

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: April 23, 2014
TO: Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk
FROM: Kelly J. Thompson, Public Utility Analyst II, Division of Economics *KT*
RE: Docket No. 130212-WS - Application for an increase in water and wastewater rates in Polk County by Cypress Lakes Utilities, Inc.

The attached document was received via email in the Division of Economics on April 22, 2014. Please incorporate the documents into the docket file.

RECEIVED-FPSC
14 APR 23 PM 4:16
COMMISSION
CLERK

Kelly Thompson

From: Martin S. Friedman <mfriedman@ffllegal.com>
Sent: Tuesday, April 22, 2014 11:31 AM
To: Kelly Thompson
Cc: Darrien Pitts
Subject: Cypress Lakes Utilities, Inc. Rate Case/ Letter of April 13, 2013
Attachments: meurd_20140331.xlsx; 248-Cypress Lakes Utilities Inc.xlsx

Kelly,
Please see Mr. Pitts' explanation below. Let me know if you have any questions.
Regards, Marty

MARTIN S. FRIEDMAN
Attorney

NOTE: My firm name and e-mail have changed effective February 1, 2014. Please update your records.



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From: Darrien Pitts [<mailto:DPitts@uiwater.com>]
Sent: Monday, April 21, 2014 8:40 AM
To: Patrick Flynn; Martin S. Friedman
Cc: John Hoy
Subject: RE: Letter of April 13, 2013

I was able to find the rate schedule(attached) that matches the charges in the "Flat" column of the billing report. As it turns out these charges aren't actual flat rates, rather they are simply the base charges listed in Residential Wastewater section of the attached rate schedule. I'm not exactly sure why these were booked in the Flat Residential Sewer account but I don't think it really makes a difference as Patrick mentioned before the balance shown in the account is simply a timing difference between the accruals.

As far as the presentation goes in the filing, the B-4 won't tie directly to the E-schedules. The B-4 is based off the year-end balances on our books, whereas the E-schedules are calculated based on our consumption numbers and the tariffs in effect for that period(no accruals or adjustments accounted for on the E-schedules). No flat rate calculations are shown on E-2 because there were no Flat rate wastewater tariffs, however the Flat Rate Residential Sewer is shown on the B-4 because that is where the accrual gets posted on our books.