

State of Florida



Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE: August 18, 2010
TO: Ann Cole, Commission Clerk - PSC, Office of Commission Clerk
FROM: *JR* Jared Deason, Division of Economic Regulation
RE: Docket No. 090531-WS – Application for staff-assisted rate case in Highlands County by Lake Placid Utilities, Inc.

Please add the attached document to Docket No. 090531-WS

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CLERK

DOCUMENT NUMBER 090531-WS

6860 AUG 18 2010

FPSC-COMMISSION CLERK

Jared Deason

From: Jared Deason
Sent: Tuesday, August 17, 2010 2:28 PM
To: 'Erin Povich'
Cc: Bart Fletcher; Andrew Maurey; Cheryl Bulecza-Banks; Marshall Willis; Keino Young; Lydia Roberts; Shannon Hudson; Dorothy Menasco; Katie Ely; 'Christian W. Marcelli'; 'reilly.steve@leg.state.fl.us'; 'MERCHANT.TRICIA'; 'VANDIVER.DENISE'
Subject: Lake Placid Utilities, Inc. SARC Docket No. 090531-WS

Tracking:

| Recipient | Read |
|--------------------------------|-------------------------|
| 'Erin Povich' | |
| Bart Fletcher | Read: 8/17/2010 2:28 PM |
| Andrew Maurey | |
| Cheryl Bulecza-Banks | Read: 8/17/2010 2:36 PM |
| Marshall Willis | Read: 8/17/2010 2:33 PM |
| Keino Young | |
| Lydia Roberts | Read: 8/17/2010 2:51 PM |
| Shannon Hudson | Read: 8/17/2010 2:47 PM |
| Dorothy Menasco | |
| Katie Ely | |
| 'Christian W. Marcelli' | |
| 'reilly.steve@leg.state.fl.us' | |
| 'MERCHANT.TRICIA' | |
| 'VANDIVER.DENISE' | |

Dear Erin:

Below are the reported salaries and pensions & benefits found in the 2005 - 2009 annual reports for Lake Placid:

| | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|---|-------------|-------------|-------------|-------------|-------------|
| <u>water salaries</u> | \$716 | (\$4,893) | (\$736) | \$5,988 | \$1,032 |
| <u>water pensions & benefits</u> | \$682 | \$532 | \$542 | \$2,724 | \$2,543 |
| | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
| <u>wastewater salaries</u> | \$4,266 | (\$6,127) | (\$1,128) | \$4,936 | \$883 |
| <u>wastewater pensions & benefits</u> | \$1,063 | \$832 | \$843 | \$2,331 | \$2,176 |

Please explain in detail the following:

- (1) Why did Lake Placid record a negative salary amount in 2006 and 2007 for both water and wastewater?
- (2) Why did water and wastewater salaries increase dramatically in 2008 and then went substantially lower in 2009 ?
- (3) Why are water and wastewater pensions & benefits much greater in 2008 and 2009 when compared to the amounts recorded in 2005-2007?
- (4) Why are water and wastewater pensions & benefits substantially greater than water and wastewater salaries in 2009?

Please respond by the close of business on Tuesday, August 24, 2010. If you have any questions, please let me know.

8/18/2010

Thanks,

Jared Deason
Division of Economic Regulation
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850
Telephone: (850) 413-6844
Fax: (850) 413-6845

8/18/2010
