

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

| | |
|------------------------------------|----------------------|
| In re: Application of TRADEWINDS) | DOCKET NO. 890515-WS |
| UTILITIES, INC. for a 1989 price) | |
| index rate adjustment for Marion) | ORDER NO. 21212-A |
| County) | |
| _____) | ISSUED: 5-16-89 |

AMENDATORY ORDER

BY THE COMMISSION:

On May 9, 1989, this Commission issued Order No. 21212, acknowledging a price index rate adjustment for Tradewinds Utilities, Inc. The purpose of this Order is to correct discrepancies in the Schedule on Page 1 of that Order. In the Schedule, we failed to enclose \$388 in parentheses to indicate that DER Required Water Testing is a negative amount. Further, the GNP Implicit Price Deflator Index is shown as .0289 instead of .0435. Therefore, the Schedule is amended in its entirety as follows:

1989 Price Index Application
Test Year Ended December 31, 1988

| | <u>Water</u> | <u>Sewer</u> |
|--|-----------------|-----------------|
| 1988 Operation and Maintenance Expenses | \$ 34,477 | \$ 37,460 |
| Less: (1) Pass-through Items: | | |
| (a) Purchased Power | (3,249) | (5,023) |
| (b) Purchased Water | 0 | 0 |
| (c) Purchased Sewage Treatment | 0 | 0 |
| (d) DER Required Water Testing* | (388) | 0 |
| (2) Rate Case Expense Included in 1988 O & M Expenses | <u>0</u> | <u>0</u> |
| Costs to be Indexed | \$ 30,840 | \$ 32,437 |
| Multiply by Change in GNP Implicit Price Deflator Index | x <u>.0435</u> | x <u>.0435</u> |
| Additional O & M Expenses | \$ 1,342 | \$ 1,411 |
| Divide by Expansion Factor for Regulatory Assessment Fees | ÷ <u>.975</u> | ÷ <u>.975</u> |
| Increase in Revenue | \$ 1,376 | \$ 1,447 |
| Divide by 1988 Annualized Revenues | ÷ <u>49,605</u> | ÷ <u>46,557</u> |
| Percentage Increase | <u>2.77%</u> | <u>3.11%</u> |
| Increase Factor to Apply to Existing Rate Schedules | <u>1.0277</u> | <u>1.0311</u> |

*Testing for 8 volatiles and 118 synthetics per DER Rule 17-22.104 and .105, F.A.C.

It is, therefore,

ORDERED by the Florida Public Service Commission that Order No. 21212 is amended as set forth in the body of this Order. It is further

DOCUMENT NUMBER-DATE

04814 MAY 16 1989

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ORDERED that Order No. 21212 is hereby affirmed in all other respects.

By ORDER of the Florida Public Service Commission, this 16th day of MAY, 1989.



STEVE TRIBBLE, Director
Division of Records and Reporting

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