

Commissioners:
JOE GARCIA, CHAIRMAN
J. TERRY DEASON
SUSAN F. CLARK
E. LEON JACOBS, JR.



DIVISION OF WATER & WASTEWATER
DANIEL M. HOPPE, DIRECTOR
(850) 413-6900

Public Service Commission

November 22, 1999

Mr. Paul Bieber, President
Breeze Hill Utilities, Inc.
152 Breeze Hill
Lake Wales, Florida 33853

Re: Docket No. 990356-WS, application for a Staff-Assisted Rate Case (SARC) by Breeze Hill Utilities, Inc. in Polk County.

Dear Mr. Bieber:

On November 16, 1999, the Commission voted on staff's recommendation dated November 4, 1999. A Proposed Agency Action (PAA) order is scheduled to be issued twenty days from the date of the Commission's vote followed by a 21 day protest period in which any substantially affected party may file a protest. If no timely protest is received during the protest period, the rates will become final upon issuance of a Consummating Order (usually 3 days). The Commission approved staff's recommendation at agenda with one revision which is that the utility agrees to take a reduction in the revenue requirement of \$3,001 in the event that there is no protest. However, if a protest is received by the Commission, it is understood that the utility will not accept the reduction in the revenue requirement and will be able to re-examine the issue of acquisition adjustment.

In the event of a protest, the utility may elect to start collecting the new Step I rates on the day after the protest, provided the Commission has received and approved a form of security to provide protection in the event of a potential refund, provided the customers have received notice of the increased rates, and provided the Commission has received revised tariff sheets reflecting the Commission's decision. If the utility chooses to initiate temporary rates, the utility has the option of providing a letter of credit or a bond in the amount of \$28,129, or it may elect to open an escrow account and deposit the difference in revenues collected between the existing \$19 flat rate charge and the Step I charge of \$43.98 into the account on a monthly basis.

If you decide to open the escrow account, the agreement must be signed by the utility and the bank, and then submitted to the Commission for approval. The signature card associated with the escrow agreement should also be submitted to the Commission so it can be signed by the Director of the Division of Records and Reporting. Enclosed is a sample escrow agreement that may be submitted to the Commission. After the agreement has been approved, you will be notified.

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD • TALLAHASSEE, FL 32399-0850

An Affirmative Action/Equal Opportunity Employer

PSC Website: <http://www.floridapsc.com>

Internet E-mail: contact@psc.state.fl.us

AFA
APP
CAF
CMU
CTR
EAG
LEG
MAS
OPC
PAI
SEC
WAW
OTH

DOCUMENT NUMBER 990356-WS
14417 NOV 22 99
FPSC-RECORDS/REPORTING

Mr. Paul Bieber, President

Page 2

November 22, 1999

We are also enclosing a sample customer notice which you may use to advise customers of the new rates which would be collected subject to refund. Once the order is issued, I will notify you of the order number, date of issuance, and final effective date which needs to be filled in on the notice. This notice would have to be distributed to customers prior to customers being charged the new rates. Once a signed escrow agreement or other form of security has been approved by the Commission, customers have received notice of the increased rates, and new tariff sheets have been submitted and approved, the utility may start charging the new rates. We have also enclosed sample tariff sheets reflecting the Commission's decision and showing the new rates.

I am enclosing copies of plant, accumulated depreciation, contributions in aid of construction (CIAC), and amortization of CIAC schedules reflecting test year end balances at December 31, 1998. The Commission approved these balances for rate setting purposes in this rate case. Provided there is no protest or hearing which may affect the balances, you should reconcile your books with the Commission approved accumulated balances shown on the enclosed schedules.

In summary, the Commission approved staff's recommendation at the November 16, 1999 Agenda, with the one revision mentioned earlier. If a substantially affected person files a timely protest, the utility may elect to start collecting the new rates, but the utility must: 1) complete and submit to the Commission an approved form of security; 2) Give proper notice of the approved rates to the customers; and 3) submit new tariff sheets reflecting the Commission's decision. The escrow agreement, signature card, copy of the customer notice, and new tariff sheets should be sent to:

Mr. Johnny Butts
Division of Water and Wastewater
Florida Public Service Commission
Capital Circle Office Center, Gunter Bldg.
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850

Mr. Paul Bieber, President
Page 3
November 22, 1999

If you have additional questions, please call me at (850) 413-6920.

Sincerely,

A handwritten signature in black ink, appearing to read "Johnny Butts", with a long horizontal flourish extending to the right.

Johnny Butts
Professional Accountant

JB
Enclosures (11)

cc: Division of Records and Reporting (~~Docket~~ No. 990356-WS)
Division of Water and Wastewater (Hoppe, Willis, Rendell, Casey, Golden, T. Davis)
Division of Legal Services (Gervasi, Crossman)
Division of Auditing and Financial Analysis (Vandiver)

NOTICE
TO CUSTOMERS OF BREEZE HILL UTILITIES AND
ALL OTHER INTERESTED PERSONS

DOCKET NO: 990356-WS
 ORDER NO :
 ISSUED :

Notice is hereby given that the Florida Public Service Commission approved an increase in water rates and charges for Breeze Hill Utilities (Breeze Hill or utility) by the above referenced order. The approved rates and charges will become final upon the issuance of a consummating Order unless a person whose interests are substantially affected files a petition for formal proceeding pursuant to Rule 28-106.201, Florida Administrative Code by _____ . In the event of a protest, Breeze Hill is authorized to collect the rate approved herein on a temporary basis, subject to refund in accordance with Rule 25-30.360, Florida Administrative Code, provided the utility has provided satisfactory security for any potential refund, and has satisfied tariff filing and customer notice requirements. A schedule of Commission approved rates are as follows:

Step I Residential Flat Water Rates

	<u>Existing</u> <u>Monthly Rate</u>	<u>Commission approved</u> <u>Step I Rate</u>
Flat Rate	\$11.00	\$20.83

Step I General Service Flat Water Rates (Clubhouse)

	<u>Existing</u> <u>Monthly Rate</u>	<u>Commission approved</u> <u>Step I Rate</u>
Flat Rate	\$11.00	\$196.86

Step I Residential Service Flat Wastewater Rates

	<u>Existing</u> <u>Monthly Rate</u>	<u>Commission approved</u> <u>Step I Rate</u>
Flat Rate	\$8.00	\$23.15

Step I General Service Flat Wastewater Rates (Clubhouse)

	<u>Existing</u> <u>Monthly Rate</u>	<u>Commission approved</u> <u>Step I Rate</u>
Flat Rate for Clubhouse	\$8.00	\$220.40

Step II Residential & General Service Metered Water Rates

	<u>Existing</u>	<u>Commission approved</u>
Base Facility Charge	Existing	Commission approved

<u>Meter Size</u>	<u>Monthly Rates</u>	<u>Monthly Rates</u>
5/8 x 3/4"	\$ 11.00	\$ 11.83
3/4"	11.00	17.75
1"	11.00	29.58
1 1/2"	11.00	59.16
2"	11.00	94.66
3"	11.00	189.32
4"	11.00	295.81
6"	11.00	591.61
Gallonge Charge	\$ 0.00	\$ 1.20

Step II Residential Service Metered Wastewater Rates

<u>Meter Size</u>	<u>Existing Monthly Rates</u>	<u>Commission Approved Monthly Rates</u>
Base Facility Charge		
All Meter Sizes	\$ 8.00	\$ 12.65
Gallonge Charge	\$ 0.00	\$ 1.75
Per 1,000 gallons (6,000 gallon cap)		

Step II General Service Metered Wastewater Rates

<u>Meter Size</u>	<u>Existing Monthly Rates</u>	<u>Commission Approved Monthly Rates</u>
Base Facility Charge		
5/8 x 3/4"	\$ 8.00	\$ 12.65
3/4"	8.00	18.97
1"	8.00	31.61
1 1/2"	8.00	63.23
2"	8.00	101.17
3"	8.00	202.33
4"	8.00	316.14
6"	8.00	632.28
Gallonge Charge	\$ 0.00	\$ 1.75
Per 1,000 gallons		

The rates should be effective for service rendered as of the stamped approval date on the tariff sheets provided the customers have received notice. The tariff sheets will be approved upon staff's verification that the tariffs are consistent with the Commission's decision, that the customer notice is adequate, and that any required security has been provided.

If the effective date of the new rates falls within a regular billing cycle, the initial bills at the new rate may be prorated. The old charge should be prorated based on the number of days in

the billing cycle before the effective date of the new rates. The new charge should be prorated based on the number of days in the billing cycle on or after the effective date of the new rates. In no event should the rates be effective for service rendered prior to the stamped approval date.

SERVICE AVAILABILITY FEES (FOR NEW SERVICE)

Commission Approved Charges

	<u>Water</u>	<u>Wastewater</u>
Plant Capacity Charge	\$ 400.00	\$600.00
Meter installation charge	\$ 190.00	

The service availability charges should be effective for service rendered or connections made on or after the stamped approval date on the tariff sheets provided customers have received notice. The tariff sheets will be approved upon staff's verification that the tariffs are consistent with the Commission's decision and that the proposed customer notice is adequate. In no event shall the rates be effective for service rendered prior to the stamped approval date.

If you have any questions about your bill, please call the utility at (941) 696-1666.

ESCROW AGREEMENT

THIS ESCROW AGREEMENT is made by and between _____, in _____ County (the Bank), the Florida Public Service Commission (FLORIDA PUBLIC SERVICE COMMISSION), and _____, (the Utility), a Florida corporation, upon the following terms, conditions, and considerations:

W I T N E S S E T H:

WHEREAS, by Order No. _____, issued _____, the FLORIDA PUBLIC SERVICE COMMISSION authorized the Utility to continue to collect increased rates as temporary rates and WHEREAS, by Order No. _____, the Utility is required to provide security for those temporary rates that generate per customer collections in excess of those collections resulting from the application of the rates approved effective _____, and WHEREAS the Bank has agreed to hold such funds in an interest bearing escrow account at an interest rate of _____%, the parties hereto agree as follows:

1. The foregoing representations are true and correct.
2. The Utility shall open a joint interest bearing escrow account. The amount of revenue subject to refund shall be deposited by the Utility in the escrow account within seven days of receipt.
3. The escrow account shall bear interest at the rate of _____%.
4. The FLORIDA PUBLIC SERVICE COMMISSION's Director of the Division of Records and Reporting shall be a signatory to the escrow account.
5. No funds shall be withdrawn from the escrow account without the signature of both the Director of the Division of Records and Reporting of the FLORIDA PUBLIC SERVICE COMMISSION and the Utility. Signature cards executed by the Director of the Division of Records and Reporting of the FLORIDA PUBLIC SERVICE COMMISSION and the Utility shall designate the appropriate authorized signature for each.
6. The Bank shall forward regular monthly statements (including canceled checks) to the utility and shall mail a copy of the monthly account statement to the FLORIDA PUBLIC SERVICE COMMISSION.
7. If a refund to the customers is required, all interest earned by the escrow account shall be distributed to those customers who paid such monies that generated the deposits into the escrow account.
8. If a refund to the customers is not required, the interest earned by the escrow account shall revert to the utility.
9. The Bank may, without reason, withdraw from this Agreement upon

thirty (30) days written notice to the FLORIDA PUBLIC SERVICE COMMISSION and to the Utility.

10. The Utility shall indemnify and hold the Bank harmless from any claim, demand or loss suffered by the Bank, and the cost thereof (including court costs and attorney fees for negotiation, trial and appeal).
11. This escrow account is established pursuant to FLORIDA PUBLIC SERVICE COMMISSION Order No. _____, issued _____. This escrow account is for the benefit of the Utility's customers.
12. Information concerning the escrow account shall be available from the Bank to the FLORIDA PUBLIC SERVICE COMMISSION and its representatives at all times.
13. This escrow account is established by the direction of the Florida Public Service Commission for the purpose(s) set forth in its Order requiring such account. Pursuant to Cosentino v. Elson, 263 So.2d 253 (Fla. 3rd DCA 1972), escrow accounts are not subject to garnishment.

THIS AGREEMENT shall become effective and binding on all parties upon the date that it becomes executed by all parties.

1) _____
Name of Utility
By: _____
Person's Name and Title

Date

2) _____
Name of Bank
By: _____
Person's Name and Title

Date

3) Florida Public Service Commission
By: _____
Director, Division of Records and Reporting

Date

Notary Public: _____ Place Seal Here:
Name

Commission #: _____

NAME OF COMPANY Breeze Hill Utilities

WATER TARIFF

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 of the Rules and Regulations of this tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

RATE - Step I
Flat Rate
\$ 20.83

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (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 - Mr. Paul Bieber
ISSUING OFFICER

TYPE OF FILING - Staff Assisted Rate Case (SARC) President
TITLE

NAME OF COMPANY Breeze Hill Utilities

WATER TARIFF

GENERAL SERVICE

RATE SCHEDULE GS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service to the Breeze Hill Mobile Home Park Clubhouse.

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

BILLING PERIOD - Monthly

RATE - Step I
Flat Rate
\$ 196.86

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (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 - Mr. Paul Bieber
ISSUING OFFICER

TYPE OF FILING - Staff Assisted Rate Case (SARC) President
TITLE

NAME OF COMPANY Breeze Hill Utilities

WASTEWATER TARIFF

RESIDENTIAL SERVICE

RATE SCHEDULE RS

AVAILABILITY - Available throughout the area served by the Company.

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

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

BILLING PERIOD - Monthly

RATE - Step I
Flat Rate
\$ 23.15

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (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 - Mr. Paul Bieber
ISSUING OFFICER

TYPE OF FILING - Staff Assisted Rate Case (SARC) President
TITLE

NAME OF COMPANY Breeze Hill Utilities

WASTEWATER TARIFF

GENERAL SERVICE

RATE SCHEDULE GS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For wastewater service to the Breeze Hill Mobile Home Park Clubhouse.

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

BILLING PERIOD - Monthly

RATE - Step I
Flat Rate
\$ 220.40

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (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 - Mr. Paul Bieber
ISSUING OFFICER

TYPE OF FILING - Staff Assisted Rate Case (SARC) President
TITLE

NAME OF COMPANY Breeze Hill Utilities
 WATER TARIFF

SERVICE AVAILABILITY SCHEDULE OF FEES AND CHARGES

<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>REFER TO SERVICE AVAIL. POLICY SHEET NO./RULE NO.</u>
<u>Back-Flow Preventor Installation Fee</u>		
5/8" x 3/4"	\$	
1"	\$	
1 1/2"	\$	
2"	\$	
Over 2"	Actual Cost [1]	
<u>Customer Connection (Tap-in) Charge</u>		
5/8" x 3/4" metered service	\$	
1" metered service	\$	
1 1/2" metered service	\$	
2" metered service	\$	
Over 2" metered service	Actual Cost [1]	
<u>Guaranteed Revenue Charge</u>		
With Prepayment of Service Availability Charges:		
Residential-per ERC/month (_ GPD)	\$	
All others-per gallon/month	\$	
Without Prepayment of Service Availability Charges:		
Residential-per ERC/month (_ GPD)	\$	
All others-per gallon/month	\$	
<u>Inspection Fee</u>	Actual Cost [1]	
<u>Main Extension Charge</u>		
Residential-per ERC (_ GPD)	\$	
All others-per gallon	\$	
or		
Residential-per lot (_ foot frontage)	\$	
All others-per front foot	\$	
<u>Meter Installation Fee</u>		
5/8" x 3/4"	\$ 190.00	
1"	\$	
1 1/2"	\$	
2"	\$	
Over 2"	Actual Cost [1]	
<u>Plan Review Charge</u>	Actual Cost [1]	
<u>Plant Capacity Charge</u>		
Residential-per ERC (_ GPD)	\$ 400.00	
All others-per gallon	\$	
<u>System Capacity Charge</u>		
Residential-per ERC (_ GPD)	\$	
All others-per gallon	\$	

[1] Actual Cost is equal to the total cost incurred for services rendered by a customer.

EFFECTIVE DATE -
TYPE OF FILING - Staff Assisted Rate Case (SARC)

Mr. Paul Bieber
 ISSUING OFFICER

President
 TITLE

**NAME OF COMPANY Breeze Hill Utilities
WATER TARIFF**

SERVICE AVAILABILITY POLICY

**Water Plant Capacity Charge \$400.00
Meter Installation Charge \$190.00**

**Mr. Paul Bieber
ISSUING OFFICER**

**President
TITLE**

**FIRST REVISED SHEET NO. 16.0
CANCELS ORIGINAL SHEET NO. 16.0**

NAME OF COMPANY Breeze Hill Utilities
WASTEWATER TARIFF

SERVICE AVAILABILITY SCHEDULE OF FEES AND CHARGES

<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>REFER TO SERVICE AVAIL. POLICY SHEET NO./RULE NO.</u>
<u>Customer Connection (Tap-in) Charge</u>		
5/8" x 3/4" metered service	\$	
1" metered service	\$	
1 1/2" metered service	\$	
2" metered service	\$	
Over 2" metered service	Actual Cost [1]	
<u>Guaranteed Revenue Charge</u>		
With Prepayment of service Availability Charges:		
Residential-per ERC/month ()GPD.....	\$	
All others-per gallon/month	\$	
Withtout Prepayment of Service Availability Charges:		
Residential-per ERC/month ()GPD	\$	
All others-per gallon/month	\$	
Inspection Fee	Actual Cost [1]	
Main Extension Charge		
Residential-per ERC (_ GPD)	\$	
All others-per gallon	\$	
or		
Residential-per lot (_ foot frontage)	\$	
All others-per front foot	\$	
Plan Review Charge	Actual Cost [1]	
Plant Capacity Charge		
Residential-per ERC (_ GPD)	\$ 600.00	
All others-per gallon	\$	
System Capacity Charge		
Residential-per ERC (_ GPD)	\$	
All others-per gallon	\$	

[1] Actual Cost is equal to the total cost incurred for services rendered by a customer.

EFFECTIVE DATE -
TYPE OF FILING - Staff Assisted Rate Case (SARC)

Mr. Paul Bieber
ISSUING OFFICER

President
TITLE

**FIRST REVISED SHEET NO. 22.0
CANCELS ORIGINAL SHEET NO. 22.0**

**NAME OF COMPANY Breeze Hill Utilities
WASTEWATER TARIFF**

SERVICE AVAILABILITY POLICY

Wastewater Plant Capacity Charge \$600.00

**Mr. Paul Bieber
ISSUING OFFICER**

**President
TITLE**

BREEZE HILL UTILITIES
DOCKET NO. 990356-WS
TEST YEAR ENDING 12/31/98
WATER

ACCOUNT	DESCRIPTION	PLANT ADDED 1995	PLANT RETIRED 1995	PLANT 12/31/95	DEPR. 12/31/95	ACCUM. DEPR. 12/31/95	PLANT ADDED 1996	PLANT RETIRED 1996	PLANT 12/31/96	DEPR. 12/31/96	ACCUM. DEPR. 12/31/96	PLANT ADDED 1997	PLANT RETIRED 1997
301	Organizational Costs			0	0	0			0	0	0		
304	Structures & Improvements			210	7	129			210	7	136	5,016	
307	Wells and Springs			2,918	108	1,834			2,918	108	1,942		
309	Supply Mains			304	10	83			304	10	92		
310	Power Generating Equipment			0	0	0			0	0	0		
311	Pumping Equipment	1,302		6,727	405	5,346			6,727	449	5,795	1,690	
320	Water Treatment Equipment (WTE)			3,566	210	3,155			3,566	210	3,364	1,028	
320.2	(WTE) Membranes			0	0	0			0	0	0		
330	Dist Reserv. & Standpipes			10,980	333	6,037			10,980	333	6,369		
331	Trans. & Dist. Lines			31,433	827	13,790			31,433	827	14,617		
333	Services			12,579	360	5,710			12,579	360	6,069		
334	Meters & Meter Installations			0	0	0			0	0	0		
335	Hydrants			3,608	90	1,547			3,608	90	1,637		
340	Office Furniture & Equip.			0	0	0			0	0	0	168	
341	Transportation Equip.			0	0	0			0	0	0	110	
343	Tools, Shop & Garage Equipment			0	0	0			0	0	0		
345	Power Operated Equip.			0	0	0			0	0	0		
		1,302	0	72,325	2,349	37,630	0	0	72,325	2,393	40,023	8,012	0

Composite Depreciation Rate

3.25%

3.31%

ACCOUNT	DESCRIPTION	PLANT 12/31/97	DEPR. 12/31/97	ACCUM. DEPR. 12/31/97	PLANT ADDED 1998	PLANT RETIRED 1998	PLANT 12/31/98	TEST YR. DEPR. 12/31/98	ACCUM. DEPR. 12/31/98	AVERAGE ACCUM. DEPR.	AVERAGE PLANT	USED & USEFUL %	NON-USED & USEFUL %	NON-USED & USEFUL AVERAGE PLANT	NON-USED & USEFUL AVERAGE ACC/DEP	NON-USED & USEFUL TEST YEAR DEPR.
301	Organizational Costs	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
304	Structures & Improvements	5,226	97	233			5,226	187	420	327	5,226	100.00%	0.00%	0	0	0
307	Wells and Springs	2,918	108	2,050			2,918	108	2,158	2,104	2,918	100.00%	0.00%	0	0	0
309	Supply Mains	304	10	102	587		891	19	120	111	598	100.00%	0.00%	0	0	0
310	Power Generating Equipment	0	0	0	635		635	19	19	9	318	100.00%	0.00%	0	0	0
311	Pumping Equipment	8,417	505	6,300	110		8,527	565	6,865	6,583	8,472	100.00%	0.00%	0	0	0
320	Water Treatment Equipment (WTE)	4,594	240	3,604			4,594	270	3,874	3,739	4,594	100.00%	0.00%	0	0	0
320.2	(WTE) Membranes	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
330	Dist Reserv. & Standpipes	10,980	333	6,702			10,980	333	7,035	6,868	10,980	100.00%	0.00%	0	0	0
331	Trans. & Dist. Lines	31,433	827	15,444			31,433	827	16,271	15,857	31,433	100.00%	0.00%	0	0	0
333	Services	12,579	360	6,429			12,579	360	6,789	6,609	12,579	100.00%	0.00%	0	0	0
334	Meters & Meter Installations	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
335	Hydrants	3,608	90	1,727			3,608	90	1,818	1,773	3,608	100.00%	0.00%	0	0	0
340	Office Furniture & Equip.	168	6	6	37		205	12	18	12	187	100.00%	0.00%	0	0	0
341	Transportation Equip.	110	9	9	650		760	73	82	45	435	100.00%	0.00%	0	0	0
343	Tools, Shop & Garage Equipment	0	0	0	94		94	3	3	2	47	100.00%	0.00%	0	0	0
345	Power Operated Equip.	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
		80,337	2,584	42,606	2,113	0	82,450	2,865	45,471	44,039	81,394			0	0	0

Composite Depreciation Rate

3.22%

3.47%

1,354	677	23,035	Acct. 334 Meters & Meter Installation (5.88%)
510	255	18,826	Acct. 330 Hydro pneumatic Tank (3.03%)
30	15	834	Acct. 304 Structures (3.57%)
(333)	(10,980)	(10,980)	Acct. 330 Retire existing tank
318	159	2,227	Acct. 320 Auto Switchover (14.29%)
94	47	3,109	Acct. 330 Temporary Hydro pneumatic Tanks (3.03%)
30	15	456	Acct. 311 10hp motor for well pump (6.67%)
Total	4,869	34,227	116,901

BREEZE HILL UTILITIES
DOCKET NO. 990356-WS
TEST YEAR ENDING 12/31/98
WASTEWATER

ACCOUNT	DESCRIPTION	PLANT ADDED 1995	PLANT RETIRED 1995	PLANT 12/31/95	DEPR. 12/31/95	ACCUM. DEPR. 12/31/95	PLANT ADDED 1996	PLANT RETIRED 1996	PLANT 12/31/96	DEPR. 12/31/96	ACCUM. DEPR. 12/31/96	PLANT ADDED 1997	PLANT RETIRED 1997
351	Organizational Costs			0	0	0			0	0	0		
354	Structures & Improvements			0	0	0			0	0	0	1,217	
360	Collection Sewers - Force			18,002	666	9,127	636		18,638	678	9,805		
361	Collection Sewers - Gravity			98,060	3,628	56,045			98,060	3,628	59,674		
362	Special Collecting Structures			0	0	0			0	0	0		
363	Services to Customers			15,170	440	6,944			15,170	440	7,384		
364	Flow Measuring Devices			0	0	0			0	0	0		
365	Flow Measuring Installations			0	0	0			0	0	0		
370	Receiving Wells			17,577	703	11,667			17,577	703	12,370		
371	Pumping Equipment			0	0	0			0	0	0		
380	Treatment & Disposal Equipment			93,800	6,256	85,595			93,800	6,256	91,851		
381	Plant Sewers			0	0	0			0	0	0		
382	Outfall Sewer Lines			336	11	195			336	11	206		
389	Other Plant & Misc. Equipment			0	0	0			0	0	0	168	
390	Office Furniture & Equipment			0	0	0			0	0	0	110	
391	Transportation Equipment			0	0	0			0	0	0		
393	Tools, Shop & Garage Equipment			0	0	0			0	0	0		
		0	0	242,945	11,705	169,573	636	0	243,581	11,717	181,290	1,495	0

Composite Depreciation Rate

4.82%

4.81%

ACCOUNT	DESCRIPTION	PLANT 12/31/97	DEPR. 12/31/97	ACCUM. DEPR. 12/31/97	PLANT ADDED 1998	PLANT RETIRED 1998	PLANT 12/31/98	TEST YEAR DEPR. 12/31/98	ACCUM. DEPR. 12/31/98	AVERAGE ACCUM. DEPR.	AVERAGE PLANT	USED & USEFUL %	NON- USED & USEFUL %	NON-USED & USEFUL AVERAGE PLANT	NON-USED & USEFUL AVERAGE ACC/DEP	NON-USED & USEFUL TEST YEAR DEPR.
351	Organizational Costs	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
354	Structures & Improvements	1,217	23	23			1,217	45	68	45	1,217	100.00%	0.00%	0	0	0
360	Collection Sewers - Force	18,638	690	10,494	1,205		19,843	712	11,206	10,850	19,241	100.00%	0.00%	0	0	0
361	Collection Sewers - Gravity	98,060	3,628	63,302			98,060	3,628	66,930	65,116	98,060	100.00%	0.00%	0	0	0
362	Special Collecting Structures	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
363	Services to Customers	15,170	440	7,824			15,170	440	8,264	8,044	15,170	100.00%	0.00%	0	0	0
364	Flow Measuring Devices	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
365	Flow Measuring Installations	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
370	Receiving Wells	17,577	703	13,073			17,577	703	13,776	13,424	17,577	100.00%	0.00%	0	0	0
371	Pumping Equipment	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
380	Treatment & Disposal Equipment	93,800	1,949	93,800	2,297		96,097	77	93,877	93,839	94,949	56.63%	43.37%	41,179	40,698	33
381	Plant Sewers	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
382	Outfall Sewer Lines	336	11	218			336	11	229	223	336	56.63%	43.37%	146	97	5
389	Other Plant & Misc. Equipment	0	0	0			0	0	0	0	0	100.00%	0.00%	0	0	0
390	Office Furniture & Equipment	168	6	6	37		205	12	18	12	187	100.00%	0.00%	0	0	0
391	Transportation Equipment	110	9	9	650		760	73	82	45	435	100.00%	0.00%	0	0	0
393	Tools, Shop & Garage Equipment	0	0	0	94		94	3	3	2	47	100.00%	0.00%	0	0	0
		245,076	7,458	188,748	4,283	0	249,359	5,704	194,452	191,600	247,218			41,325	40,795	38

Composite Depreciation Rate

3.04%

2.29%

63

37

5,805

32

19

191,651

952

557

248,727

Acct. 380 Blower (6.67%)

Acct. 371 Pump (6.67%)

BREEZE HILL UTILITIES
DOCKET NO. 990356-WS
TEST YEAR ENDING 12/31/98

WATER CIAC AND AMORTIZATION

	CIAC 12/31/76	CIAC 12/31/77	CIAC 12/31/78	CIAC 12/31/79	CIAC 12/31/80	CIAC 12/31/81	CIAC 12/31/82	CIAC 12/31/83	CIAC 12/31/84	CIAC 12/31/85	CIAC 12/31/86	CIAC 12/31/87
	12,814	12,814	12,814	19,096	19,096	31,433	31,433	31,433	31,433	31,433	31,433	31,433
Depreciation Rate (per order)	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	3.06%	3.25%	3.25%	3.25%
Amortization	\$320	\$320	\$320	\$477	\$477	\$786	\$786	\$786	\$962	\$1,021	\$1,021	\$1,021
Accumulated Amortization	320	641	961	1,438	1,916	2,702	3,488	4,273	5,235	6,256	7,276	8,297
	CIAC 12/31/88	CIAC 12/31/89	CIAC 12/31/90	CIAC 12/31/91	CIAC 12/31/92	CIAC 12/31/93	CIAC 12/31/94	CIAC 12/31/95	CIAC 12/31/96	CIAC 12/31/97	CIAC 12/31/98	
	31,433	31,433	31,433	31,433	31,433	31,433	31,433	31,433	31,433	31,433	31,433	
Depreciation Rate (per order)	3.25%	3.25%	3.25%	3.25%	3.25%	3.24%	3.25%	3.25%	3.31%	3.22%	3.47%	
Amortization	\$1,021	\$1,021	\$1,021	\$1,021	\$1,021	\$1,019	\$1,021	\$1,021	\$1,040	\$1,011	\$1,092	
Accumulated Amortization	9,318	10,338	11,359	12,379	13,400	14,419	15,440	16,461	17,501	18,512	19,604	
							Average CIAC Avg. Adj.	31,433 0	Average CIAC AccAmort Averaging Adjustment		19,058 (546)	

WASTEWATER CIAC AND AMORTIZATION

	CIAC 12/31/76	CIAC 12/31/77	CIAC 12/31/78	CIAC 12/31/79	CIAC 12/31/80	CIAC 12/31/81	CIAC 12/31/82	CIAC 12/31/83	CIAC 12/31/84	CIAC 12/31/85	CIAC 12/31/86	CIAC 12/31/87
	46,990	46,990	46,990	64,217	64,217	116,062	116,062	116,062	116,062	116,062	116,062	116,062
Depreciation Rate (per order)	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	4.24%	4.82%	4.82%	4.82%
Amortization	\$1,175	\$1,175	\$1,175	\$1,605	\$1,605	\$2,902	\$2,902	\$2,902	\$4,919	\$5,592	\$5,592	\$5,592
Accumulated Amortization	1,175	2,350	3,524	5,130	6,735	9,637	12,538	15,440	20,359	25,951	31,542	37,134
	CIAC 12/31/88	CIAC 12/31/89	CIAC 12/31/90	CIAC 12/31/91	CIAC 12/31/92	CIAC 12/31/93	CIAC 12/31/94	CIAC 12/31/95	CIAC 12/31/96	CIAC 12/31/97	CIAC 12/31/98	
	116,062	116,062	116,062	116,062	116,062	116,062	116,062	116,062	116,698	116,698	117,903	
Depreciation Rate (per order)	4.82%	4.82%	4.82%	4.82%	4.82%	4.82%	4.82%	4.82%	4.81%	3.04%	2.29%	
Amortization	\$5,592	\$5,592	\$5,592	\$5,592	\$5,592	\$5,592	\$5,592	\$5,592	\$5,613	\$3,551	\$2,697	
Accumulated Amortization	42,726	48,318	53,909	59,501	65,093	70,685	76,276	81,868	87,482	91,033	93,730	
							Average CIAC Avg. Adj.	117,301 (603)	Average CIAC AccAmort Averaging Adjustment		92,381 (1,348)	