

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Application for rate) DOCKET NO. 950336-WS
increase in Charlotte County by) ORDER NO. PSC-95-1570-FOF-WS
Rotonda West Utility) ISSUED: December 20, 1995
Corporation.)
_____)

The following Commissioners participated in the disposition of this matter:

SUSAN F. CLARK, Chairman
J. TERRY DEASON
JOE GARCIA
JULIA L. JOHNSON
DIANE K. KIESLING

ORDER SUSPENDING PROPOSED RATES AND
GRANTING INTERIM RATE INCREASE SUBJECT TO REFUND

BY THE COMMISSION:

BACKGROUND

Rotonda West Utility Corporation (Rotonda or utility) is a Class A utility located in Charlotte County. As of December 31, 1994, the utility had an average of 2,717 water and 2,560 wastewater customers. According to the Southwest Florida Water Management District, Rotonda is not in a water use caution area.

The utility came under this Commission's jurisdiction on September 27, 1994, when we received Charlotte County's resolution declaring the privately-owned water and wastewater utilities in Charlotte County subject to the provisions of Chapter 367, Florida Statutes. On October 25, 1994, the utility filed an application for certificates of authority to provide water and wastewater services. We granted the utility grandfather certificates by Order No. PSC-95-0780-FOF-WS, issued June 28, 1995.

The utility reported adjusted test year operating revenues of \$1,093,541 for water and \$943,409 for wastewater operations respectively for 1994. The utility has never had a rate proceeding before this Commission, therefore, there is no previously established rate of return on equity.

On August 11, 1995, Rotonda filed an application for a rate increase. The utility requested that we process its request using the Proposed Agency Action (PAA) procedure pursuant to Section 367.081(8), Florida Statutes.

DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING

The utility's requested test year for interim purposes is the historical period ending December 31, 1994. The utility has requested total interim revenues of \$1,432,651 and \$1,033,209 for water and wastewater, respectively. This represents revenue increases of \$339,100 (31.01 percent) for water and \$89,800 (9.52 percent) for wastewater, designed to produce a rate of return of 9.07 percent.

Rotonda has requested a projected year ending December 31, 1995 for its test year for final rates. The utility has requested total revenues of \$1,591,241 for water and \$1,166,609 for wastewater. These revenues reflect revenue increase of \$449,584 (39.38 percent) for water and \$190,559 (19.52 percent) for wastewater, resulting in an overall rate of return of 10.88 percent.

SUSPENSION OF RATES

Section 367.081(6), Florida Statutes, provides that the rates proposed by the utility shall become effective within sixty (60) days after filing unless this Commission withholds consent to implementation of the requested rates.

We have reviewed the filing and have considered the proposed rates, the revenues thereby generated, and the information filed in support of the rate application. We find it to be reasonable and necessary to require further amplification and explanation regarding this data, and to require production of additional and/or corroborative data. This further examination will include on-site investigations by staff accountants, engineers and rate analysts. In consideration of the above, we find it appropriate to suspend the utility's proposed rate increase.

INTERIM RATE REQUEST

The utility filed rate base, cost of capital and operating statements to support its requested increases. We find it appropriate to approve a reduced interim revenue requirement and allow Rotonda to collect interim rates as set forth below and in the schedules attached hereto which are incorporated by reference.

Rate Base

Rule 25-30.433, Florida Administrative Code, requires that a Class A utility utilize the thirteen-month average and balance sheet approach. In its application, the utility has correctly used a thirteen-month average to calculate its requested water and wastewater rate bases, and used the balance sheet method to calculate its requested allowance for working capital. Therefore,

we will not make any adjustments to the utility's requested rate base.

Section 367.082(5)(b)(1), Florida Statutes, requires that the required rate of return be calculated by applying appropriate adjustments consistent with those used in the utility's most recent rate proceeding. Because this is the first rate proceeding since the utility came under our jurisdiction, we find that the utility's requested rate bases are calculated in accordance with the interim statute. We therefore find that the utility's rate base for interim purposes is \$4,251,890 for water and \$3,106,747 for wastewater. Our calculation of the appropriate rate base for interim purposes is depicted in Schedule No. 1-A. Our adjustments to the rate base are depicted in Schedule No. 1-B.

Cost of Capital

The utility used a thirteen-month average capital structure and made no specific adjustments. The utility then made pro rata adjustments to reconcile the capital structure to rate base. Using the actual debt cost and a cost of equity of 11.34 percent, the utility requested an overall cost of capital of 9.07 percent.

We find it appropriate to make an adjustment to the cost of equity for interim purposes. Section 367.082(5)(b)(3), Florida Statutes, provides that "last authorized rate of return on equity" means the minimum of the range of the last authorized rate of return on equity established in the most recent individual rate proceeding of the utility. Section 367.082(6), Florida Statutes, authorizes us to establish interim rates for a utility which does not have a previously established rate of return. We calculated the minimum of the required rate of return on equity of 10.88 percent, using the leverage graph formula established by Order No. PSC-95-0982-FOF-WS, issued August 10, 1995. Based on the above, we find the appropriate overall rate of return for Rotonda to be 8.97 percent for interim purposes. Our calculation of the appropriate cost of capital is contained in Schedule No. 2.

Net Operating Income

Rotonda made specific adjustments to its revenue and operation and maintenance expenses. These adjustments are non-proforma in nature, and primarily consist of reclassifications, reallocations and correction of errors. We have reviewed the utility's adjustments and find them to be appropriate. However, we also find it necessary to make two additional adjustments.

The first adjustment relates to the utility's test year revenues. Section 367.082(5)(b)(1), Florida Statutes, requires utilities to annualize any rate changes during the interim test

year. Because the utility did not annualize its revenues for the test year, we find it appropriate to increase test year revenues by \$9,295 for water and decrease test year revenues by \$1,458 for wastewater.

Secondly, we have made an adjustment to the income tax rate. Rotonda erroneously used an income tax rate of 39 percent to calculate its test year federal and state income taxes. We have calculated the appropriate composite income tax rate of 37.63 percent, based on a 34 percent federal income tax rate and a 5.5 percent state income tax rate. We have applied the composite income tax rate to calculate the utility's test year net operating income.

Based on the utility's filing and our adjustments, we find the utility's test year operating income, before any revenue increase, to be \$191,591 for water and \$228,942 for wastewater. This represents an achieved rate of return of 4.51 percent for water and 7.37 percent for wastewater. Our calculations of the utility's operating income and the appropriate adjustments are depicted on Schedules Nos. 3-A, 3-B, and 3-C.

Revenue Requirement

Based upon recovery of actual operating expenses for the year ended December 31, 1994, and a 8.97 percent overall rate of return on an average rate base, we find it appropriate to approve interim revenue requirements of \$1,421,565 and \$1,025,492 for water and wastewater, respectively. This represents an annual increase of \$318,719, or 28.90 percent, for water, and \$83,541, or 8.87 percent, for wastewater.

Interim Rates

Rotonda has been granted two rate increases beyond the historical test year ending December 31, 1994: a pass-through for regulatory fees effective January 1, 1995 and an index effective July 31, 1995. Neither of these rate increases was taken into consideration for interim purposes since they occurred outside the historical test year. Revenues for interim purposes were annualized based on the rates in effect during the test year ending December 31, 1994.

Rotonda's current, proposed interim, proposed final, and our approved interim rates are set forth in Schedules Nos. 4-A and 4-B. Based upon our decisions regarding rate base, cost of capital and net operating income, we find it appropriate to grant Rotonda interim rates designed to allow the utility the opportunity to generate annual operating revenues of \$318,719 for its water operations and \$83,541 for its wastewater operations. This results

in an increase of 29.88 percent in existing water rates and 9.42 percent in existing wastewater rates

The interim rates shall be implemented for service rendered on or after the stamped approval date on the tariff sheets provided customers have received notice. The revised tariff sheets will be approved upon our staff's verification that the tariffs are consistent with our decision, that the proposed notice to the customers of the approved increase is adequate and the required security discussed herein has been filed. The utility shall provide proof of the date notice was given within 10 days after the date of notice.

SECURITY FOR REFUND

Pursuant to Section 367.082, Florida Statutes, the excess of interim rates over the previously authorized rates shall be collected under guarantee subject to refund with interest. We have calculated the amount of a potential refund to be \$225,000. Our review of the utility's financial statements indicates that the utility cannot support a corporate undertaking for \$225,000.

If the security provided is an escrow account, said account shall be established between the utility and an independent financial institution pursuant to a written escrow agreement. The Commission shall be a party to the written escrow agreement and a signatory to the escrow account. The written escrow agreement shall state the following: That the account is established at the direction of this Commission for the purpose set forth above, that no withdrawals of funds shall occur without the prior approval of the Commission through the Director of the Division of Records and Reporting, that the account shall be interest bearing, that information concerning the escrow account be available from the institution to the Commission or its representative at all times, and that pursuant to Cosentino v. Elson, 263 So. 2d 253 (Fla. 3d. DCA 1972), escrow accounts are not subject to garnishments.

The utility shall deposit the funds to be escrowed, \$45,000, into the escrow account each month. If a refund to the customers is required, all interest earned by the escrow account shall be distributed to the customers. If a refund to the customers is not required, the interest earned by the escrow account shall revert to the utility.

If the security provided is a bond or a letter of credit, said instrument shall be in the amount of \$225,000. If the utility chooses a bond as security, the bond shall state that it will be released or should terminate upon subsequent order of the Commission addressing overearnings or requiring a refund. If the utility chooses to provide a letter of credit as security, the

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letter of credit shall state that it is irrevocable for the period it is in effect and that it will be in effect until a final Commission order is rendered addressing overearnings or requiring a refund.

Irrespective of the type of security provided, the utility shall keep an accurate and detailed account of all monies it receives. Pursuant to Rule 25-30.360(6), Florida Administrative Code, the utility shall provide a report by the 20th of each month indicating the monthly and total revenue collected subject to refund. Should a refund be required, the refund shall be with interest and undertaken in accordance with Rule 25-30.360, Florida Administrative Code. In no instance shall maintenance and administrative costs associated with any refund be borne by the customers. The costs are the responsibility of, and shall be borne by, the utility.

Based on the foregoing, it is, therefore,

ORDERED by the Florida Public Service Commission that the final rates and schedules proposed by Rotonda West Utility Corporation are hereby suspended in accordance with Section 367.081(6), Florida Statutes. It is further

ORDERED that the request for an interim increase in water and wastewater rates by Rotonda West Utility Corporation is hereby granted as set forth in the body of this Order. It is further

ORDERED that the difference between the interim rates granted herein and Rotonda West Utility Corporation's previously authorized rates shall be collected subject to refund, with interest. It is further

ORDERED that Rotonda West Utility Corporation shall provide a bond or letter of credit in the amount of \$225,000 or an escrow agreement as guarantee for any potential refund of interim revenues. It is further

ORDERED that the approved interim rates shall become effective for service rendered on or after the stamped approval date on the tariff sheets, pursuant to Rule 25-30.475, Florida Administrative Code, provided the customers have received notice. It is further

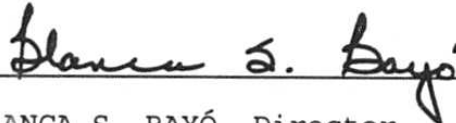
ORDERED that prior to the implementation of the interim rates approved herein, Rotonda West Utility Corporation shall file and have approved tariff pages revised in accordance with the provisions of this Order, appropriate security for the refund, a proposed customer notice, and proof that the customers have received notice of the rate increase. It is further

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ORDERED that the tariff sheets will be stamped approved upon verification that they are consistent with our decision herein, that the proposed customer notice is adequate, and that the appropriate security is provided. It is further

ORDERED that during the time the interim rates are in effect, Rotonda West Utility Corporation shall file a report by the twentieth day of each month indicating the monthly and total revenue collected subject to refund, pursuant to Rule 25-30:360(6), Florida Administrative Code.

By ORDER of the Florida Public Service Commission, this 20th day of December, 1995.



BLANCA S. BAYÓ, Director
Division of Records and Reporting

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by this order, which is preliminary, procedural or intermediate in nature, may request: (1) reconsideration within 10 days pursuant to Rule 25-22.038(2), Florida Administrative Code, if issued by a Prehearing Officer; (2) reconsideration within 15 days pursuant to Rule 25-22.060, Florida Administrative Code, if issued by the Commission; or (3) judicial review by the Florida Supreme Court, in the case of an electric, gas or telephone utility, or the First District Court of Appeal, in the case of a water or wastewater utility. A motion for reconsideration shall be filed with the Director, Division of Records and Reporting, in the form prescribed by Rule 25-22.060, Florida Administrative Code. Judicial review of a preliminary, procedural or intermediate ruling or order is available if review of the final action will not provide an adequate remedy. Such review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure.

ROTONDA WEST UTILITY CORPORATION			SCHEDULE NO. 1-A		
SCHEDULE OF WATER RATE BASE			DOCKET NO. 950336-WS		
INTERIM TEST YEAR ENDED 12/31/94					
COMPONENT	TEST YEAR PER UTILITY 1994	UTILITY ADJUSTMENTS	ADJUSTED TEST YEAR/ UTILITY 1994	COMMISSION ADJUSTMENTS	COMMISSION ADJ. TEST YEAR 1994
1 UTILITY PLANT IN SERVICE	\$ 7,189,345	\$ (174,423)	\$ 7,014,922	0	\$ 7,014,922
2 LAND & LAND RIGHTS	382,023	(182,213)	189,810	0	189,810
3 NON-USED & USEFUL COMPONENTS	(397,785)	0	(397,785)	0	(397,785)
4 ACCUMULATED DEPRECIATION	(1,095,961)	128,892	(967,069)	0	(967,069)
5 CIAC	(2,153,964)	156,080	(1,997,884)	0	(1,997,884)
6 AMORTIZATION OF CIAC	150,307	(18,681)	131,626	0	131,626
7 ACQUISITION ADJUSTMENTS - NET	0	0	0	0	0
8 ADVANCES FOR CONSTRUCTION	0	0	0	0	0
9 UNFUNDED POST-RETIRE. BENEFITS	0	0	0	0	0
10 DEFERRED TAXES	0	0	0	0	0
11 WORKING CAPITAL ALLOWANCE	279,848	(1,578)	278,270	0	278,270
12 OTHER	0	0	0	0	0
RATE BASE	\$ 4,353,813	\$ (101,923)	\$ 4,251,890	0	\$ 4,251,890

ROTONDA WEST UTILITY CORPORATION SCHEDULE OF WASTEWATER RATE BASE INTERIM TEST YEAR ENDED 12/31/94				SCHEDULE NO. 1-B DOCKET NO. 950336-WS	
COMPONENT	TEST YEAR PER UTILITY 1994	UTILITY ADJUSTMENTS	ADJUSTED TEST YEAR/ UTILITY 1994	COMMISSION ADJUSTMENTS	COMMISSION ADJ. TEST YEAR 1994
1 UTILITY PLANT IN SERVICE	\$ 4,964,912	\$ (152,368)	\$ 4,812,544	\$ 0	\$ 4,812,544
2 LAND	76,308	(75,808)	500	0	500
3 NON-USED & USEFUL COMPONENTS	(902,223)	0	(902,223)	0	(902,223)
4 ACCUMULATED DEPRECIATION	(654,346)	61,996	(592,350)	0	(592,350)
5 CIAC	(616,871)	138,961	(477,910)	0	(477,910)
6 AMORTIZATION OF CIAC	69,202	(6,341)	62,861	0	62,861
7 ACQUISITION ADJUSTMENTS - NET	0	0	0	0	0
8 ADVANCES FOR CONSTRUCTION	0	0	0	0	0
9 UNFUNDED POST-RETIRE. BENEFITS	0	0	0	0	0
10 DEFERRED TAXES	0	0	0	0	0
11 WORKING CAPITAL ALLOWANCE	201,747	1,578	203,325	0	203,325
12 OTHER	0	0	0	0	0
RATE BASE	\$ 3,138,729	\$ (31,982)	\$ 3,106,747	\$ 0	\$ 3,106,747

ROTONDA WEST UTILITY CORPORATION
 CAPITAL STRUCTURE
 INTERIM TEST YEAR ENDED 12/31/94

SCHEDULE NO. 2
 DOCKET NO. 950336-WS

DESCRIPTION	TOTAL CAPITAL	SPECIFIC ADJUSTMENTS (EXPLAIN)	PRO RATA ADJUSTMENTS	CAPITAL RECONCILED TO RATE BASE	RATIO	COST RATE	WEIGHTED COST
PER UTILITY 1994							
1 LONG TERM DEBT	\$ 7,860,920	\$ 0	(2,042,247)	5,818,673	79.07%	8.53%	6.74%
2 SHORT-TERM DEBT	0	0	0	0	0.00%	0.00%	0.00%
3 PREFERRED STOCK	0	0	0	0	0.00%	0.00%	0.00%
4 COMMON EQUITY	1,977,711	0	(513,804)	1,463,907	19.89%	11.34%	2.26%
5 CUSTOMER DEPOSITS	102,752	0	(26,695)	76,057	1.03%	6.00%	0.06%
6 DEFERRED INCOME TAXES	0	0	0	0	0.00%	0.00%	0.00%
7 DEFERRED ITC'S-WTD COST	0	0	0	0	0.00%	0.00%	0.00%
8 OTHER	0	0	0	0	0.00%	0.00%	0.00%
9 TOTAL CAPITAL	\$ <u>9,941,383</u>	\$ 0	<u>(2,582,746)</u>	<u>7,358,637</u>	<u>100.00%</u>		<u>9.07%</u>
PER COMMISSION 1994							
10 LONG TERM DEBT	\$ 7,860,920	\$ 0	(2,042,247)	5,818,673	79.07%	8.53%	6.74%
11 SHORT-TERM DEBT	0	0	0	0	0.00%	0.00%	0.00%
12 PREFERRED STOCK	0	0	0	0	0.00%	0.00%	0.00%
13 COMMON EQUITY	1,977,711	0	(513,804)	1,463,907	19.89%	10.88%	2.16%
14 CUSTOMER DEPOSITS	102,752	0	(26,695)	76,057	1.03%	6.00%	0.06%
15 DEFERRED INCOME TAXES	0	0	0	0	0.00%	0.00%	0.00%
15 DEFERRED ITC'S-WTD COST	0	0	0	0	0.00%	0.00%	0.00%
16 OTHER	0	0	0	0	0.00%	0.00%	0.00%
17 TOTAL CAPITAL	\$ <u>9,941,383</u>	\$ 0	<u>(2,582,746)</u>	<u>7,358,637</u>	<u>100.00%</u>		<u>8.97%</u>
RANGE OF REASONABLENESS					<u>LOW</u>	<u>HIGH</u>	
RETURN ON EQUITY					<u>10.88%</u>	<u>12.88%</u>	
OVERALL RATE OF RETURN					<u>8.97%</u>	<u>9.37%</u>	

ROTONDA WEST UTILITY CORPORATION STATEMENT OF WATER OPERATIONS INTERIM TEST YEAR ENDED 12/31/94				SCHEDULE NO. 3-A DOCKET NO. 950336-WS			
DESCRIPTION	TEST YEAR PER UTILITY 1994	UTILITY ADJUSTMENTS	ADJUSTED TEST YEAR/ UTILITY 1994	COMMISSION ADJUSTMENTS	COMMISSION ADJ. TEST YEAR 1994	REVENUE INCREASE	REVENUE REQUIREMENT
1 OPERATING REVENUES	\$ 1,129,637	\$ 303,014	\$ 1,432,651	\$(329,805)	\$ 1,102,846	\$ 318,719	\$ 1,421,565
OPERATING EXPENSES:						28.90%	
2 OPERATION AND MAINTENANCE	\$ 614,683	\$(39,129)	\$ 575,554	\$ 0	\$ 575,554	\$	\$ 575,554
3 DEPRECIATION	237,941	(7,802)	230,139	0	230,139		230,139
4 AMORTIZATION	232	0	232	0	232		232
5 TAXES OTHER THAN INCOME	179,198	417	179,615	(15,260)	164,355	14,342	178,697
6 INCOME TAXES	(74,371)	135,649	61,278	(120,303)	(59,025)	114,537	55,512
7 TOTAL OPERATING EXPENSES	\$ 957,683	\$ 89,135	\$ 1,046,818	\$(135,563)	\$ 911,255	\$ 128,879	\$ 1,040,134
8 OPERATING INCOME	\$ 171,954	\$ 213,879	\$ 385,833	\$(194,242)	\$ 191,591	\$ 189,840	\$ 381,431
9 RATE BASE	\$ 4,353,813	\$	\$ 4,251,890	\$	\$ 4,251,890	\$	\$ 4,251,890
RATE OF RETURN	3.95%		9.07%		4.51%		8.97%

ROTONDA WEST UTILITY CORPORATION
STATEMENT OF WASTEWATER OPERATIONS
INTERIM TEST YEAR ENDED 12/31/94

SCHEDULE NO. 3-B
 DOCKET NO. 950336-WS

DESCRIPTION	TEST YEAR PER UTILITY 1994	UTILITY ADJUSTMENTS	ADJUSTED TEST YEAR/ UTILITY 1994	COMMISSION ADJUSTMENTS	COMMISSION ADJ. TEST YEAR 1994	REVENUE INCREASE	REVENUE REQUIREMENT
1 OPERATING REVENUES	\$ 998,440	\$ 34,769	\$ 1,033,209	(\$ 91,258)	\$ 941,951	\$ 83,541	1,025,492
OPERATING EXPENSES						8.87%	
2 OPERATION AND MAINTENANCE	\$ 459,138	\$ 5,707	\$ 464,845	\$ 0	\$ 464,845	\$	464,845
3 DEPRECIATION	128,484	(18,716)	109,768	0	109,768		109,768
4 AMORTIZATION	232	0	232	0	232		232
5 TAXES OTHER THAN INCOME	136,365	(4,699)	131,666	(4,041)	127,625	3,759	131,384
6 INCOME TAXES	24,798	19,981	44,779	(34,240)	10,539	30,022	40,561
7 TOTAL OPERATING EXPENSES	\$ 749,017	\$ 2,273	\$ 751,290	(\$ 38,281)	\$ 713,009	\$ 33,781	746,790
8 OPERATING INCOME	\$ 249,423	\$ 32,496	\$ 281,919	(\$ 52,977)	\$ 228,942	\$ 49,760	278,702
9 RATE BASE	\$ 3,138,729	\$	\$ 3,106,747	\$	\$ 3,106,747	\$	\$ 3,106,747
RATE OF RETURN	7.95%		9.07%		7.37%		8.97%

ROTONDA WEST UTILITY CORPORATION ADJUSTMENTS TO OPERATING STATEMENTS INTERIM TEST YEAR ENDED 12/31/94		SCHEDULE NO. 3-C DOCKET NO. 950336-WS PAGE 1 OF 1	
EXPLANATION	WATER	WASTEWATER	
(1) OPERATING REVENUES			
a) Reverse utility's proposed revenue increase	\$ (339,100)	\$ (89,800)	
b) Reflect revenue at test year rates	9,295	(1,458)	
	0	0	
	0	0	
	<u>\$ (329,805)</u>	<u>\$ (91,258)</u>	
(2) TAXES OTHER THAN INCOME TAXES			
a) Regulatory assessment fees related to revenue adjustment	\$ (14,841)	\$ (4,107)	
	0	0	
	0	0	
	0	0	
	<u>\$ (14,841)</u>	<u>\$ (4,107)</u>	
(3) INCOME TAXES			
a) Income taxes associated with adjusted test year income	\$ (120,303)	\$ (34,240)	
(4) OPERATING REVENUES			
a) Adjustment to reflect recommended revenue requirement	\$ 318,719	\$ 83,541	
(5) TAXES OTHER THAN INCOME TAXES			
a) Regulatory assessment taxes on additional revenues	\$ 14,342	\$ 3,759	
(6) INCOME TAXES			
a) Income taxes related to recommended income amount	\$ 114,537	\$ 30,022	

ROTUNDA WEST UTILITY CORPORATION

SCHEDULE OF RATES

Water

Residential, General Service and Multi-Family

<u>Meter Size</u>	<u>Utility Test Year Rates 12-31-94</u>	<u>Utility Present Rates</u>	<u>Utility Proposed Interim Rates</u>	<u>Utility Proposed Final Rates</u>	<u>Commission Approved Interim Rates</u>
5/8" x 3/4"	\$ 13.39	\$ 13.79	\$ 15.93	\$ 18.30	\$ 17.39
3/4"					26.09
1"	33.48	34.48	39.83	45.75	43.48
1 1/2"	66.95	68.95	79.65	91.50	86.95
2"	107.12	110.32	127.44	146.40	139.13
3"	214.24	220.64	254.88	292.80	278.25
4"	334.75	344.76	398.25	457.50	434.77
6"	669.50	689.50	796.50	915.00	869.55
Gallage Charge per 1,000 gallons	\$ 3.00	\$ 3.09	\$ 4.05	\$ 4.53	\$ 3.90

Fire Protection

<u>Line Size:</u>	<u>Utility Test Year Rates 12-31-94</u>	<u>Utility Present Rates</u>	<u>Utility Proposed Interim Rates</u>	<u>Utility Proposed Final Rates</u>	<u>Commission Approved Interim Rates</u>
5/8" x 3/4"	\$ 4.46	\$ 4.46	\$ 5.31	\$ 1.53	\$ 5.79
3/4"					8.69
1"	11.16	11.16	13.28	3.83	14.49
1 1/2"	22.32	22.32	26.55	7.65	28.99
2"	35.71	35.71	42.48	12.24	46.38
3"	71.41	71.41	84.96	24.48	92.75
4"	111.58	111.58	132.75	38.25	144.92
6"	223.17	223.17	265.50	76.50	289.85
Gallage Charge per 1,000 gallons	\$ 3.00	\$ 3.00	\$ 4.05	\$ 4.53	\$ 3.90

Schedule No. 4-B

ROTUNDA WEST UTILITY CORPORATION

SCHEDULE OF RATES

Wastewater

Residential

<u>Meter Size</u>	<u>Utility Test Year Rates 12-31-94</u>	<u>Utility Present Rates</u>	<u>Utility Proposed Interim Rates</u>	<u>Utility Proposed Final Rates</u>	<u>Commission Approved Interim Rates</u>
All Sizes	\$ 13.62	\$ 14.01	\$ 9.26	\$ 11.90	\$ 14.90
Gallonage Charge	\$ 3.51	\$ 3.61	\$ 5.02	\$ 5.69	\$ 3.84
Maximum Gallons	10M	10M	10M	10M	10M
Minimum Bill	\$ 13.62	\$ 14.01	\$ 9.26	\$ 11.90	\$ 14.90
Maximum Bill	\$ 48.72	\$ 50.11	\$ 59.46	\$ 68.80	\$ 53.30

General Service and Multi-Family

<u>Meter Size</u>	<u>Utility Test Year Rates 12-31-94</u>	<u>Utility Present Rates</u>	<u>Utility Proposed Interim Rates</u>	<u>Utility Proposed Final Rates</u>	<u>Commission Approved Interim Rates</u>
5/8" x 3/4"	\$ 13.62	\$ 14.01	\$ 9.26	\$ 11.90	\$ 14.90
3/4"					22.35
1"	34.05	35.03	23.15	29.75	37.26
1 1/2"	68.10	70.06	46.30	59.50	74.52
2"	108.96	112.10	74.08	95.20	119.22
3"	217.92	224.18	148.16	190.40	238.45
4"	340.50	350.30	231.50	247.50	372.58
6"	681.00	700.58	463.00	595.00	745.15
Gallonage Charge	\$ 3.51	\$ 3.61	\$ 5.02	\$ 5.69	\$ 3.84