.

The current rates, the Utility's requested interim rates, the Utility's requested final rates and the Commission approved interim rates are set forth below. The final rates are subject to change based on information gathered at the customer meeting, further Staff review, and the final decision by the Commissioners.

WATER SERVICE

Residential, General Service, Bulk Sales and Multi-Family Service Monthly	<u>Present</u> <u>Rates</u>	Utility's Requested Interim Rates	<u>Utility's</u> <u>Requested</u> <u>Final Rates</u>	Commission Approved Interim Rates
Base Facility Charge				
By Meter Size:				
5/8" x 3/4"	\$4.36	\$4.81	\$4.91	\$4.53
3/4"	\$6.55	\$7.23	\$7.37	\$6.80
Residential, General Service. Bulk Sales and Multi-Family Service Monthly	Present Rates	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	Utility's Requested Final Rates	Commission Approved Interim Rates
1"	\$10.90	\$12.02	\$12.28	\$11.31
1 1/2"	\$21.80	\$24.05	\$24.55	\$22.63
2"	\$34.87	\$38.47	\$39.28	\$36.20
3"	\$69.75	\$76.94	\$73.65	\$72.41
4"	\$108.99	\$120.23	\$122.75	\$113.14
6"	\$217.97	\$240.45	\$245.50	\$226.27
8"	\$348.76	\$384.73	\$392.80	\$362.03
Consumption Charges - (per 1,000 gallons):				
Residential	\$0.56	\$0.62	\$0 .63	\$0.58
0 - 10,000 gallons				
Residential	\$1.10	\$1.21	\$1.24	\$1.14
over 10,000 gallons	_			
General, Multi-Family and Bulk Service	\$0.86	\$0.95	\$0.97	\$0.90

WATER SERVICE (continued)

Private Fire Protection Service	Present Rates	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> <u>Requested</u> <u>Final Rates</u>	Commission Approved Interim Rates
Base Facility Charge By Meter Size:				
1 1/2"	\$1.82	\$2.01	\$2.05	\$1.89
2"	\$2.90	\$3.20	\$3.26	\$3.01
4"	\$9.08	\$10.02	\$10.22	\$9.43
6"	\$18.17	\$20.04	\$20.46	\$18.86
8"	\$29.06	\$32.06	\$32.73	\$30.16

WASTEWATER SERVICE

<u>Residential Service</u> Monthly	Present Rates	<u>Utility's</u> <u>Requested</u> Interim Rates	<u>Utility's</u> <u>Requested</u> Final Rates	Commission Approved Interim Rates
Base-Facility Charge – All meter sizes	\$12.18	\$13.44	\$14.04	\$13.47
Residential Consumption charge – per 1,000 gallons (10,000 gallon cap)	\$1.61	\$1.78	\$1.85	\$1.78
Base Facility Charge – Residential Bulk Service (per unit)	\$25.76	\$28.42	\$29.70	\$28.48
General Service and Multi- Family Residential Service	Present Rates	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> <u>Requested</u> <u>Final Rates</u>	Commission Approved Interim Rates
Base Facility Charge By Meter Size:				
5/8" x 3/4"	\$12.18	\$13.44	\$14.04	\$13.47
3/4"	\$18.27	\$20.16	\$21.06	\$20.20
1"	\$30.43	\$33.58	\$35.10	\$33.64

WASTEWATER SERVICE (continued)

General Service and Multi- Family Residential Service	Present Rates	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> Requested Final Rates	Commission Approved Interim Rates
Base Facility Charge By Meter Size:				
1 1/2"	\$60.84	\$67.13	\$70.20	\$67.27
2"	\$97.34	\$107.41	\$112.32	\$107.63
3"	\$194.67	\$214.80	\$210.60	\$215.24
4"	\$304.17	\$335.63	\$351.00	\$336.32
6"	\$608.38	\$671.30	\$702.00	\$672.68
8"	\$973.39	\$1,074.06	\$1,123.20	\$1,076.27
General Service and Multi- Family Service – Gallonage Charge (per 1,000 gallons)	\$1.95	\$2.15	\$2.24	\$2.16
General Service and Multi- Family Residential Service	Present Rates	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> Requested Final Rates	Commission Approved Interim Rates
Base Facility Charge – General and Multi-Family Bulk Service (per unit)	\$25.76	\$28.42	\$29.70	\$28.48
Reuse Service	Present Rates	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> Requested Final Rates	Commission Approved Interim Rates
Residential Base Facility Charge	\$3.74	\$4.13	\$4.31	\$4.06
Reuse Service Consumption Charge - (per 1,000 gallons)	\$0.40	\$0.44	\$0.46	\$0.43

MISCELLANEOUS SERVICE CHARGE

The Utility is requesting approval of NSF Check Charges, which may be levied when a customer's check is dishonored by the customer's banking institution. The Utility requests authorization to collect the full amount authorized pursuant to Chapter 832, Florida Statutes.

SERVICE AVAILABILITY CHARGES

The Utility is not requesting any changes to its service availability charges. Even though not requested to do so, the Commission may review and adjust service availability charges.

Written comments regarding the Utility's service or the requested final rate increases may be sent to the Commission at the following address:

Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

All comments should refer to Docket No. 090402-WS, which is the docket number that has been assigned to this case. Complaints regarding service may be made to the Commission's Division of Regulatory Compliance and Consumer Assistance at the following toll-free number: 1-800-342-3552.

If you have any questions, please call the Utility's office at (800) 272-1919.

Sanlando Utilities Corporation