

SU785

HARTMAN & ASSOCIATES, INC.

engineers, hydrogeologists, surveyors & management consultants

PRINCIPALS:

James E. Christopher, P.E.
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Andrew T. Woodcock, P.E.

June 18, 1998

HAI #98-057.00

Ms. Blanca Bayo
Director of Records & Reporting
Florida Public Service Commission
Capital Circle Office Center
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850

980778-SU

RECEIVED
FLORIDA PUBLIC
SERVICE COMMISSION
TALLAHASSEE, FL
JUN 23 1998

Dear Ms. Bayo:

Attached are one original and five copies of the Staff Assisted Rate Case (SARC) Application. In addition, Mr. Daniel Hartman has requested in writing that Docket #980644-SU, which was opened to process the file and suspend the case, be withdrawn.

This (SARC) application is being requested because of FDEP mandated capital additions in excess of \$125,000 and as a vehicle to reconcile the wastewater assets and expenses. The 1997 FPSC Annual Report reflects a partial reconciliation, but additional work needs to be done and this can be accomplished through a (SARC). If you have any questions, you can contact me at (407) 839-3955 ext. 203.

Very truly yours,

Hartman & Associates, Inc.

Charles K. Lewis
Senior Management Consultant

CKL/tm/98-057.00/corresp/bayo.ckl

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ORLANDO FORT MYERS PLANTATION JACKSONVILLE TALLAHASSEE

DOCUMENT NUMBER-DATE

06622 JUN 23 98

FPSC-RECORDS/REPORTING

FLORIDA PUBLIC SERVICE COMMISSION

APPLICATION FOR A
STAFF ASSISTED RATE CASE

I. General Data

A. Name of utility Crooked Lake Park Sewerage Company, Inc.

B. Address 227 Caloosa Lake Cir. North

Lake Wales, Florida 33853

1. Telephone Nos. (941) 638-3117

2. County Polk Nearest city Lake Wales

3. General area served Crooked Lake Park, Caloosa Lake Village
and College Park Mobile Home Park

C. Authority:

1. Water Certificate No. _____ Date received _____

2. Sewer Certificate No. _____ Date received _____

3. Date utility started operations: Water _____ Sewer _____

D. How system was acquired Purchased Assets

If utility was purchased, give date June, 1988 Amount Paid \$30,000

1. Name of Seller Warner Southern College

2. Was seller affiliated with present owners? No

3. Did you purchase: Stock _____ or assets only Yes

E. Type of legal entity: Corporation, Partnership or Sole
Proprietorship _____

F. Ownership & Officers:

<u>Name</u>	<u>Title</u>	<u>Percent Ownership</u>
1. <u>Ken L. Knowlton</u>	<u>President</u>	<u>50%</u>
2. <u>Charlene Knowlton</u>	<u>Secretary/Treasurer</u>	<u>50%</u>
3. <u>Ken R. Knowlton</u>	<u>Director</u>	<u>0%</u>
4. _____	_____	_____

PSC/WAS 2 (Rev. 11/86)

G. List of Associated Companies and Addresses:

1. N/A

2. _____

3. _____

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):

DOCUMENT NUMBER-DATE

05622 JUN 23 88

Daniel Hartman - Oertel, Hoffman, Fernandez & Cole, P.A.
301 S. Bronough St., 5th Floor, P.O. Box 1110, Tallahassee, FL 32301
Chuck Lewis, Hartman & Associates, Inc.
201 E. Pine Street, Suite 1000, Orlando, FL 32801

II. Accounting Data

A. Outside Accountant

1. Name Gertrude L. Johnson
2. Firm Same as above
3. Address 2316 Orange Blossom Trail, Orlando, FL 32804
4. Telephone (407) 843-1907

B. Individual to contact on accounting matters:

1. Name Chuck Lewis
2. Telephone (407) 839-3955, ext. 203

C. Location of books and records 2316 Orange Blossom Trail, Orlando, FL 32804

D. Have you filed an Annual Report with the Commission? Yes

Date last filed April 23, 1998

E. Has your latest semiannual regulatory assessment fee payment been made (January 30 or July 30 whichever is applicable)? January 30, 1998

F. Basic Rate Base Data (Most recent two years)

1. Water	19__	19__
Cost of Plant In Service:	\$ <u>N/A</u>	\$ <u>N/A</u>
Less Accumulated Depreciation:	<u> </u>	<u> </u>
Less Contributed Plant:	<u> </u>	<u> </u>
Net Owner's Investment:	\$ <u> </u>	\$ <u> </u>

2. Sewer	19 ⁹⁶	19 ⁹⁷
Cost of Plant In Service:	\$ <u>303,453</u>	\$ <u>308,565</u>
Less Accumulated Depreciation:	<u>290,232</u>	<u>292,053</u>
Less Contributed Plant:	<u>16,730</u>	<u>14,210</u>
Net Owner's Investment:	\$ <u>(3,509)</u>	\$ <u>2,302</u>

G. Basic Income Statement (Most recent two years):

1. Water	19__	19__
Revenues (By Class):		
a. _____	\$ <u>N/A</u>	\$ <u>N/A</u>
b. _____	_____	_____
c. _____	_____	_____
Total Operating Revenues:	\$ _____	\$ _____
Less Expenses:		
a. Salaries & Wages - Employees	\$ _____	\$ _____
b. Salaries & Wages - Officers, Directors, & Majority Stockholders	_____	_____
c. Employee Pensions & Benefits	_____	_____
d. Purchased Water	_____	_____
e. Purchased Power	_____	_____
f. Fuel for Power Production	_____	_____
g. Chemicals	_____	_____
h. Materials & Supplies	_____	_____
i. Contractual Services	_____	_____
j. Rents	_____	_____
k. Transportation Expenses	_____	_____
l. Insurance Expense	_____	_____
m. Regulatory Commission Expense	_____	_____
n. Bad Debt Expense	_____	_____
o. Miscellaneous Expense	_____	_____
p. Depreciation Expense	_____	_____
q. Property Taxes	_____	_____
r. Other Taxes	_____	_____
s. Income Taxes	_____	_____
Operating Income (Loss)	\$ _____	\$ _____

2. Sewer	19 <u>96</u>	19 <u>97</u>
Revenues (By Class):		
a. <u>Residential</u>	\$ 44,813	\$ 57,115
b. <u>Commercial</u>	<u>6,557</u>	<u>5,779</u>
c. _____		
Total Operating Revenues:	\$ <u>51,370</u>	\$ <u>62,894</u>
Less Expenses:		
a. Salaries & Wages - Employees	\$ <u>10,310</u>	\$ <u>5,200</u>
b. Salaries & Wages - Officers, Directors, & Majority Stockholders	<u>3,000</u>	<u>9,000</u>
c. Employee Pensions & Benefits		
d. Purchased Sewage Treatment		
e. Sludge Removal Expense		
f. Purchased Power	<u>5,854</u>	<u>6,096</u>
g. Fuel for Power Production		
h. Chemicals		
i. Materials & Supplies	<u>19,205</u>	<u>14,019</u>
j. Contractual Services	<u>5,958</u>	<u>6,005</u>
k. Rents		
l. Transportation Expenses	<u>4,029</u>	<u>5,331</u>
m. Insurance Expense	<u>3,585</u>	<u>3,055</u>
n. Regulatory Commission Expense		
o. Bad Debt Expense		
p. Miscellaneous Expense	<u>(4,530)</u>	<u>4,816</u>
q. Depreciation Expense		
r. Property Taxes		
s. Other Taxes		
t. Income Taxes		
Operating Income (Loss)	\$ <u>47,411</u>	\$ <u>53,522</u>

H. Outstanding Debt:

	<u>Creditor</u>	<u>Date Borrowed</u>	<u>Balance Due</u>	<u>Interest Rate</u>	<u>Expiration Date</u>
1.	(1)				
2.					
3.					
4.					

I. Indicate Type of Tax Return Filed:

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

(1) Bank debt being acquired at this time to finance \$125,000 mandated Capital Improvements

III. Engineering Data

A. Outside Engineering Consultant:

1. Name Brad Labella
2. Firm Hartman & Associates, Inc.
3. Address 201 E. Pine Street, Suite 1000, Orlando, FL 32801
4. Telephone (407) 839-3955

B. Individual to contact on engineering matters:

1. Name Brad Labella
2. Telephone (407) 839-3955

C. Is the utility under citation by the Department of Environmental Regulation (DER) or county health department? If yes, explain. yes

During the months of January and February, 1998, the plant received flows in excess of the permitted 60,000 gpd. This caused seepage through the percolation pond berms. Plant is under consent order to correct

D. List any known service deficiencies and steps taken to remedy difficiencies problems. N/A by 12/31/98.

E. Name of plant operator(s) and DER operator certificate number(s) held. William Orvin Cockwell G-5481

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

G. Wastewater:

1. Gallons per day capacity of treatment facilities existing 60,000 under construction N/A proposed N/A
2. Type and make of present treatment facilities Extended Aeration - handbuilt, Charlie Green
3. Approximate average daily flow of treatment plant effluent 43,071
4. Approximate length of sewer mains:
Size (diameter) 4" 6" 10"
Linear feet 1,925 19,575 1,335
5. Number of manholes 77
6. Number of liftstations 3
7. How do you measure treatment plant effluent? ISCO 4320 bubbler & 60 V-notch weir
8. Is the treatment plant effluent chlorinated? yes If yes, what is the normal dosage rate? 15 lb/week hypochlorite

- 9. Tap in fees - Sewer \$ 450
- 10. Service availability fees - Sewer \$ 150
- 11. Note DEF Treatment Plant Certificate Number and date of expiration: Number 4053P03436 Expiration Date 6/99
- 12. Total gallons treated during most recent twelve months 15,852,000
(12 months ending 12/31/
- 13. Sewage treatment purchased during most recent twelve months N/A 1997

H. Water N/A

- 1. Gallons per day capacity of treatment facilities existing _____
_____ under construction _____ proposed _____
- 2. Type of treatment _____
- 3. Approximate average daily flow of treated water _____
- 4. Source of water supply _____
- 5. Types of chemicals used and their normal dosage rates _____
- 6. Number of wells in service _____ Total capacity in gallons per
minute (gpm) _____
Diameter/Depth _____/_____/_____/_____
Motor horsepower _____
Pump capacity (gpm) _____
- 7. Reservoirs and/or hydropneumatic tanks:
Description _____
Capacity _____
- 8. High service pumping:
Motor horsepower _____
Pump capacity (gpm) _____
- 9. How do you measure treatment plant production? _____
- 10. Approximate feet of water mains:
Size (diameter) _____
Linear feet _____

11. Note any fire flow requirements and imposing government agency _____
12. Number of fire hydrants in service _____
13. Do you have a meter change out program? _____
14. Meter installation or tap in fees - Water \$ _____
15. Service availability fees - Water \$ _____
16. Has the existing treatment facility been approved by DER? _____

17. Total gallons pumped during most recent twelve months _____
18. Total gallons sold during most recent twelve months _____
19. Gallons unaccounted for during most recent twelve months _____
20. Gallons purchased during most recent twelve months _____

IV. Rate Data

A. Individual to contact on tariff matters:

1. Name Chuck Lewis
2. Telephone Number (407) 839-3955, ext. 203

B. Schedule of present rates (Attach additional sheet if more space is needed):

1. Water: N/A
 - a. Residential Water _____
 - b. General Service _____
 - c. Special Contract _____
 - d. Other _____

2. Sewer:
 - a. Residential Sewer \$11.10 flat rate monthly
 - b. General Service see below
 - c. Special Contract _____
 - d. Other _____

General Service:	0 to 30,000 gpm	\$2.39/1000 gallons
	30,001 to 60,000	\$3.58/1000 gallons
	60,001 to 110,000	\$4.77/1000 gallons
	Over 110,000	\$7.16/1000 gallons

C. Number of Customers (Most recent two years):

1. Water Metered	N/A	19__	19__
a. Residential		_____	_____
b. General Service		_____	_____
c. Special Contract		_____	_____
d. Other - specify		_____	_____
		_____	_____
2. Water Unmetered	N/A	19__	19__
a. Residential		_____	_____
b. General Service		_____	_____
c. Special Contract		_____	_____
d. Other - specify		_____	_____
		_____	_____
3. Sewer		19 <u>96</u>	19 <u>97</u>
a. Residential		396	398
b. General Service		1	1
c. Special Contract		_____	_____
d. Other - specify		_____	_____
		_____	_____

V Affirmation

I, Kenneth J. Knoultton, 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 Kenneth J. Knoultton
 Title President

Notice: Section 837.06, 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.