

Matilda Sanders

130153-WS

From: Amy Williams <awilliams@uswatercorp.net>
Sent: Friday, May 24, 2013 4:11 PM
To: Filings@psc.state.fl.us
Subject: Application for a SARC
Attachments: LP Completed Application SARC.pdf

Good Afternoon,

Attached you will find our completed application for the Staff Assisted Rate Case on LP Waterworks, Inc., formally known as LP Utilities Corporation. Please note LP Waterworks, Inc. has filed an application for Transfer, reference Docket #130055.

Thank You,

Amy N. Williams

P: (727) 848-8292 ext. 239

F: (727) 849-7809

DOCUMENT NUMBER-DATE

02899 MAY 24 2013

FPSC-COMMISSION CLERK

FLORIDA PUBLIC SERVICE COMMISSION

APPLICATION FOR A
STAFF ASSISTED RATE CASE

I. GENERAL DATA

A. Name of Utility: **L.P. Utilities Corporation
C/O LP Waterworks, Inc.**

B. Address: **Physical: 1535 US Highway 27 South, Lake Placid, FL 33852
Mailing: C/O Amy Williams – 4939 Cross Bayou Blvd., NPR, FL 34652**

1. Telephone Nos.: **(727) 848 8292**

2. County: **Highlands**

Nearest City: **Lake Placid**

3. General Area Served: **Lake Placid Camp Florida Resort**

C. Authority:

1. Water Certificate No. **620W**

Date Received: **N/A**

2. Wastewater Certificate No. **533S**

Date Received: **N/A**

3. Date Utility Started Operations: Water: **1989**

Wastewater: **1989**

D. How System Was Acquired: **Asset Purchase**

If utility was purchased, give date **12/28/12**

Amount Paid \$ **\$165,000.00**

1. Name of Seller: **L.P. Utilities Corporation**

2. Was seller affiliated with present owners? Yes No

3. Did you purchase: Stock or assets only

E. Type of Legal Entity:

Corporation

Partnership

Sole Proprietorship

F. Ownership & Officers:

Name	Title	Percent Ownership
1. <u>Gary Deremer</u>	<u>President</u>	<u>51%</u>
2. <u>Cecil Delcher</u>	<u>Vice Pres</u>	<u>19%</u>
3. <u>Dave Schultz, Sr.</u>	<u></u>	<u>15%</u>
4. <u>Additional Parties</u>	<u></u>	<u>5% Each x 3</u>

DOCUMENT NUMBER - DATE

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FPSC-COMMISSION CLERK

G. List of Associated Companies and Addresses:

NONE

H. If you have retained an attorney and/or a consultant to represent the utility for this application, furnish the name(s) and address(es):

Name:

Address:

U.S. Water Services Corporation – Consultant

4939 Cross Bayou Boulevard, NPR FL 34652

II. ACCOUNTING DATA

A. Outside Accountant

1. Name: **Jack S. Baillie, CPA**
2. Firm:
3. Address: **2153 Grand Boulevard, Holiday, FL 34690**
4. Telephone: **(727) 937 6650**

B. Individual To Contact On Accounting Matters:

1. Name: **Amy Williams**
2. Telephone: **(727) 848 8292**

U.S. Water Services Corporation – 4939 Cross Bayou Blvd, NPR, FL 34652

C. Location of Books and Records: **34652**

D. Have you filed an Annual Report with the Commission? Yes No

Date Last Filed:

E. Has your latest Regulatory Assessment Fee Payment been made? **Paid by Previous Owners**

(January 30 or July 30 whichever is applicable) Jan 30 July 30

F. Basic Rate Base Data: (Most recent two years)

1. <u>Water:</u>	2012	2011
Cost of Plant In Service	\$ <u>489,893</u>	\$ <u>489,893</u>
Less Accumulated Depreciation	<u>(272,636)</u>	<u>(260,350)</u>
Less Contributed Plant	<u>0</u>	<u>(107,162)</u>
Net Owner's Investment	\$ 217,257	\$ 122,381

2. <u>Wastewater:</u>	2012	2011
Cost of Plant In Service	\$ 413,807	\$ 413,807
Less Accumulated Depreciation	(297,869)	(284,930)
Less Contributed Plant	0	(28,799)
Net Owner's Investment	\$ 115,938	\$ 100,078

G. Basic Income Statement: (Most recent two years)

1. <u>Water:</u>	2012	2011
Revenues (By Class)		
a. Residential	\$ 55,530	\$ 48,527
b. Commercial	6,170	7,204
c. Other	1,133	1,550
Total Operating Revenues:	\$ 62,833	\$ 57,281
Less Expenses:		
a. Salaries & Wages - Employees	18,975	1,650
b. Salaries & Wages - Officers, Directors, & Majority Stockholders	-	-
c. Employee Pensions & Benefits	-	-
d. Purchased Water	-	-
e. Purchased Power	6,109	6,043
f. Fuel for Power Production	-	-
g. Chemicals	-	-
h. Materials & Supplies	-	-
i. Contractual Services	11,624	16,220
j. Rents	360	2,034
k. Transportation Expenses	13,154	-
l. Insurance Expense	75	237
m. Regulatory Commission Expense	-	-
n. Bad Debt Expense	(6,168)	(6,168)
o. Miscellaneous Expense	11,246	29,154
p. Depreciation Expense	12,286	13,069
q. Property Taxes	6,269	1,842
r. Other Taxes	3,218	5,187
s. Income Taxes		
Operating Income (Loss)	\$ (14,315)	\$ (11,987)

2. <u>Wastewater</u>		2012	2011
Revenues (By Class):		\$	\$
a. Residential		<u>45,434</u>	<u>42,657</u>
b. Commercial		<u>5,049</u>	<u>3,583</u>
c. Other			
Total Operating Revenues:		<u>\$ 50,483</u>	<u>\$ 46,240</u>
Less Expenses:			
a. Salaries & Wages - Employees		<u>15,525</u>	<u>1,350</u>
b. Salaries & Wages - Officers, Directors, & Majority Stockholders		<u>-</u>	<u>-</u>
c. Employee Pensions & Benefits		<u>-</u>	<u>-</u>
d. Purchased Wastewater Treatment		<u>-</u>	<u>-</u>
e. Sludge Removal Expense		<u>-</u>	<u>-</u>
f. Purchased Power		<u>4,999</u>	<u>4,945</u>
g. Fuel for Power Production		<u>-</u>	<u>-</u>
h. Chemicals		<u>-</u>	<u>-</u>
i. Materials & Supplies		<u>-</u>	<u>-</u>
j. Contractual Services		<u>9,510</u>	<u>13,271</u>
k. Rents		<u>294</u>	<u>1,163</u>
l. Transportation Expenses		<u>-</u>	<u>-</u>
m. Insurance Expense		<u>61</u>	<u>194</u>
n. Regulatory Commission Expense		<u>10,763</u>	<u>-</u>
o. Bad Debt Expense		<u>(2,328)</u>	<u>(2,328)</u>
p. Miscellaneous Expense		<u>9,201</u>	<u>24,412</u>
q. Depreciation Expense		<u>12,939</u>	<u>12,939</u>
r. Property Taxes		<u>5,130</u>	<u>1,228</u>
s. Other Taxes		<u>2,623</u>	<u>4,434</u>
t. Income Taxes			
Operating Income (Loss)		<u>\$ (18,234)</u>	<u>\$ (15,388)</u>

H. Outstanding Debt:

	Creditor	Date Borrowed	Balance Due	Interest Rate	Expiration Date
1.	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>
2.	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
3.	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
4.	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

I. Indicate Type of Tax Return Filed:

- Form 1120 -Corporation
- Form 1120S -Subchapter S Corporation
- Form 1065 - Partnership
- Form 1040 - Schedule C - Individual (Proprietorship)

III

ENGINEERING DATA

A. Outside Engineering Consultant:

- 1. Name: **Mo Kader, P.E.**
- 2. Firm: **U.S. Water Services Corporation**
- 3. Address: **4939 Cross Bayou Boulevard, NPR, FL 34652**
- 4. Telephone: **(727) 848 8292**

B. Individual to contact on engineering matters:

- 1. Name: **Gary Deremer, President - LP Waterworks, Inc.**
- 2. Telephone: **(727) 848 8292**

C. Is the utility under citation by the Department of Environmental Protection (DEP) or County Health Department? If yes, explain: **NO**

D. List any known service deficiencies and steps taken to remedy problems: **NONE**

E. Name of plant operator(s) and DEP operator certificate number(s) held: **Operating Company: U.S. Water Services Corporation; Individual Operators Assigned – Ron Derosette: WW0003216 & DW0003531.**

F. Is the utility serving customers outside of its certificated area? **NO**
If yes, explain:

G. Wastewater:

- 1. Gallons per day capacity of treatment facilities: **0.050 MGD**
 - a. Existing: **0.050 MGD**
 - b. Under Construction: **0**
 - c. Proposed: **0**
- 2. Type and make of present treatment facilities: **MArolf Concrete tanks Extended Aeration Treatment Effluent dispose to (2) Rapid Infiltration Basins (Ponds)**
- 3. Approximate average daily flow of treatment plant effluent: **0.0105 MGD**

4. Approximate length of wastewater mains:

Size (diameter):	8"	6"			
Linear feet:	9,313	918			

- 5. Number of manholes: **47**
- 6. Number of lift stations: **1**
- 7. How do you measure treatment plant effluent? **Ultrasonic Flow Meter**

8. Is the treatment plant effluent chlorinated? Yes No
 If yes, what is the normal dosage rate? **0.05gpd**
9. Tap in fees – Wastewater: \$ **400.00**
10. Service availability fees – Wastewater: \$ **0**
11. Note DEP Treatment Plant Certificate Number and date of expiration: **FLA014340**
 Number Expiration Date: **10/14/2015**
12. Total gallons treated during most recent twelve months: **0.384 MG**
13. Wastewater treatment purchased during most recent twelve months: **0**

H. Water:

1. Gallons per day capacity of treatment facilities: **350,000 gpd**
 a. Existing: **350,400 gpd** b. Under Construction : **0** c. Proposed: **0**
2. Type of treatment: **Disinfection only**
3. Approximate average daily flow of treated water: **51,380 gpd**
4. Source of water supply: **Ground Water**
5. Types of chemicals used and their normal dosage rates: **Chlorine Gas**
WTP #1 – 18 ppd; WTP #2 – 40 ppd
6. Number of wells in service: **2**
 Total capacity in gallons per minute (gpm): **243**

Diameter/Depth:	10" / 1,780 ft	6" / Unknown	
Motor horsepower:	50	25	
Pump capacity (gpm):			

7. Reservoirs and/or hydropneumatic tanks:

Description:	Steel HT	Steel HT	
Capacity:	15,000 gal	10,000 gal	

8. High service pumping: **N/A**

Motor horsepower:				
Pump capacity (gpm):				

9. How do you measure treatment plant production? **Turbine Flow Meter**

10. Approximate feet of water mains:

Size (diameter):	8"	6"	4"	3" / 2" / 1"
Linear feet:	2,790	9,440	1,660	2,818 / 920 / 9,258

11. Note any fire flow requirements and imposing government agency: **NO**

12. Number of fire hydrants in service: **8**

13. Do you have a meter change out program? No Yes

14. Meter installation or tap in fees - Water \$ **189.00 or \$200.00**

15. Service availability fees - Water \$ **(BASE: 5/8")**

16. Has the existing treatment facility been approved by DEP? No Yes

17. Total gallons pumped during most recent twelve months: **18,557,000**

18. Total gallons sold during most recent twelve months: **18,557,000**

19. Gallons unaccounted for during most recent twelve months: **60,000**

20. Gallons purchased during most recent twelve months: **18,557,000**

IV. RATE DATA

A. Individual to contact on tariff matters:

1. Name: **Amy Williams**

2. Telephone Number: **(727) 848 8292**

B. Schedule of present rates: (Attach additional sheets if more space is needed)

1. Water:

a. Residential Water **\$6.02 plus \$2.14 per 1,000**

b. General Service **\$6.02 plus \$2.14 per 1,000**

c. Special Contract

d. Other - Specify **\$4.82 plus \$2.14 per 1,000**

2. Wastewater:

a. Residential Wastewater **\$6.44 plus \$1.76 per 1,000**

b. General Service **\$6.44 plus \$2.10 per 1,000**

c. Special Contract

d. Other - Specify

C. Number of Customers: (Most recent two years)

1. Water Metered

2012

2011

a. Residential

416

416

b. General Service

18

18

c. Special Contract

-

-

d. Other - Specify

-

-

2. Water Unmetered

2012

2011

a. Residential

-

-

b. General Service

-

-

c. Special Contract

-

-

d. Other - Specify

-

-

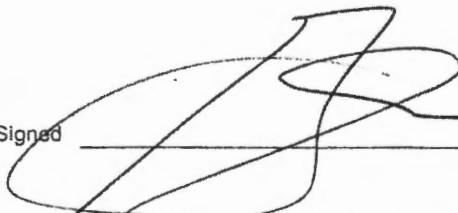
3. Wastewater

- a. Residential
- b. General Service
- c. Special Contract
- d. Other - Specify

	2012	2012
a. Residential	384	384
b. General Service	10	10
c. Special Contract	-	-
d. Other - Specify	-	-

V. AFFIRMATION

I, Gary Deremer the undersigned owner, officer, or partner of the above named public utility, doing business in the State of Florida and subject to the control and jurisdiction of the Florida Public Service Commission, certify that the statements set forth herein are true and correct to the best of my information, knowledge, and belief.

s/Signed 
s/Title President - Gary A. Deremer

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.