

LAW OFFICES

**ROSE, SUNDSTROM & BENTLEY**

A PARTNERSHIP INCLUDING PROFESSIONAL ASSOCIATIONS

2548 BLAIRSTONE PINES DRIVE

TALLAHASSEE, FLORIDA 32301

(904) 877-6555

ROBERT A. ANTISTA  
CHRIS H. BENTLEY, PA.  
F. MARSHALL DETERDING  
MARTIN S. FRIEDMAN, PA.  
JOHN R. JENKINS  
ROBERT M. C. ROSE, PA.  
WILLIAM E. SUNDSTROM, PA.  
DIANE D. TREMOR, PA.  
JOHN L. WHARTON

JOHN R. WOODRASKA  
SPECIAL CONSULTANT  
(NOT A MEMBER OF THE FLORIDA BAR)

MAILING ADDRESS  
POST OFFICE BOX 1567  
TALLAHASSEE, FLORIDA 32302-1567

TELECOPIER (904) 656-4029

November 20, 1992

**VIA HAND DELIVERY**

**BY HAND DELIVERY**

Ms. Jennifer Iwenjiora  
Division of Water and Wastewater  
Florida Public Service Commission  
101 East Gaines Street  
Tallahassee, FL 32399-0850

Re: Parkland Utilities, Inc.  
PSC Docket No. ~~920590-88~~ 921101-W4  
Application for Limited Proceeding  
Rate Increase in Water Rates  
Our File No. 21206.04

Dear Jennifer:

In response to your recent questions relayed to me and the Utility verbally, and as a result of correction of the index filing which ultimately affects the revenue figures shown in this Limited Proceeding filing, I am attaching revised schedules showing the calculation of the revenue short-fall; calculation of annualized revenue; calculation of the rate adjustment necessary to implement the increase; schedule of present and proposed rates; tariff sheets; and customer notice of increase; all revised in order to reflect changes which we have discussed.

Based upon our recent conversations, I understand that the Staff is considering the possibility that the entire rate increase should be allocated to base charges, and I believe there is some merit to such a proposal. We will probably be amenable to any method for implementation of this increase which the Staff may propose so long as the revenue short-fall is fully covered through that change. Please contact me once some further consensus is arrived at among the Staff and let me know your decision in this regard prior to the formulation of a Staff Recommendation so that I may be sure that we are in agreement.

In Mr. Chuck Hill's letter of November 16, 1992, he has also asked that we provide copies of previous paid invoices; verification of the number of fire hydrants; information regarding the amount of fire protection charges included in annualized

DOCUMENT NUMBER-DATE

13697 NOV 20 1992

FPS-RECORDS/REPORTING

ACK  
AFA  
APP  
CAF  
CMU  
CTR  
EAG  
LEG  
LIN  
OPC  
RCH  
SEC  
WAS  
OTH

Ms. Jennifer Iwenjiora  
November 20, 1992  
Page 2

revenue; and a notice of the filing of the Application for Rate Increase in this docket. I have attempted to respond to each of these requests separately below.

1. Copies of previous paid invoices- Attached hereto are a copy of the bill rendered and the billing register for 1991 and 1992, reflecting the amount of such fire protection charges imposed upon the City of Parkland. As you can see, the services for 1991 were not billed to the City of Parkland until early 1992, along with the charge for 1992, the breakdown is shown on the bill which was rendered. As you know, the rendition of this bill started the City's discussions of whether or not they should be paying Parkland Utilities, Inc., for this service, and their ultimate decision not to pay that bill, or any future bills. I am also attaching the bills rendered for 1988, 1989, and 1990 services.

2. Verification of the number of active fire hydrants- As you know, our filing was based upon service to 81 fire hydrants. In previous years, the Utility imposed a charge based upon 78 hydrants. The three additional hydrants result from the addition of a new elementary school, which at present time is nearing completion and is on-line with three new fire hydrants thereon. Therefore, in order to properly reflect the revenues lost as a result of the City's decision to discontinue payment of fire protection service charges, the revenue short-fall must be calculated using the total number of hydrants currently receiving such service.

3. Annualized Revenue- I have attached hereto a revised version of the calculation of annualized revenue, excluding fire hydrant charges. As we discussed, while it is appropriate to include those hydrant charges in the index and in calculating the appropriate index percentage, it is not appropriate to include them in the annualized revenue in this limited proceeding. If we were to do so, the proposed increase which would result would not cover the revenue short-fall resulting from the City's decision to discontinue payment of fire protection charges.

4. Customer Notice- I have prepared a simple customer notice to inform the customers that the Application for a Limited Proceeding Rate Increase has been filed and the reason for such increase. I have tried to keep this as simple and straightforward as possible while informing the customers of the basics.

After you have had a chance to review it, please let me know if you have any questions or comments.

Ms. Jennifer Iwenjiora  
November 20, 1992  
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5. Reported Revenues from Fire Hydrant Service. I am attaching copies of schedules from the 1989, 1990, and 1991, Annual Reports for Parkland Utilities, Inc., showing revenues collected by class of customer. There were some questions raised about the amount shown for Fire Protection Service revenue in each of these three years. I have discussed this with the Company and have determined the following:

(a). The 1989 report shows \$12,480 for fire protection revenue. This is the result of the Utility having billed for 1988 and 1989 services together in mid-1989. I am attaching a copy of the bill and the City's check in payment for these specifically identifying these dollars as being related to both of those two years.

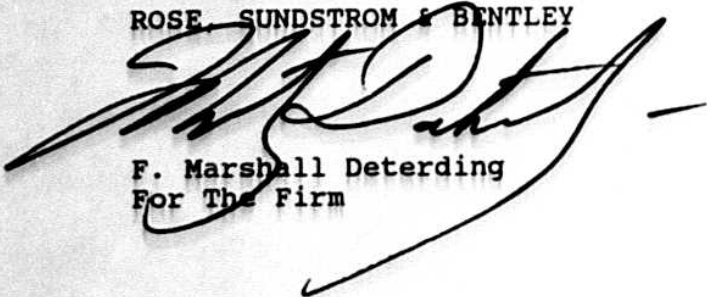
(b). The 1990 Annual Report shows \$3,120 in fire protection revenue. I am attaching hereto a copy of the bill rendered to the City of Parkland for the first six months of 1990 totalling this amount. Apparently, the Utility in changing its billing agent around this time, overlooked charging for the latter half of 1990's fire protection service.

(c). With regard to 1991, there is no line item whatsoever for Fire Protection Services. This is a result of the fact that the Utility failed to bill for those services during 1991 and instead billed the County in 1992 for both 1991 and 1992 charges. This is apparent from the bill previously referenced and attached hereto, dated March 13, 1992.

I trust that the above explanations and the attached information adequately responds to all your inquiries and concerns. Please let me know once you have approved the notice so that we can begin mailing it as soon as possible. Should you have any further questions at all, please let me know.

Sincerely,

ROSE, SUNDSTROM & BENTLEY



F. Marshall Deterding  
For The Firm

✓ FMD/kkj  
Enclosures  
cc: Mr. Steve Tribble

ROSE, SUNDSTROM & BENTLEY

2548 BLAIRSTONE PINES DRIVE, TALLAHASSEE, FLORIDA 32301

**PARKLAND UTILITIES, INC.**

**CALCULATION OF REVENUE SHORTFALL RESULTING FROM  
CITY'S REFUSAL TO PAY PUBLIC FIRE PROTECTION CHARGES**

I.	Annual Revenue Shortfall- \$109.73 per hydrant/per year x 81 hydrants (Note 1)	\$ 8,888.13
II.	Amortization of Rate Case Expense - \$ 4,500 ÷ 4 yrs. ÷ .955 (Note 2)	<u>\$ 1,178.01</u>
	Total Increase Required	<u>\$ 10,066.14</u>

**NOTES:**

- (1) The revenue shortfall total is based upon application of the rates proposed in the recent Notice of Application of Index Provisions of Section 367.081(4)(a), Florida Statutes, to increase the existing charge for Public Fire Protection to \$109.73 per year.
- (2) It is estimated that approximately 25 hours of attorney's time will be necessary in order to prepare and process this Application through the Florida Public Service Commission. At \$135 per hour this equates to \$3,375 in attorney's fees. In addition, a filing fee of \$900 and estimated costs of \$225 will have to be expended by the Utility for a total of approximately \$4,500 in rate case expenses. Amortized over the statutory period of 4 years, this equates to a \$1,125 rate case expense amortization cost.

This annualized rate case amortization cost then must be grossed-up for regulatory assessment fees. Since the revenue shortfall already includes recognition of regulatory assessment fees, no gross-up of that figure is necessary. The revenue impact of the rate case expense is therefore  $\$1125 \div .955 = \$1,178.01$ .

**PARKLAND UTILITIES, INC.**

**CALCULATION OF ANNUALIZED REVENUES - WATER  
CONSUMPTION DATA FOR 1991**

	<u>Number of Bills/ Gallons Sold</u>	X	<u>Current Rates(B)</u>	<u>Annualized Revenues</u>
<b>Residential Service:</b>				
Bills: 5/8" x 3/4" Meters	5,434		\$ 6.53	\$ 35,484
1" Meters				
1 1/2" Meters				
2" Meters				
Gallons Sold	45,604 (A)		1.94	88,472
<b>General Service:</b>				
Bills: 5/8" x 3/4" Meters	41		6.53	268
1" Meters	12		16.31	196
2" Meters	35		52.20	1,827
Construction 2"	7		52.20	365
Gallons Sold	1,378 (A)		1.94	<u>2,673</u>
<b>Total Annualized Revenues for 1991</b>				<u>\$ 129,285</u>

(A) For purposes of calculating revenue (000's) are omitted.

(B) These are the rates included in the Utility's index filing, dated October 2, 1992, as revised on November 12, 1992.

**PARKLAND UTILITIES, INC.**

**REVENUE ADJUSTMENT FOR PUBLIC FIRE PROTECTION REVENUE SHORTFALL**

	<u>Amount</u>
Total Revenue Shortfall Per Exhibit B	\$ 10,066.14
Divide by Annualized Revenue Per Exhibit D	<u>\$ 129,285.00</u>
Percentage Increase	<u>7.79%</u>

**PARKLAND UTILITIES, INC.**  
**SCHEDULE OF PRESENT AND PROPOSED RATES**

Water

Residential

<u>Meter Size</u>	<u>Present Rates</u>	<u>Proposed Rates</u>
5/8" x 3/4"	\$ 6.53	\$ 7.04
Full 3/4"	9.80	10.56
1"	16.31	17.58
1 1/2"	32.65	35.19
2"	52.20	56.26
 Gallonage Charge per 1,000 gallons	 \$ 1.94	 \$ 2.09

General Service

<u>Meter Size</u>	<u>Present Rates</u>	<u>Proposed Rates</u>
5/8" x 3/4"	\$ 6.53	\$ 7.04
Full 3/4"	9.80	10.56
1"	16.31	17.58
1 1/2"	32.65	35.19
2"	52.20	56.26
3"	104.48	112.62
4"	163.25	175.97
6"	326.50	351.93
8"	522.40	563.09
 Gallonage charge per 1,000 gallons	 \$ 1.94	 \$ 2.09

PARKLAND UTILITIES, INC.  
WATER TARIFF

SEVENTH REVISED SHEET NO. 17.0  
CANCELS SIXTH REVISED SHEET NO. 17.0

GENERAL SERVICE

RATE SCHEDULE GS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service to all customers for which no other schedule applies.

LIMITATIONS - Subject to all Rules and Regulations of this tariff and General Rules and Regulation of the Commission.

BILLING PERIOD - Monthly

RATE -

<u>Meter Size</u>	<u>Base Facility Charge</u>	<u>Gallonage Charge</u> (Per 1,000 Gallons)
5/8" x 3/4"	\$ 7.04	\$ 2.09
Full 3/4"	10.56	2.09
1"	17.58	2.09
1 1/2"	35.19	2.09
2"	56.26	2.09
3"	112.62	2.09
4"	175.97	2.09
6"	361.93	2.09
8"	563.09	2.09

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within (20) days. After five (5) working days written notice is mailed to the customer separate and apart from any other bill, service may then be discontinued.

EFFECTIVE DATE -

Ronald M. Nunes  
ISSUING OFFICER

TYPE OF FILING - 1992 Limited Proceeding

Vice President  
TITLE



PARKLAND UTILITIES, INC.  
WATER TARIFF

SEVENTH REVISED SHEET NO. 18.0  
CANCELS SIXTH REVISED SHEET NO. 18.0

RESIDENTIAL SERVICE

RATE SCHEDULE RS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service for all purposes in private residences and individually metered apartment units.

LIMITATIONS - Subject to all Rules and Regulations of this tariff and General Rules and Regulation of the Commission.

BILLING PERIOD - Monthly

RATE -

<u>Meter Size</u>	<u>Base Facility Charge</u>	<u>Gallorage Charge</u> (Per 1,000 Gallons)
5/8" x 3/4"	\$ 7.04	\$ 2.09
Full 3/4"	10.56	2.09
1"	17.58	2.09
1 1/2"	35.19	2.09
2"	56.26	2.09

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within (20) days. After five (5) working days written notice is mailed to the customer separate and apart from any other bill, service may then be discontinued.

EFFECTIVE DATE -

TYPE OF FILING - 1992 Limited Proceeding

Ronald M. Nunes  
ISSUING OFFICER

Vice President  
TITLE

## CUSTOMER NOTICE

Dear Customer:

As a result of a recent decision by the City of Parkland to discontinue all payments to Parkland Utilities, Inc., for Fire Protection Services, provided to the community through fire hydrants, the Utility has requested that the Florida Public Service Commission authorize it to increase rates to all customers to cover this revenue loss on an expedited basis. In recognition of the fact that this is revenue lost solely from actions of the City of Parkland and is outside of the control of the Utility, the Commission has authorized this increase for the purpose of allowing recovery of this revenue loss to be charged to the general body of ratepayers by Parkland Utilities, Inc.

Even though these increases are allowed, the increased revenue will not allow any increase profit (rate of return), on the total capital investment of the Utility.

The actual increase in customer rates for water service resulting from this change is 7.79%. A schedule of the newly approved rates is outlined on the back of this Notice. These new rates will go into effect on December 25, 1992, and will be applied to all meter readings taken 30 days on or after that date.

Sincerely,

Parkland Utilities, Inc.

2

PARKLAND UTIL INC

PO BOX 69J

MIAMI FL 33269-0078

EMERGENCY  
TEL. NO.

7537906



Presorted  
First Class Mail  
U.S. Postage  
PAID 1 OZ.  
Permit No. 437

DESCRIPTION	UNIT PRICE	*USE	SERVICE NO. OF FT	AMOUNT
<b>FIRE PROTECTION SERVICE</b>				
78 HYDRANTS	@\$105.89		each	
SERVICE FOR 1991				\$8,259.42
SERVICE FOR 1992				8,259.42
<b>11 1300 03 085 1</b>				<b>\$16,518.84</b>
<small>ACCOUNT NUMBER</small>				<small>TOTAL DUE</small>

11 1300 03 085 1

PLEASE DETACH THIS STUB AND  
RETURN WITH PAYMENT TO:  
P.O. Box 69000J, Miami, Florida 33268-0078

PARKLAND CITY HALL  
6500 PARKSIDE DR  
PARKLAND FL 33067

SERVICE  
ADDRESS

6500 PARKSIDE DR 223

TOTAL DUE  
\$16,518.84

\*USE IN HUNDREDS OF GALLONS OF WATER  
OR HUNDREDS OF CUBIC FEET OF GAS

*mailed  
today  
Ymi*

77173

RUN DATE 9/08/92 BILLING DATE 9/08/92 CYCLE 01  
 STATUS CUSTOMER SERVICE ADDRESS NAME CLASS DEPOSITI REVENUE EST/ RECD DATE

A PARLAND CITY HALL 011-1300-03-005-0-01 223 C .00 11958 N 0 9/02/92 GALLONS: 71009  
 6500 PARKSIDE DR 11888 0 3/09/92  
 PARLAND FL 32067 10 0  
 BALANCE FWD 16,703.02 8/6, 5 R 84 Fee: W/029  
 WATER 47.20 7/08-16 Heavy SENC  
 SEWER 110.32 8/15, 6-97.00 Paid 9/8/92  
 BALANCE DUE... 16,081.10

A PARK SPRINGS ELEM 03171 011-1300-03-006-0-01 223 C .00 37600 N 0 9/02/92 GALLONS: 331000  
 5000 DISTRICT UTIL 37070 0 3/08/92  
 3010 NW 10 AVE  
 OAKLAND PK FL 32069 330 0  
 BALANCE FWD 122.00  
 WATER 122.00  
 SEWER 210.50  
 BALANCE DUE... 222.00

A PARLAND CITY HALL 011-1300-03-008-0-01 222 C .00 3670 N 0 9/02/92 GALLONS: 71000  
 JOHN WISLEY PARK 3670 0 3/09/92  
 6500 PARKSIDE DR  
 PARLAND FL 32067 10 0  
 BALANCE FWD 59.00  
 WATER 23.22  
 SEWER 30.00  
 BALANCE DUE... 112.22

61 CUSTOMERS, 550,000 GALLONS-TOTAL BILLED FOR MONTH 19,250.50

(3)

RUN DATE 9/08/92 BILLING DATE 9/08/92 CYCLE 01 BILLING REGISTER 10722 PAGE 57

STATUS CUSTOMER SERVICE ADDRESS CLASS CLASS DEPOSIT WELD BL READ WELD BL READ DATE

A PONDICHO CITY HALL 011-1300-03-005-0-01 223 C .00 11950 1 0 9/02/92 GALLONS: 91000  
 4500 PARKSIDE DR FL 33007 11000 0 3/09/92 BIL FWD 16,703.02  
 WATER 67.39  
 SEWER 110.96  
 BALANCE FWD... 16,000.10 0

A PONDICHO CITY HALL 011-1300-03-000-0-01 223 C .00 37000 0 0 9/02/92 GALLONS: 331000  
 5000 DISTRICT WRL 7000 PARKSIDE DR 011 31070 0 3/09/92  
 3019 NW 10 AVE  
 OAKLAND PK FL 33009 330 0  
 BIL FWD .00  
 WATER 112.00  
 SEWER 210.56  
 BALANCE FWD... 322.04 0

A PONDICHO CITY HALL 011-1300-03-000-0-01 221 C .00 3710 1 0 9/08/92 GALLONS: 71000  
 4500 PARKSIDE DR FL 33007 2670 0 3/09/92  
 4500 PARKSIDE DR FL 33007 90 0  
 BIL FWD 56.00  
 WATER 23.82  
 SEWER 27.16  
 BALANCE FWD... 107.02 0

61 CUSTOMERS: 500,000 GALLONS- TOTAL BILLED FOR MONTH 01,250.50

4

BILLING DATE 3/11/79    BILLING DATE 3/11/79    CYCLE 01    BILLING PERIOD    100000    PAGE 50  
 SERVICE    ADDRESS    NAME    CHRG.    CLASS    CLASS    OPERATE    REGR. AM    REGR. AM    REGR. AM    RATE

0    PINELAND CITY HALL    011-1300-03-000-0-01    223    C    .00    11800    R    0    2/09/72    CALLINGS:    10.000  
 0000 PINESIDE ON    0500 PINESIDE ON    113200    0    2/03/72    BALANCE DUE...    77.57    0  
 PINELAND    FL 33047    100    0

0    PINE WILLOWS ELEM 113371    011-1300-03-000-0-01    223    C    .00    27070    R    0    2/09/72    CALLINGS:    60.000  
 0000 DISTRICT UTIL    7700 PINESIDE ON    011    0    2/03/72    BALANCE DUE...    533.21    0  
 2010 RD 10 AVE    00000000    0  
 PINELAND FC    FL 33047    600    0

0    PINELAND CITY HALL    011-1300-03-000-0-01    223    C    .00    1070    R    0    2/09/72    CALLINGS:    3.000  
 0000 GRIFFLET PARK    0000 GRIFFLET PARK    1000    0    2/03/72    BALANCE DUE...    56.00    0  
 0500 PINESIDE ON    00000000    0  
 PINELAND    FL 33047    20    0

AT CHARGES:    570.000    CALLINGS:    TOTAL DUE    PER MONTH    510.370-45

WATER    16.07  
 SEWER    50.70  
 BALANCE DUE...    77.57    0  
 WATER    10.000  
 SEWER    49.07  
 BALANCE DUE...    159.07    0  
 WATER    60.000  
 SEWER    177.53  
 BALANCE DUE...    533.21    0  
 WATER    3.000  
 SEWER    35.00  
 BALANCE DUE...    56.00    0

6

0670064321:15240868053

water capacity charge  
ACCT #462

PARKLAND UTILITIES, INC.  
7501 S. Cypress Head Drive  
Parkland, Florida 33067  
(305)753-7906

**PAID**  
JUL 24 1989

DATE	June 12, 1989
ACCOUNT NUMBER	

Parkland City Hall  
6500 Parkside Drive  
Parkland, Florida 33067

Amount Due \$12,480.00  
Past Due .00  
TOTAL DUE \$12,480.00

78 Fire Hydrants

AMOUNT ENCLOSED \$ 12,480.00

PLEASE RETURN THIS PORTION WITH PAYMENT

CITY OF PARKLAND Parkland, Fl 33067

DESCRIPTION AND/OR INVOICE NO.

ENDOR:0128 DESCRIPTION	PARKLAND UTILITIES, INC. INVOICE#	DATE	\$AMOUNT	DISCOUNT	NET
1/1/88 - 12/31/89 78 FI	6/12/89	07/19/89	12,480.00	0.00	12,480.00
CHECK TOTAL					12,480.00

CHECK DESCRIPTION: 1/1/88 - 12/31/89 78 FIRE HYDRANTS @ 80. PER  
DATE: 07/20/89

CHECK#: 00180

PLEASE DETACH THIS STUB BEFORE CASHING



**CITY OF PARKLAND**  
6500 Parkside Drive  
Parkland, Florida 33067  
(305) 753-7906

SUN BANK / SOUTH FLORIDA, N.A.  
PINE RIDGE SQUARE BRANCH

00180  
DATE: 07/20/89

AMOUNT  
\$12,480.00

\*\*\*\*\*TWELVE THOUSAND FOUR HUNDRED EIGHTY DOLLARS AND 00 CENTS\*\*\*\*

PAY  
TO THE ORDER OF  
PARKLAND UTILITIES, INC.  
7501 S. CYPRESS HEAD DRIVE  
PARKLAND, FL. 33067

*Henry M. ...*  
*...*

000180 0670060760130006001890

PARKLAND UTILITIES, INC.  
7501 S. Cypresshead Drive  
Parkland, Florida 33067  
(904)-753-7906

DATE
December 15, 1989
AMOUNT DUE

Invoice #4666

Parkland City Hall  
6500 Parkside Drive  
Parkland, Florida 33067

AMOUNT DUE \$3,120.00

78 Fire Hydrants

AMOUNT ENCLOSED \$ \_\_\_\_\_

PLEASE RETURN THIS PORTION WITH PAYMENT

12/15/89	Service From: 01/01/90 - 06/30/90  78 Fire Hydrants @ \$80.00/per hydrant per year  AMOUNT DUE	\$ 3,120.00
Due Date: December 30, 1989		

Make check payable to: PARKLAND UTILITIES, INC.

PAY LAST AMOUNT  
IN THIS COLUMN



**PARKLAND UTILITIES, INC.**

**NOTICE TO CUSTOMERS**

Parkland Utilities, Inc., has applied to the Florida Public Service Commission (PSC) for increased water service rates. The increase proposed is based solely upon the fact that the City of Parkland has refused to continue payment of Public Fire Protection Charges (Fire Hydrant Charges) from this year forward. Because of this refusal, the Utility has no alternative but to recover this revenue short-fall from its general body of ratepayers. The Utility's Application was filed with the Florida Public Service Commission on October 26, 1992. It is currently anticipated that this matter will be heard by the Florida Public Service Commission at its Agenda Conference on December 15, 1992. The Utility's proposal is to increase water service rates across the board by 7.79% in order to recover the monies which the City refuses to pay and the costs of preparing and filing this Application with the PSC. On the reverse side of this Notice is a schedule of the rates proposed to be implemented in this proceeding.

Even though these increases are allowed, no increased overall revenue will result nor will any increase profit (rate of return). The PSC may accept as filed, reject altogether, or modify the proposed new rates as outlined on the back of this Notice. To the extent any rate change is authorized, it will become effective for meter readings approximately 30 days after the Commission's decision in this regard becomes final.

Sincerely,

Parkland Utilities, Inc.,

INCOME STATEMENT

Account Name	Ref. Page	Water	Sewer	Other	Total Company
Gross Revenue:					
Residential		\$ 89,465	\$ 108,627	\$	\$ 198,092
Commercial					
Industrial					
Multiple Family					
Guaranteed Revenues					
Other: Fire Protection		12,480			12,480
Total Gross Revenue		\$ 101,945	\$ 108,627	\$ 0	\$ 210,572
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	\$ 134,824	\$ 153,104	\$	\$ 287,928
Depreciation Expense	F-5	35,148	57,967		93,115
Amortization Expense <i>QAC</i>		(21,329)	(42,495)		(63,824)
Taxes Other Than Income	F-7	14,299	24,546		38,845
Income Taxes					
Total Operating Expense		\$ 162,942	\$ 193,122	\$ 0	\$ 356,064
Net Operating Income (Loss)		\$ (60,997)	\$ (84,495)	\$ 0	\$ (145,492)
Other Income:					
Nonutility Income					
Other Deductions:					
Miscellaneous Nonutility Expenses		\$ 3,953	\$ 3,954	\$	\$ 7,907
Interest Expense					
Net Income (Loss)		\$ (64,950)	\$ (88,449)	\$ 0	\$ (153,399)

Class C 1989 A/R

**PARKLAND UTILITIES, INC.**

**NOTICE TO CUSTOMERS**

Parkland Utilities, Inc., has applied to the Florida Public Service Commission (PSC) for increased water service rates. The increase proposed is based solely upon the fact that the City of Parkland has refused to continue payment of Public Fire Protection Charges (Fire Hydrant Charges) from this year forward. Because of this refusal, the Utility has no alternative but to recover this revenue short-fall from its general body of ratepayers. The Utility's Application was filed with the Florida Public Service Commission on October 26, 1992. It is currently anticipated that this matter will be heard by the Florida Public Service Commission at its Agenda Conference on December 15, 1992. The Utility's proposal is to increase water service rates across the board by 7.79% in order to recover the monies which the City refuses to pay and the costs of preparing and filing this Application with the PSC. On the reverse side of this Notice is a schedule of the rates proposed to be implemented in this proceeding.

Even though these increases are allowed, no increased overall revenue will result nor will any increase profit (rate of return). The PSC may accept as filed, reject altogether, or modify the proposed new rates as outlined on the back of this Notice. To the extent any rate change is authorized, it will become effective for meter readings approximately 30 days after the Commission's decision in this regard becomes final.

Sincerely,

Parkland Utilities, Inc.,

A 40 1

**PARKLAND UTILITIES, INC.**  
**SCHEDULE OF APPROVED RATES**

Water

Residential

<u>Meter Size</u>	<u>Approved Rates</u>
5/8" x 3/4"	\$ 7.04
Full 3/4"	10.56
1"	17.58
1 1/2"	35.19
2"	56.26
Gallonge Charge per 1,000 gallons	\$ 2.09

General Service

<u>Meter Size</u>	<u>Approved Rates</u>
5/8" x 3/4"	\$ 7.04
Full 3/4"	10.56
1"	17.58
1 1/2"	35.19
2"	56.26
3"	112.62
4"	175.97
6"	351.93
8"	563.09
Gallonge charge per 1,000 gallons	\$ 2.09

INCOME STATEMENT

Account Name	Ref. Page	Water	Sewer	Other	Total Company
Gross Revenue:					
Residential		\$ 78,198	\$ 119,517	\$ -	\$ 197,715
Commercial					
Industrial					
Multiple Family					
Guaranteed Revenues					3,120
Other: Fire Protection		3,120			
<b>Total Gross Revenue</b>		<b>\$ 81,318</b>	<b>\$ 119,517</b>	<b>\$ 0</b>	<b>\$ 200,835</b>
Operation Expense (Must tie to Pages U-3 and S-3)	U-3 S-3	\$ 140,572	\$ 181,455	\$ -	\$ 322,027
Depreciation Expense	F-5	35,701	71,966		107,667
Amortization Expense		(21,460)	(42,919)		(64,379)
Taxes Other Than Income	F-7	16,071	26,921		42,992
Income Taxes					
<b>Total Operating Expense</b>		<b>\$ 170,884</b>	<b>\$ 237,423</b>	<b>\$ 0</b>	<b>\$ 408,307</b>
<b>Net Operating Income (Loss)</b>		<b>\$ (89,566)</b>	<b>\$ (117,906)</b>	<b>\$ 0</b>	<b>\$ (207,472)</b>
Other Income:					
Monutility Income					
Misc Service Revenue					
Other Deductions:					
Miscellaneous Monutility Expenses		\$ 1,158			\$ 1,158
Interest Expense					
<b>Net Income (Loss)</b>		<b>\$ (90,724)</b>	<b>\$ (117,906)</b>	<b>\$ 0</b>	<b>\$ (208,630)</b>

Class C 1990 A/R

SEE ACCOUNTANTS' COMPILATION REPORT

NAME: PARCLAND UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1991

INCOME STATEMENT

Account Name	Ref. Page	Water	Sewer	Other	Total Company
<b>Gross Revenue:</b>					
Residential		\$ 105,007	\$ 177,129	\$ -----	\$ 282,136
Commercial		4,323	2,640	-----	6,963
Industrial		-----	-----	-----	-----
Multiple Family		-----	-----	-----	-----
Guaranteed Revenues		-----	-----	-----	-----
Other: Misc. Service		1,896	-----	-----	1,896
<b>Total Gross Revenue</b>		<b>\$ 111,226</b>	<b>\$ 179,769</b>	<b>\$ -----</b>	<b>\$ 290,995</b>
<b>Operation Expense (Must tie to Pages U-3 and S-3)</b>	U-3 S-3	\$ 135,013	\$ 209,604	\$ -----	\$ 344,617
Depreciation Expense	F-5	48,938	84,847	-----	133,785
Amortization Expense		(32,117)	(54,171)	-----	(86,288)
Taxes Other Than Income	F-7	15,403	8,090	-----	23,493
Income Taxes	F-7	-----	-----	-----	-----
<b>Total Operating Expense</b>		<b>\$ 167,237</b>	<b>\$ 248,370</b>	<b>\$ -----</b>	<b>\$ 415,607</b>
<b>Net Operating Income (Loss)</b>		<b>\$ (56,011)</b>	<b>\$ (68,601)</b>	<b>\$ -----</b>	<b>\$ (124,612)</b>
<b>Other Income:</b>					
Nonutility Income		\$ -----	\$ -----	\$ -----	\$ -----
-----		-----	-----	-----	-----
-----		-----	-----	-----	-----
<b>Other Deductions:</b>					
Miscellaneous Nonutility Expenses		\$ -----	\$ -----	\$ -----	\$ -----
Interest Expense		697	697	-----	1,394
-----		-----	-----	-----	-----
-----		-----	-----	-----	-----
<b>Net Income (Loss)</b>		<b>\$ (56,708)</b>	<b>\$ (69,298)</b>	<b>\$ -----</b>	<b>\$ (126,006)</b>
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