

SUNDSTROM,
FRIEDMAN & FUMERO, LLP

Attorneys | Counselors



766 NORTH SUN DRIVE
SUITE 4030
LAKE MARY, FLORIDA 32746

PHONE (407) 830-6331
FAX (407) 830-8522

www.sfflaw.com

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October 31, 2013

Ms. June Fisher, County Administrator
Highlands County, Florida
600 S. Commerce Ave.
Sebring, FL 33870

RE: Docket No. 130243-WS; Application for Staff Assisted Rate Case in Highlands County,
by Lake Placid Utilities, Inc.
Our File No.: 30057.211

Dear Ms. Fisher:

Pursuant to Section 367.091(2), Florida Statutes, enclosed is a copy of Lake Placid Utilities, Inc.'s Application to the Florida Public Service Commission for a Staff Assisted Rate Case.

Should you have any questions regarding the enclosed, please do not hesitate to give me a call.

Very truly yours,

MARTIN S. FRIEDMAN
For the Firm

MSF/
Enclosure

cc: Kirsten Markwell (via e-mail)
Patrick Flynn (via e-mail)
Commission Clerk (via e-filing)

FLORIDA PUBLIC SERVICE COMMISSION
APPLICATION FOR A STAFF ASSISTED RATE CASE

I. General Data

A. Name of utility Lake Placid Utilities, Inc.

B. Address 2325 Sanders Road, Northbrook, IL 60062
 1. Telephone Nos. (847) 498-6440
 2. County Highlands County
 3. General area served Sun 'N Lakes Estates of Lake Placid and Dee Ann Estates (sewer only) **Nearest city** Lake Placid

C. Authority
 1. Water certificate no. 414-W **Date received** 10/1/1993
 2. Wastewater certificate no. 247-S **Date received** 10/1/1993
 3. Date utility started operations Water 1999 **Wastewater** 1993

D. How system was acquired Sale of utility
 If utility was purchased, give date Jul-93 **Amount paid** \$65,000
 1. Name of seller CFD Incorporated out of receivership
 2. Was seller affiliated with present owners No
 3. Did you purchase Stock X **Or assets only**

E. Type of legal entity: corporation, partnership, or sole proprietorship Corporation

F. Ownership & officers

<u>Name</u>	<u>Title</u>	<u>Percent Ownership</u>
<u>1. Utilities, Inc.</u>	<u>Owner</u>	<u>100%</u>
<u>2. Jim Japonek</u>	<u>CFO</u>	<u>None</u>
<u>3. John Hoy</u>	<u>COO</u>	<u>None</u>
<u>4. Lisa Sparrow</u>	<u>President</u>	<u>None</u>
<u>5. John Stover</u>	<u>Vice President</u>	<u>None</u>
<u>6. Steve Lubetozzi</u>	<u>CFO</u>	<u>None</u>

G. List of associated companies and addresses

1. Please see the enclosed document. The business address for all companies is 2325 Sanders Road, Northbrook, IL 60062

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)

Martin S. Friedman
Sundstrom, Friedman & Fumero, LLP
706 North Sun Drive, Suite 4030
Lake Mary, Florida 32746

II. Accounting Data

A. Outside accountant

1. Name N/A
 2. Firm N/A
 3. Address N/A
 4. Telephone N/A

B. Individual to contact on accounting matters
 L. Name: KAREN MATHWEL
 S. Telephone: (647) 902-6482

C. Location of books and records

D. Have you filed an annual report with the Commission?
 Date last filed: Apr-19

E. Has your latest annual financial regulatory assessment fee payment been made (January 30 or July 30 whichever is applicable)?
 Yes

F. Bank note base data (most recent two years)

	2011	2012	2013
1. Water			
Cost of plant in service	\$315,704	\$521,667	
Less accumulated depreciation	(179,347)	(179,794)	
Less contributed plant	(61,451)	(68,548)	
Net owner's investment	\$74,906	\$103,325	
2. Wastewater			
Cost of plant in service	\$791,608	\$793,064	
Less accumulated depreciation	(581,157)	(664,704)	
Less contributed plant	(90,181)	(79,570)	
Net owner's investment	\$120,270	\$48,790	

G. Basic income statement (most recent two years)

	2011	2012
1. Water		
Revenue (by class)		
a. Residential	\$6,054	\$6,143
b. Multi-family	57,801	57,425
c. Commercial	18,321	19,476
d. Miscellaneous	(1,192)	472
Total operating revenues	\$30,984	\$73,516
2. Wastewater		
a. Salaries & wages - employees	4,461	4,333
b. Salaries & wages - officers, directors, & majority stockholders	484	761
c. Employee pension & benefits	6,055	6,014
d. Fuel for power production	2,720	2,443
e. Purchased power	-	-
f. Fuel for power production	1,652	832
g. Chemicals	407	405
h. Materials & supplies	17,544	18,555
i. Contractual services	-	(0)
j. Rent	864	792
k. Transportation expenses	1,038	1,039
l. Insurance expense	8,681	4,998
m. Regulatory contribution expense	38	447
n. Bad debt expense	(1,298)	221
o. Miscellaneous expense	32,497	18,505
p. Depreciation expense	5,086	2,948
q. Property taxes	3,792	3,769
r. Other taxes	(11,489)	425
s. Income taxes	17,385	(9,947)
Operating income (loss)		

2215 Sandigan Road, Northbrook, IL 60064

1. Owner
- a. Revenue (by class)
 - b. Residential
 - c. Multi-family
 - d. Commercial
 - e. Miscellaneous
 - Total operating revenues
 - Less expenses
 - a. Salaries & wages - employees
 - b. Salaries & wages - officers, directors, & majority stockholders
 - c. Employee pension & benefits
 - d. Purchased services
 - e. Purchased power
 - f. Fuel for power production
 - g. Chemicals
 - h. Materials & supplies
 - i. Contractual services
 - j. Rent
 - k. Transportation expenses
 - l. Insurance expense
 - m. Regulatory commission expenses
 - n. Bad debt expense
 - o. Miscellaneous expense
 - p. Depreciation expense
 - q. Property taxes
 - r. Other taxes
 - s. Income taxes
 - Operating income (loss)

	2011	2012
a. Revenue (by class)		
b. Residential	87,480	86,419
c. Multi-family	80,405	18,619
d. Commercial	84,665	25,136
e. Miscellaneous	242	778
Total operating revenues	253,792	135,552
Less expenses		
a. Salaries & wages - employees	4,199	6,303
b. Salaries & wages - officers, directors, & majority stockholders	993	767
c. Employee pension & benefits	2,073	2,030
d. Purchased services	-	-
e. Purchased power	4,211	3,789
f. Fuel for power production	-	-
g. Chemicals	1,464	839
h. Materials & supplies	410	405
i. Contractual services	77,892	18,580
j. Rent	-	(1)
k. Transportation expenses	877	798
l. Insurance expense	1,036	1,048
m. Regulatory commission expenses	8,735	5,038
n. Bad debt expense	28	507
o. Miscellaneous expense	(8,368)	222
p. Depreciation expense	116,092	86,893
q. Property taxes	3,112	2,971
r. Other taxes	2,220	3,800
s. Income taxes	31,670	428
Operating income (loss)	(63,717)	(763)

II. Outstanding debt

- 1. JP Morgan
- 2. JP Morgan

Debt instrument
Various
Jul-06

Balance due
900,000
180,000,000

Interest rate
Floor/Prime
0 7/1/2005

Expiration date
N/A - short term revolver
0 7/1/2005

NOTE: Later Fiscal years not carry debt on the company level, the outstanding debt detailed in in the Utilities Inc. level

I. Indicate type of tax return filed

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

III. Engineering Data

- A. Engineering data
- 1. Name
- 2. Firm
- 3. Address
- 4. Telephone

Enhan Corp. P.E.
Excel Engineering
144 W. Lake Shore Blvd., Casselberry, FL 32707
407-260-8898

- B. Individual to contact on engineering matters
- 1. Name
- 2. Telephone

Patrick Flynn
(800) 272-1914 ext. 1359

C. Is this utility under citation by the Department of Environmental Protection (DEP) or county health department?
 If yes, please 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(s) held
 Ono Kinoshita Contract Operator C-36676
 Deaner Hobson Contract Operator C-36676
 Don Hamilton DEP Operator A dev/wh C-36676

F. Is the utility serving customers outside of its certificated area?
 If yes, please explain.
 No

G. Wastewater
 1. Gallons per day capacity of treatment facilities excluding Under construction No Proposed 80,000 gpd
 2. Type and number of pretreatment facilities None
 3. Approximate average daily flow of treatment plant effluent Expected section, Merrill Island 17,400 gpd
 4. Approximate length of wastewater mains from (diameter) E
 5. Number of manholes 20
 6. Number of liftstations 4
 7. How do you measure treatment efficiency? Ultrasonic flow meter
 8. Is the treatment plant efficient chlorinated? Yes
 9. Tap in feces - wastewater 6-8 million/day
 10. Source availability feces - wastewater 800,000
 11. Note DEP treatment plant certificate number and date of expiration None Single family
 12. Total gallons treated during most recent twelve months (Jan-Dec '22) 101,000/2015
 13. Wastewater treatment purchased during most recent twelve months (Jan-Dec '22) 6,438,000
 None

H. Water
 1. Gallons per day capacity of treatment facilities excluding Under construction No 288,000 gpd
 2. Type of treatment Under construction
 3. Approximate average daily flow of treated water Proposed
 4. Source of water supply 14,441 gpd
 5. Types of chemicals used and their normal dosage rates Chlorinator Sodium hypochlorite, 1-2 gallons/day
 6. Number of wells in service 2
 Total capacity in gallons per minute (gpm) 400 gpm
 Diameter/depth 6"/60ft (41) and 5"/6"/60ft (42)
 Motor horsepower 15/15
 Pump capacity (gpm) 80/80
 Reservoir in and/or hydro pneumatic tanks
 Diameter/depth 80ft/80ft
 Capacity 8000 gpd
 High service pumping 8000 gpd
 Motor horsepower N/A
 Pump capacity (gpm) N/A

9. How do you measure treatment plant performance?
 10. Approximate level of water mains
 11. Lincor feet
 12. Note any fire flow requirements and impacting government agency
 13. Number of fire hydrants in service
 14. Do you have a meter change out program?
 15. Meter installation or tag in fees - water
 16. Service reliability fees - water
 17. Has the existing treatment facility been approved by DWR?
 18. Total gallons pumped during most recent twelve months (Jan-Dec '12)
 19. Total gallons sold during most recent twelve months (Jan-Dec '12)
 20. Total gallons transported for drinking water most recent twelve months (Jan-Dec '12)
 21. Callflow purchased during most recent twelve months (Jan-Dec '12)
 Note: During the Test Year, 129,000 gallons was used for flushing or lost through line breaks.

Plant floor meter

None
 1
 None
 Single family
 None
 Yes
 5,371,000
 4,581,000
 680,000

IV. Rate Data

A. Individual to contact on tariff matters

1. Name
 2. Telephone number
 Martin S. Friedman
 (407) 830-6891

B. Schedule of general rates

a. Water

Residential
 Rate - S/0"
 Rate - S/1/4"
 Rate - 1"
 Rate - 1 1/2"
 Rate - 2"
 Rate - 3"
 Rate - 4"
 Rate - 6"
 California
 None

b. Multi-residential

Three - S/6"
 Rate - S/4"
 Rate - 1"
 Rate - 1 1/2"
 Rate - 2"
 Rate - 3"
 Rate - 4"
 Rate - 6"
 California
 None

c. General service

Rate - S/0"
 Rate - S/1/4"
 Rate - 1"
 Rate - 1 1/2"
 Rate - 2"
 Rate - 3"
 Rate - 4"
 Rate - 6"
 California
 None

2. Wastewater

a. Residential

Base	\$12,914
Galvanne (68K gallon cap)	\$5,225
Flat rate for unmetered customers	\$5,225

b. Multi-residential

Base - 6/8"	\$13,914
Base - 8/4"	\$20,990
Base - 1"	\$24,882
Base - 1.5"	\$29,665
Base - 2"	\$44,441
Base - 3"	\$222,282
Base - 4"	\$248,224
Base - 6"	\$699,445
Galvanne	\$6,599

c. General service

Base - 6/8"	\$12,914
Base - 8/4"	\$20,990
Base - 1"	\$24,882
Base - 1.5"	\$29,665
Base - 2"	\$44,441
Base - 3"	\$222,282
Base - 4"	\$248,224
Base - 6"	\$699,445
Dec Ann Rebates Paid	\$421,692
Galvanne	\$6,599
Galvanne - Dec Ann Rebates Paid	\$4,832

C. Number of customers

1. Water metered

- a. Residential
- b. Multi-residential
- c. General service

	2011	2012
a.	92	91
b.	11	12
c.	8	8
Total	111	111

2. Water unmetered

- a. Residential
- b. Multi-residential
- c. General service

	2011	2012
a.	N/A	N/A
b.	N/A	N/A
c.	N/A	N/A
Total	0	0

IV. Affirmation

I, Steven Libertozzi, 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.

Signed

Steven Libertozzi
CEO

Title

Notice: Section 897.06, 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.