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October 10, 2000
VIA HAND DELIVERY

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RECORDS AND REPORTING

Blanca S. Bayo, Director
Division of Records & Reporting
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0862

Re: Aloha Utilities, Inc.; PSC Docket No. 991643-SU
Petition for Wastewater Rate Increase for its Seven Springs System Customers in Pasco County,
Florida
Our File No. 26038.30

Dear Ms. Bayo:

Attached in accordance with the requirements of the Florida Public Service Commission's Prehearing Order No. PSC-00-1747-PHO-SU in the above referenced matter are updated schedules of rate case expense for the Utility up through October 6, 2000. These supplemental schedules will be added to the testimony of the Utility's rebuttal witnesses at the hearing on November 2, and in addition, we will propose to file a late filed exhibit to that hearing further updating those exhibits and costs.

If you or any members of the Commission have any questions in this regard, please let me know.

Sincerely,

ROSE, SUNDSTROM & BENTLEY

Marley Deterding / FD

F. Marshall Deterding
For The Firm

Dictated by Mr. Deterding
but signed in his absence
to avoid delay in mailing.

APP _____
CAP _____
DAD _____
FMD/lts _____
COM _____
MER _____
REG _____
SEC _____
SER _____
OTH _____
Enclosures
cc: Ralph Jaeger, Esquire
Steve Burgess, Esquire
Mr. Bart Fletcher
Stephen G. Watford
Robert C. Nixon, CPA
David W. Porter, P.E.
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ORIGINAL

ALOHA UTILITIES, INC.

Composite Exhibit _____ RCN-16

Docket No. 991643-SU

Exhibit _____ RCN 16(B)
Page 1 of 22

ALOHA UTILITIES, INC.
Actual and Estimated Rate Case Expense
Docket No. 991643-SU

Summary of Actual and Estimated Rate Case Expense
Fees and Costs Incurred

1.	Actual costs incurred from 10/01/99 through 10/6/00	
a.	Accounting	\$ 178,199.00
b.	Legal	161,531.00
c.	Engineering	21,220.00
d.	Aloha In-House	<u>13,185.00</u>
	Total 10/01/99 – 10/06/00	<u>374,135.00</u>
4.	Estimate of cost to complete rate case	
a.	Accounting	7,680.00
b.	Legal	67,500.00
c.	Engineering	12,000.00
d.	Aloha In-House	<u>11,500.00</u>
	Total Estimated to Complete	<u>98,680.00</u>
	Total Actual and Estimated Costs	<u>\$ 472,815.00</u>

Aloha Utilities, Inc.
 Summary of Actual and Estimated Accounting Expense
 Docket No. 9916343-SU

<u>Cronin, Jackson, Nixon & Wilson</u>	<u>Invoice Date</u>	<u>Fees</u>	<u>Out-of Pocket</u>	<u>Total</u>
December, 1999	01/31/00	\$ 8,129	\$ 59	\$ 8,188
January, 2000	02/18/00	43,018	302	43,320
February, 2000	03/31/00	20,156	2,664	22,820
March, 2000	05/01/00	19,299	138	19,437
April, 2000	05/26/00	6,643	223	6,866
May, 2000	06/27/00	10,139	178	10,317
June, 2000	07/20/00	9,928	771	10,699
July, 2000	09/08/00	7,085	268	7,353
August, 2000	09/21/00	<u>25,010</u>	<u>455</u>	<u>25,465</u>
		<u>149,407</u>	<u>5,058</u>	<u>154,465</u>
Time incurred - unbilled (09/01/00 - 10/05/00)				
R. C. Nixon - 117.00 hrs. @ \$160 hr.		18,720		18,720
R. Jurgutis - 38.50 hrs. @ \$95 hr.		3,658		3,658
P. DeChario - 6.50 hrs. @ \$85 hr.		553		553
Clerical - 26.75 hrs. @ \$30 hr.		<u>-</u>	<u>803</u>	<u>803</u>
		<u>22,931</u>	<u>803</u>	<u>23,734</u>
Total actual expense to 9/26/00		<u>172,338</u>	<u>5,861</u>	<u>178,199</u>
Estimate to complete:				
Answer interrogatories - Staff's fourth				
R. Nixon - 8 hrs. @ \$160		1,280		1,280
Prepare for & attend hearing in Tallahassee				
R. Nixon - 12 hrs. @ \$160		1,920		1,920
Prepare late filed exhibits, consult with client and attorneys				
R. Nixon - 8 hrs. @ \$160		1,280		1,280
Review Staff recommendation, Final Order, and proof revenue				
R. Nixon - 10 hrs. @ \$160		1,600		1,600
Out-of-pocket for copies, clerical, Federal Express, phone, meals, airfare, and lodging		<u>-</u>	<u>1,600</u>	<u>1,600</u>
Total estimate to complete		<u>6,080</u>	<u>1,600</u>	<u>7,680</u>
Total actual and estimated accounting fees		<u>\$ 178,418</u>	<u>\$ 7,461</u>	<u>\$ 185,879</u>

ALOHA UTILITIES, INC.
Rate Case Expense Update
September Time Incurred - Unbilled
R. C. Nixon

<u>Date</u>	<u>Time</u>	<u>Descriptionn</u>
09/04/00	3.00 hrs.	Prepare questions for Stambaugh deposition
09/05/00	5.00 hrs.	Prepare questions for McPherson deposition
09/06/00	8.00 hrs.	Attend depositions of PSC auditors
09/07/00	4.00 hrs.	Rebuttal testimony and exhibits
09/08/00	10.00 hrs.	Rebuttal testimony and exhibits
09/19/00	4.00 hrs.	Review rebuttal changes and discovery requests completed while on vacation
09/19/00	3.00 hrs.	Review Staffcup testimony. Conference with PSC staff; conference with management and attorney regarding issue position on growth projections
09/20/00	2.00 hrs.	Review positions on issues for prehearing order which staff not comfortable with , work out wording
09/20/00	1.50 hrs.	Review response to Citizens 3rd Request for Documents
09/20/00	2.50 hrs.	Review response to Staff's 3rd Set of Interrogatories and attachments
09/20/00	1.50 hrs.	Review Deterding rebuttal
09/21/00	2.50 hrs.	Review rebuttal exhibits
09/22/00	2.00 hrs.	Calculate revenue impact of Stallcup proposal; advise client and attorney
09/25/00	6.00 hrs.	Prepare for hearing
09/26/00	8.00 hrs.	Prepare for hearing
09/27/00	8.00 hrs.	Prepare for hearing
09/28/00	8.00 hrs.	Prepare for hearing
09/29/00	8.00 hrs.	Prepare for hearing
09/30/00	6.00 hrs.	Prepare for hearing
10/01/00	4.00 hrs.	Prepare for hearing
10/02/00	10.00 hrs.	Attend hearing
10/03/00	8.00 hrs.	Attend hearing
10/04/00	<u>2.00 hrs.</u>	Prepare outline of issues for 11/02/00

Total Time Incurred - Unbilled 117.00 hrs.

ALOHA UTILITIES, INC.
Rate Case Expense Update
September Time Incurred - Unbilled
R. G. Jurgutis

<u>Date</u>	<u>Time</u>	<u>Description</u>
09/01/00	3.00 hrs.	Staff 2nd set - response Nos. 34, 35, 36, and 37
09/04/00	3.00 hrs.	Staff 2nd set - response Nos. 34, 35, 36, and 37
09/06/00	1.00 hr.	Staff 2nd set proof - Nos. 16, 18, 21, and 23
09/06/00	3.00 hrs.	Citizens' 1st set - response Nos. 2 and 3
09/06/00	1.00 hr.	Citizens' 1st set - review with client - Nos. 7, 8, and 9
09/06/00	1.00 hr.	Rebuttal testimony - organize and reference exhibits and copy 18 sets
09/09/00	6.00 hrs.	Rebuttal testimony proof 1st draft and exhibits, copy, and Federal Express
09/11/00	1.00 hr.	Review with Deterding - rebuttal testimony
09/12/00	1.00 hr.	Review rebuttal testimony Deterding questions and/or changes
09/13/00	3.00 hrs.	Review Aloha, FPSC, and OPC positions and issues Prepare various responses to issues and positions
09/14/00	2.00 hrs.	Aloha, FPSC, and OPC issues and position additional analysis and responses
09/14/00	3.00 hrs.	Staff 3rd set responses - Nos. 38 - 45
09/18/00	1.00 hr.	Citizens' 3rd Set responses
09/19/00	1.00 hr.	Finalize Staff's 3rd Set - Interrogatory responses
09/20/00	2.00 hrs.	Finalize Staff's 3rd Set - Interrogatory responses
09/22/00	1.00 hr.	Organize Interrogatory - FPSC and OPC Interrogatory response files
09/25/00	2.00 hrs.	Prepare rate case expense update
09/26/00	2.00 hrs.	Rate case expense summary - update
10/05/00	<u>1.50 hrs.</u>	Update rate case expense costs through 10/05/00

Total Time Incurred - Unbilled 38.50 hrs.

ALOHA UTILITIES, INC.
Rate Case Expense Update
September Time Incurred - Unbilled
P. DeChario

<u>Date</u>	<u>Time</u>	<u>Description</u>
09/04/00	2.00 hrs.	CIAC schedules for RCN Exhibit
09/12/00	1.50 hrs.	CIAC schedules for RCN Exhibit
09/19/00	<u>3.00 hrs.</u>	AFUDC calculation - Interrogatory
Total Time Incurred - Unbilled	<u>6.50 hrs.</u>	

ALOHA UTILITIES, INC.
Rate Case Expense Update
September Time Incurred - Unbilled
Clerical

<u>Clerical Staff</u>	<u>Date</u>	<u>Time</u>	<u>Description</u>
Judy Grogan	09/09/00	5.00 hrs.	Typing - rebuttal testimony
	09/09/00	<u>1.00 hr.</u>	Misc. - staple exhibits
		<u>6.00 hrs.</u>	
Doris Jones	09/05/00	0.25 hrs.	Fax - Rose, Sundstrom & Bentley
	09/06/00	0.50 hrs.	Fax - Rose, Sundstrom & Bentley
	09/07/00	2.50 hrs.	Typing - rebuttal testimony
	09/08/00	8.00 hrs.	Typing - rebuttal testimony
	09/11/00	0.25 hrs.	Fax - letters
	09/12/00	2.00 hrs.	Copy exhibits - testimony copy - rebuttal testimony exhibits
	09/13/00	0.25 hrs.	Fax - interrogatories
	09/19/00	1.00 hr.	Typing - interrogatories
	09/20/00	2.00 hrs.	Typing - interrogatories
	09/22/00	.75 hrs.	Typing - interrogatories - Federal Express
	09/25/00	1.50 hrs.	Type schedules, copies and Federal Express
	09/26/00	1.00 hr.	Type schedules, copies and Federal Express
	09/27/00	.50 hrs.	Copies and Federal Express
	09/28/00	<u>.25 hrs.</u>	Copies
		<u>20.75 hrs.</u>	
Total Time Incurred - Unbilled		<u><u>26.75 hrs.</u></u>	

ALOHA UTILITIES, INC.
Docket No. 991643-SU

Summary of Actual, Estimated, and Unbilled Rate Case Expense
Legal Fees and Costs Incurred

1. Actual costs incurred from 10/01/99 through 08/31/00	
	\$ 87,788.62
2. Actual costs incurred but unbilled from 09/01/00 - 10/06/00	
	\$ 73,742.84
3. Estimate of cost to complete rate case	
	\$ 67,500.00
Total Estimated to Complete	<u>\$ 67,500.00</u>
Total Actual, Estimated and Unbilled Costs of the Rate Case	<u>\$229,031.46</u>

aloha\30\3legalsummary.sch

ALOHA UTILITIES, INC.
DOCKET NO. 991643-SU

INCURRED BUT UNBILLED LEGAL CHARGES AND EXPENSES
SEPTEMBER 1, 2000 - OCTOBER 6, 2000

MATTER 1999 RATE CASE

09/01/00 FINALIZE DISCOVERY RESPONSES FOR PSC 2.60
AND SEND; FINISH RESEARCH RE: PREVIOUS
EXPENSES AND SEND TO NIXON WITH COVER
LETTER; SEND OUT DEPOSITION NOTICE;
LETTER TO WATFORD RE: DEPOSITION EXHIBITS.

09/01/00 GENERAL PREPARATION FOR HEARING; 4.10
PREPARING FOR NEXT WEEK'S DEPOSITIONS;
PREPARING DISCOVERY RESPONSES; REVIEWING
DOCUMENTS RECEIVED IN DISCOVERY.

09/05/00 DRAFTING TESTIMONY REVISIONS AND CROSS- 4.70
EXAMINATION OUTLINES; WORKING ON
REBUTTAL TESTIMONY COMMENTS; RESEARCH RE:
PRIOR COMMISSION ORDERS ON POINT.

09/06/00 TRAVEL TO TAMPA FOR DEPOSITION OF 12.40
AUDITORS; MEETING WITH WATFORD, NIXON
AND CRONIN; ATTEND DEPOSITION AND
RETURN TRAVEL.

09/06/00 SEVERAL TELEPHONE CONFERENCES RE: CASE; 6.10
DRAFTING AND FILING DISCOVERY RESPONSES;
REVIEWING PREFILED TESTIMONY AND PREPARING
CROSS-EXAMINATION OUTLINES; GENERAL
PREPARATION FOR HEARING.

09/07/00 PREPARE FOR DEPOSITION OF MERCHANT AND 8.60
STALLCUP; TELEPHONE CONFERENCES WITH
WATFORD AND NIXON; INTRA-OFFICE CON-
FERENCE RE: DEPOSITIONS; GO TO PSC AND
TAKE DEPOSITION OF TWO STAFF WITNESSES
AND RETURN; WORK ON DRAFT TESTIMONY OF
PORTER, NIXON, WATFORD AND DETERDING AND
EXHIBITS; TELEPHONE CONFERENCES WITH
WATFORD, NIXON AND PORTER; INTRA-OFFICE
CONFERENCE RE: TESTIMONY; WORK ON PREHEARING
STATEMENTS; TELEPHONE CONFERENCES RE: SAME;
OBTAIN AUDIT WORKPAPERS AND DEPOSITION
TRANSCRIPT TO WATFORD.

09/07/00 GENERAL PREPARATION FOR HEARING; 5.50
NUMEROUS TELEPHONE CONFERENCES RE:
STATUS; PREPARING PREHEARING STATEMENTS
COMING UP WITH POSITIONS ON STAFF'S LIST
OF ISSUES.

09/08/00 WORK ON TESTIMONY AND EXHIBITS FOR ALL 8.30
WITNESSES; TELEPHONE CONFERENCE WITH
NIXON, WATFORD AND PORTER; FINALIZE PRE-
HEARING STATEMENT AND DELIVER TO PSC;
FINAL REVIEW OF DISCOVERY FOR SUBMISSION

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TO STAFF; EDIT AND FINALIZE SUPPLEMENTAL
DISCOVERY RESPONSES.

09/08/00 WORKING ON DISCOVERY RESPONSES; 6.00
REVIEWING DEPOSITION TRANSCRIPTS,
GENERAL PREPARATION FOR CROSS-EXAMINATION
AND IMPEACHMENT AT HEARING.

09/09/00 TELEPHONE CONFERENCE WITH JURGUTIS; 1.50
REVIEW FILE; FAX INFORMATION TO RON
JURGUTIS RE: RATE CASE EXPENSES; REVIEW
TESTIMONY DRAFTS.

09/11/00 REVIEW, REVISE AND FINALIZE ALL TEST- 8.40
IMONY EXHIBITS; FILE WITH COVER LETTER
TO PSC; VARIOUS TELEPHONE CONFERENCES
WITH WATFORD, PORTER AND JURGUTIS AND
INTRA-OFFICE CONFERENCES RE: TESTIMONY,
PRE-PREHEARING CONFERENCE RESULTS AND
ISSUES AND POSITIONS.

09/11/00 ATTEND PRE-PREHEARING CONFERENCE; 6.10
SEVERAL CONFERENCES RE: SAME; FINALIZING
REBUTTAL TESTIMONY.

09/12/00 TELEPHONE CONFERENCE WITH STAFF 8.50
ATTORNEY RE: NOTICE; TELEPHONE CONFERENCE
WITH WATFORD RE: NOTICE AND TESTIMONY;
REVISE NOTICE; TELEPHONE CONFERENCE WITH
JURGUTIS, WATFORD AND PORTER RE: TESTIMONY
EXHIBITS, PREHEARING AND ISSUES; TELEPHONE
CONFERENCE WITH CLIENT, JAEGER AND BURGESS
RE: MOTION FOR EXTENSION OF TIME ON REBUTTAL
TESTIMONY; WORK ON ISSUES AND PREHEARING
STATEMENT ISSUES AND POSITIONS DRAFT; REVIEW
VARIOUS DOCUMENTS RE: SAME.

09/12/00 GENERAL PREPARATION FOR HEARING; 4.10
RESEARCHING AND DRAFTING MOTION TO
ALLOW SUPPLEMENTAL DIRECT TESTIMONY;
REVIEWING BIDDY'S REBUTTAL TESTIMONY
AND RESEARCH RE: SAME; REVIEWING
DEPOSITION TRANSCRIPTS.

09/13/00 REVISE AND FINALIZE POSITIONS ON ISSUES 4.20
AND SUBMIT TO PSC; TELEPHONE CONFERENCE
WITH WATFORD AND JURGUTIS; INTRA-OFFICE
CONFERENCES RE: SAME; REVIEW BOTH AUDIT
REPORTS AND DISCOVERY; INTRA-OFFICE
CONFERENCES RE: SAME; REVISE AND FINALIZE
POSITIONS ON ISSUES AND FILE.

09/13/00 FINALIZING AND FILING DISCOVERY. 4.80

09/14/00 TELEPHONE CONFERENCE WITH WATFORD RE: 4.90
TESTIMONY, EXHIBITS AND MOTION TO
SUPPLEMENT; REVIEW VARIOUS DOCUMENTS RE:
SAME; WORK WITH WATFORD, DRAFT AND REVISE
TESTIMONY AND EXHIBITS AND PLEADING RE:
SUPPLEMENTAL DIRECT; REVIEW STATUTE RE: SAME;
TELEPHONE CONFERENCE WITH RON JURGUTIS.

09/14/00 FINALIZING VOLUMINOUS DISCOVERY; 6.80

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GENERAL PREPARATION FOR HEARING;
REVIEWING TRANSCRIPTS.

09/15/00 WORK ON ISSUES AND POSITIONS FOR 5.70
PREHEARING; TELEPHONE CONFERENCE WITH
WATFORD AND JURGUTIS RE: SAME; DISCUSS
REMAINING ISSUES AND STIPULATIONS; REVIEW
PSC DRAFT PREHEARING ORDER; TELEPHONE
CONFERENCE AND INTRA-OFFICE CONFERENCE RE:
SAME; REVIEW DOCUMENTS RE: NEW OFFICE
BUILDING PURCHASE AND SUBMIT WITH COVER
LETTER TO PSC; SEND DRAFT PREHEARING ORDER
WITH COVER LETTER TO WATFORD WITH REMAINING
ISSUES AND QUESTIONS.

09/18/00 DRAFT AND FINALIZE MOTION TO STRIKE; 5.50
PREPARE FOR AND ATTEND PREHEARING
CONFERENCE; DRAFTING DISCOVERY; REVIEWING
DEPOSITION AND GENERAL PREPARATION FOR
HEARING.

09/18/00 PREPARE FOR PREHEARING CONFERENCE ON 6.90
RATE CASE; TELEPHONE CONFERENCE WITH
JURGUTIS RE: POSITIONS; TELEPHONE
CONFERENCE WITH WATFORD RE: ISSUES AND
AND STIPULATIONS AND MOTIONS; REVIEW MOTION
TO STRIKE TESTIMONY OF BIDDY; GO TO PSC;
PARTICIPATE IN PREHEARING AND RETURN;
TELEPHONE CONFERENCE WITH JURGUTIS AND
WATFORD; BEGIN RESEARCH RE: INFILTRATION AND
INFLOW.

09/18/00 RESEARCH ISSUES REGARDING REBUTTAL 1.20
TESTIMONY.

09/19/00 FOLLOWING UP ON ISSUES WHICH NEED 3.10
TO BE PRESENTED TO COMMISSION; NUMEROUS
TELEPHONE CONFERENCES RE: CASE; REVIEWING
PREFILED TESTIMONY.

09/19/00 TELEPHONE CONFERENCE WITH NIXON RE: 5.90
ISSUES AND POSITIONS; FAX REVISED VERSIONS
TO NIXON AND WATFORD; TELEPHONE CONFERENCE
WITH WATFORD; ADDITIONAL TELEPHONE CONFERENCE
WITH NIXON; TELEPHONE CONFERENCE WITH STAFF
ATTORNEY; REVIEW NOTES AND LETTER TO WATFORD
RE: PREHEARING OUTCOME, RATE CASE EXPENSE,
OFFICE BUILDINGS, NEW DATES; WORK ON I/I
RESEARCH; FINALIZE LETTER TO JAEGER RE:
ISSUES AND POSITIONS; TELEPHONE CONFERENCE
WITH NIXON; SET UP CONFERENCE CALL WITH NIXON,
STALLCUP, AND OPC; PARTICIPATE IN CONFERENCE
CALL; ADDITIONAL TELEPHONE CONFERENCE WITH
NIXON RE: SAME.

09/20/00 DRAFT INTERROGATORIES TO OPC RE: 4.80
ISSUES SURROUNDING NEW OFFICE BUILDING
FACILITY AND RELATED SUPPLEMENTAL
TESTIMONY; DRAFT REQUESTS FOR DOCUMENTS
RE: SAME.

09/20/00 GENERAL PREPARATION FOR HEARING; 5.50
REVIEWING DEPOSITIONS IN PREPARATION
FOR CROSS-EXAMINATION; FINALIZE DISCOVERY
RESPONSES; SEVERAL TELEPHONE CONFERENCES
RE: CASE.

09/20/00 TELEPHONE CONFERENCE WITH FUDGE RE: 3.60
PROPOSED STIPULATIONS; SEND WORDING OF
STIPULATIONS ON STALLCUP TO FUDGE;
TELEPHONE CONFERENCE WITH WATFORD RE:
STALLCUP AND REVISED LANGUAGE TO JAEGER
LETTER RE: SAME; REVISE AND FINALIZE
LETTER TO JAEGER; TELEPHONE CONFERENCE
WITH WATFORD RE: WATER SALES AND PREVIOUS
CASES; REVIEW FILES RE: SAME.

09/21/00 GENERAL PREPARATION FOR HEARING; 5.20
REVIEWING DEPOSITIONS AND PREPARATION
FOR CROSS-EXAMINATION; FINALIZING DISCOVERY
RESPONSES; SEVERAL TELEPHONE CONFERENCES RE:
CASE.

09/21/00 TELEPHONE CONFERENCE WITH JAEGER RE: 4.20
REVISED LANGUAGE ON ISSUE 14 AND OTHER
ISSUES ARISING IN PREPARATION FOR HEARING;
TELEPHONE CONFERENCE WITH NIXON; TELEPHONE
CONFERENCE WITH WATFORD; TELEPHONE CONFERENCE
WITH FUDGE AND LINGO RE: ISSUES; TELEPHONE
CONFERENCE WITH NIXON AND WATFORD RE: SAME
AND RE: POSSIBLE STIPULATIONS AND REVIEW ORDERS;
REVIEW DEPOSITIONS RECEIVED; FAX AND OVERNIGHT
ALL TO NIXON AND WATFORD WITH COVER LETTER;
REVIEW FILE RE: DISCOVERY REQUESTED BY NIXON
AND SEND ALL TO NIXON.

09/22/00 TELEPHONE CONFERENCE WITH STEVE 6.10
WATFORD; TELEPHONE CONFERENCE WITH RALPH
JAEGER; DRAFTING DISCOVERY TO SERVE ON OPC;
FINALIZE AND FILE DISCOVERY RESPONSES
OUTLINING BIDDY'S DEPOSITION; GENERAL
PREPARATION FOR HEARING.

09/22/00 TELEPHONE CONFERENCE WITH NIXON RE: 3.80
STALLCUP POSITIONS; REVIEW DRAFT PRE-
HEARING ORDER; TELEPHONE CONFERENCE WITH
WATFORD RE: ALL; REVIEW VARIOUS
CORRESPONDENCE; INTRA-OFFICE CONFERENCE RE:
MOTION; REVIEW MOTION FROM JOHN WHARTON RE:
SAME AND DISCUSS; TELEPHONE CONFERENCE WITH
WATFORD RE: SAME; ADDITIONAL INTRA-OFFICE
CONFERENCE RE: SAME; TELEPHONE CONFERENCE
WITH NIXON RE: RATE CASE EXPENSE; ADDITIONAL
TELEPHONE CONFERENCE WITH NIXON RE: STALLCUP
CONCLUSIONS.

09/25/00 REVIEW VARIOUS DOCUMENTS; TELEPHONE 5.50
CONFERENCE WITH WATFORD AND NIXON RE:
REBUTTAL TESTIMONY AND RE: ISSUES RELATED
TO GROWTH PROJECTIONS; REVIEW NIXON

CALCULATIONS RE: SAME; INTRA-OFFICE CONFERENCE
 RE: ISSUES AND ASSIGNMENTS FOR HEARING;
 BEGIN ORGANIZING ALL FILES RE: DEPOSITIONS,
 OTHER EVIDENCE, AND PREFILED TESTIMONY ON EACH
 WITNESS; BEGIN ACCUMULATING INFORMATION
 CONCERNING ANNUAL REPORTS OF OTHER
 UTILITIES; ADDITIONAL TELEPHONE CONFERENCES
 WITH NIXON, WATFORD, AND PORTER RE: SAME AND
 RE: RATE CASE EXPENSE; BEGIN ORGANIZING UNBILLED
 RATE CASE EXPENSE.

09/25/00 PREPARING FOR FINAL HEARING; FINALIZING 4.10
 DISCOVERY; PREPARING FOR CROSS-
 EXAMINATION OUTLINES; REVIEWING PREFILED
 TESTIMONY AND DEPOSITION TRANSCRIPTS;
 SEVERAL TELEPHONE CALLS RE: CASE.

09/26/00 GENERAL PREPARATION; WAITING ON 6.60
 DECISION ON MOTION TO STRIKE; NUMEROUS
 TELEPHONE CONFERENCES RE: SAME; OBTAINING
 AND REVIEWING DEPOSITION TRANSCRIPTS;
 REVIEWING DOCUMENTS JUDICIALLY NOTICE BY
 STAFF.

09/26/00 REVIEW AND FINALIZE DRAFT BILL RE: 6.20
 SEPTEMBER RATE CASE EXPENSE; REVISE
 ESTIMATE TO COMPLETE AND REVISE OTHER
 RATE CASE EXPENSE SCHEDULES AND SEND TO
 NIXON; REVIEW VARIOUS DOCUMENTS AND CONTINUE
 PREPARATION FOR HEARING; TELEPHONE CONFERENCE
 WITH NIXON; WATFORD AND PORTER RE: RATE CASE
 EXPENSE UPDATE AND BIDDY MOTION TO STRIKE
 AND HEARING PREPARATION.

09/27/00 PREPARE CROSS-EXAMINATION; NUMEROUS 7.10
 TELEPHONE CONFERENCES; GENERAL PREPARATION
 FOR HEARING AND LEGAL ISSUES WHICH WILL
 ARISE IN HEARING; REVIEW PRIOR COMMISSION
 ORDERS.

09/27/00 FINAL ORGANIZATION AND REVIEW RATE CASE 7.50
 EXPENSE INFORMATION; ASSIST PORTER IN
 REVISIONS TO ACTUAL AND ESTIMATED;
 TELEPHONE CONFERENCE WITH WATFORD,
 NIXON AND PORTER RE: ALL AND RE: OTHER
 ORGANIZATION FOR HEARING; RESEARCH AND
 MAKE COPIES OF ALL ORDERS AND OTHER
 DOCUMENTS NOTICED BY STAFF; BEGIN REVIEW
 OF ALL DOCUMENTS; TELEPHONE CONFERENCE
 WITH WATFORD AND PORTER RE: DEP STUDY
 AND SEND; FILE RATE CASE EXPENSE EXHIBITS
 WITH COVER LETTER; LETTER TO PORTER AND
 NIXON RE: PREPARATION FOR HEARING RE: RATE
 CASE EXPENSE AND REVISIONS TO TESTIMONY;
 TELEPHONE CONFERENCES WITH NIXON AND WATFORD
 RE: SAME.

09/28/00 REVIEWING COMMISSION'S ORDER; GENERAL 7.00
 PREPARATION FOR TRIAL; NUMEROUS TELEPHONE

CONFERENCES; REVIEW DEPOSITION TRANSCRIPTS
 AND ORDERS JUDICIALLY NOTICED BY STAFF;
 RESEARCH RE: NEXT WEEK'S TRIAL.

09/28/00 BEGIN REVIEW OF ALL ORDERS NOTICED BY 6.60
 STAFF FOR CONSIDERATION; DRAFT COMMENTS
 RE: SAME; REVIEW NOTICE OF DEPOSITION FOR
 BAKER; INTRA-OFFICE CONFERENCE RE: SAME AND
 RE: SUBPOENA; TELEPHONE CONFERENCE WITH
 WATFORD LETTER TO STAFF ATTORNEY FUDGE RE:
 SAME; TELEPHONE CONFERENCE WITH JAEGER RE:
 MOTION TO STRIKE AND TELEPHONE CONFERENCE
 WITH WATFORD RE: ALL.

09/29/00 PREPARE FOR TRIAL; RESEARCH RE: 7.40
 POSSIBLE LEGAL ISSUES IN TRIAL; WORKING OUT
 STIPULATIONS WITH STAFF; NUMEROUS TELEPHONE
 CONFERENCES WITH WITNESSES; REVIEW DEPOSITION
 TRANSCRIPTS; REVIEW PREFILED TESTIMONY; OUTLINE
 PRESENTATION OF CASE.

09/29/00 FINISH REVIEW OF VARIOUS ORDERS AND 7.30
 PREPARATION OF OUTLINES RE: EACH; DISCUSS
 WITH NIXON, WATFORD AND PORTER; TELEPHONE
 CONFERENCE RE: REUSE PAPER FROM DEP AND RE:
 AFFECT OF SAME; ORGANIZE DOCUMENTS IN
 PREPARATION FOR HEARING; BEGIN WORK ON CROSS-
 EXAMINATION QUESTIONS.

09/30/00 PREPARING FOR TRIAL; REVIEWING 5.60
 TRANSCRIPTS AND PREFILED TESTIMONY;
 PREPARATION FOR LEGAL ARGUMENTS; PREPARING
 CROSS-EXAMINATION.

09/30/00 REVIEW ANNUAL REPORTS; ORGANIZE 2.30
 DOCUMENTS FOR TRAVEL TO HEARING; COPY
 EXCERPTS FROM ANNUAL REPORTS OF OTHER CLASS
 A UTILITIES RE: ADMINISTRATIVE COSTS.

10/01/00 TRAVEL TO HOLIDAY; MEETINGS WITH CLIENT 8.30
 IN PREPARATION FOR HEARING; MEETING WITH
 WATFORD, KURISH, PORTER AND NIXON; ORGANIZE
 EXHIBITS; CONTINUE WORK ON CROSS-EXAMINATION.

10/01/00 PREPARE FOR TOMORROW'S TRIAL IN NEW 9.00
 PORT RICHEY; TRAVEL TO NEW PORT RICHEY;
 MEETINGS WITH WITNESSES AT ALOHA'S OFFICE
 IN PREPARATION FOR TRIAL; ADDITIONAL EVENING
 PREPARATION.

10/02/00 FINAL PREPARATION FOR HEARING; MORNING 13.20
 MEETING BEFORE HEARING; TRAVEL TO AND
 PARTICIPATE IN DAY AND EVENING HEARINGS;
 WORK ON PREPARATION FOR SECOND DAY HEARINGS.

10/02/00 FIRST DAY OF TRIAL; PREPARE FOR NEXT 13.50
 DAY OF TRIAL.

10/03/00 PREPARE FOR AND PARTICIPATE IN SECOND 10.60
 DAY OF HEARING; TRAVEL TO HOTEL; REVIEW
 TESTIMONY AND PREPARE FOR DEPOSITION.

10/03/00 SECOND DAY OF TRIAL; RETURN TO 11.50
 TALLAHASSEE.

10/04/00	MEETING WITH WATFORD; TRAVEL TO DEPOSITION OF BAKER; PARTICIPATE IN INTERPHASE DEPOSITION AND RETURN TRAVEL TO TALLAHASSEE; CONTINUE WORK ON DOCUMENTS ON REVIEW OF ANNUAL REPORT EXCERPTS.	7.30
	10/04/00 SEVERAL TELEPHONE CONFERENCES RE: CASE; GETTING LATE FILED EXHIBITS TOGETHER; SEVERAL TELEPHONE CONFERENCES RE: MATTERS WHICH NEED TO BE DONE FOR NEXT PHASE OF CASE.	2.50
10/05/00	INTRA-OFFICE CONFERENCE RE: DEPOSITION AND CONTINUED DISCOVERY; TELEPHONE CONFERENCES WITH PORTER RE: SAME; REVIEW NEWSPAPER ARTICLES RE: HEARING; REVIEW DISCOVERY FROM STAFF; INTRA-OFFICE CONFERENCE RE: SAME.	4.20
10/05/00	SEVERAL TELEPHONE CONFERENCES RE: CASE; REVIEW DISCOVERY RECEIVED; PREPARATION FOR NEXT PHASE OF HEARING.	3.10
10/06/00	WORK ON RESEARCH RE: CLASS A UTILITY; REVIEW AND WORK ON PREPARATION OF RATE CASE EXPENSE UPDATE; LETTER TO WATFORD RE: SAME; BEGIN REVIEW OF STAFF DISCOVERY RECEIVED; OBTAIN PREHEARING TRANSCRIPT AND PREHEARING ORDER; CONFERENCE CALL WITH WATFORD RE: BOTH; INTRA-OFFICE CONFERENCE RE: BOTH.	2.80
10/06/00	TELEPHONE CONFERENCE WITH CLIENT RE: DISCOVERY; TELEPHONE CONFERENCE WITH STAFF COUNSEL; REVIEWING PREHEARING ORDER AND PREHEARING CONFERENCE TRANSCRIPT; PREPARATION FOR NOVEMBER HEARING.	2.90

331.20

66,000.00

LONG DISTANCE CALLS	229.43
FEDERAL EXPRESS	240.20
TRAVEL EXPENSE	1,054.24
TELECOPIER	619.00
PHOTOCOPIES	514.28
PHOTOCOPIES	1,885.75
TRANSCRIPT OF DEPOSITION	1,491.95
LEXIS SERVICE	145.00
COPIES OF MAPS	1,562.99

TOTAL COSTS ADVANCED
TOTAL STATEMENT

7,742.84
73,742.84

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ALOHA UTILITIES, INC.
Docket No. 991643-SU

Legal Fees and Costs - Estimate to Complete

October 9 through November 2, 2000 Hearing

Work with staff concerning additional information request related to office building; work with staff and OPC re: other discovery; depositions of adverse witnesses; follow-up and review re: discovery served on OPC; work on update of rate case expense as required by Prehearing Order; begin review of transcripts from first hearing and begin work on brief re: same; review transcript re: late-filed exhibits, including those addressing customer concerns; begin work re: preparing same; various telephone conferences with client in preparation for rebuttal testimony and hearing on November 2, 2000; meetings on November 1, 2000 with client, engineer, and accountant re: rebuttal testimony; finish preparation for cross-examination of staff witness Tricia Merchant; participate in November 2, 2000 hearing; work with client, engineers and accountants re: rate case expense update; response to customer concerns.

100 hours at \$200/hour + \$1,000 in costs

Post November 2, 2000 Hearing through Brief

Work with client and consultants re: preparation of late-filed exhibits; organize and finalize same with attachments and file; review of transcript in detail; do legal and other research; discussion with client and consultants re: all; prepare Brief and submit

100 hours at \$200/hour + \$1,500 in costs

Review OPC Post November 2, 2000 Hearing Brief Filing through Final Order

Review OPC Brief; discussions with client re: same; obtain and review Staff Recommendation; conference calls and meeting with client and consultants re: same; research re: same; prepare for and attend final agenda conference; meeting with client re: same and reconsideration options; review Final Order; intra-office conferences; conferences with client and consultant re: same; prepare letter to client re: options; work on preparation of final notice of rate change and assist client in implementing Order.

70 hours at \$200/hour + \$500 in costs

Reconsideration

Review order and discussions with client re: reconsideration request; draft reconsideration petition; review various case law and research re: same and previous Commission cases, case law, statutory law, transcript and exhibits and rules re: same; submit petition for reconsideration; review cross-petition for reconsideration; discussions with client re: same; preparation for oral argument; meetings with client; participate in oral argument; obtain and review staff recommendation on reconsideration discussions with client re: same; prepare for and attend agenda conference re: reconsideration; review final order on reconsideration and discussions with client re: same and correspondence to client re: same

50 hours at \$200/hour + \$500 in costs

<u>Fees</u>	<u>Costs</u>	<u>Total</u>
\$64,000	\$3,500	\$67,500

Total Estimated to Complete: \$67,500

Engineering Costs
Aloha Utilities, Inc.
Docket No. 991643-SU
General Rate Increase - Seven Springs
12/31/99 - 10/06/00

<u>Invoice Number</u>	<u>Invoice Date</u>	<u>Fees</u>	<u>Costs</u>	<u>Total</u>
419	01/31/00	\$1,050.00	\$0.00	\$1,050.00
429	03/05/00	1,312.50	0.00	1,312.50
437	04/05/00	300.00	0.00	300.00
454	06/02/00	637.50	0.00	637.50
465	07/05/00	900.00	0.00	900.00
472	08/06/00	2,552.01	0.00	2,552.01
478	09/06/00	3,197.34	0.00	3,197.34
480	10/06/00	<u>11,270.51</u>	<u>0.00</u>	<u>11,270.51</u>
Total Actual Costs		<u>\$21,219.86</u>	<u>\$0.00</u>	<u>\$21,219.86</u>

David W. Porter, P.E., C.O.

Water/Wastewater System Consultant

Regulatory Assistance,
Troubleshooting,
Permitting, Contract
Operation, Rehabilitation
and System Design

INVOICE

Ms. Connie Kurish, General Manager
Aloha Utilities, Inc.
2514 Aloha Place
Holiday, FL 34691

Date: October 6, 2000
Invoice No.: 0480

Job No.: AUI-018-5-S
Job Name: Florida PSC Rate Case Assistance – SS WWTP Interim Facilities Upgrades
Period: September 2, 2000 – October 6, 2000

INVOICE FOR PROFESSIONAL SERVICES

PROFESSIONAL SERVICES THIS PERIOD:	\$11,270.51
TOTAL INVOICED TO DATE:	\$20,219.86
TOTAL DUE THIS INVOICE:	<u>\$11,270.51</u>

Thank you for the opportunity to provide these services. Please see job detail report attached for complete documentation concerning the work completed this job cost period.



David W. Porter, P.E., C.O.

David W. Porter, P.E., C.O.**Water/Wastewater System Consultant**

**Regulatory Assistance,
Troubleshooting,
Permitting, Contract
Operation, Rehabilitation
and System Design**

October 6, 2000

Ms. Connic Kurish, General Manager
Aloha Utilities, Inc.
2514 Aloha Place
Holiday, FL 34691

Re: Project Number AUI-018-5-S
Florida PSC Rate Case Assistance – WWTP Interim Facility Upgrades
Invoice Number 0480 For Period September 2, 2000 – October 6, 2000

Dear Connie,

This invoice covers the period referenced above. All work was completed as part of my project number AUI-018-5-S (Florida PSC Rate Case Assistance – WWTP Interim Facility Upgrades).

Work completed for you this five (5) week period is detailed below:

Week of September 8, 2000:

Receive and review numerous documents (interrogatories, production of document requests, etc.). Preparation of responses to interrogatories and production of documents. Telephone conversations with Steve Watford, Marty Deterding and John Whorton. Begin preparation of rebuttal testimony.

Week of September 15, 2000:

Complete preparation of rebuttal testimony. Telephone conversations with Steve Watford, Marty Deterding and John Whorton.

Week of September 22, 2000:

Receive and review Pre-Hearing Order. Telephone conversations with Steve Watford, Marty Deterding and John Whorton. Prepare detailed list of maintenance tasks and associated costs for WWTP upgrade equipment.

Week September 29, 2000:

Preparation for hearing. Review all appropriate documents. Meet with Bob Nixon to review MFR data.

Week October 6, 2000:

Final preparation for hearing. Meet with Client, Bob Nixon, Marty Deterding and John Whorton prior to hearing. Attend hearing. Telephone conversations with Steve Watford, Marty Deterding and John Whorton after hearing to discuss issues and prepare for last day of hearing scheduled for November 2nd.

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PCHD//AUI-018-5-S_Job Detail_10-6-00 DOC//proj/via Overnight US

Ms. Connie Kurish, General Manager
October 6, 2000
Page 2

Man-hours expended and fee:

Porter: 135.0 hrs. @ \$80/hr. = \$10,800.00

Expenses:

Mileage: 1049 miles @ \$0.325/mile = \$340.92

Lodging: 3 nights @ \$43.19/night = \$129.59

The total fee due this month for all of the work completed as detailed above is \$11,270.51. When remitting, please note my project number AUI-018-5-S.

Thank you for the continued opportunity to serve Aloha Utilities, Inc. If you have any questions please call me.

Sincerely yours,



David W. Porter, P.E., C.O.
Water/Wastewater System Consultant

Aloha Utilities, Inc.
 PSC docket No. 991643-SU
 Seven Springs Wastewater Rate Increase Case
 Engineering Services Estimate to Complete
 (Updated 10/06/00)

October 9, 2000 to Late Filed Exhibits

Review various documents; assist attorneys in preparation for final day of hearing; review of notes, testimony, and exhibits; attendance at final day of hearing; organize additional exhibits, cross-examination notes, correspondence with client, attorneys and accountant re: late filed exhibits and any additional information needed; assist in the preparation of late filed exhibits.

50 hours at \$80/hour + \$500 in costs

Transcript to Final Order

Assist in review of transcript and exhibits; assist in preparation of brief; review of OPC brief; review of staff recommendation; various conversations concerning that staff recommendation and analysis and any concerns about same; post agenda discussions with attorneys and client.

70 hours at \$80/hour + \$300 in costs

Reconsideration

Review of final order; assist in drafting Petition for Reconsideration on relevant issues; conferences with attorney, client and accountant about same; review staff recommendation about same; correspondence and telephone calls with attorney, client and accountant; review order on reconsideration.

20 hours at \$80/hour

Fees	Costs	Total
\$11,200	\$800	\$12,000

Total Estimated to Complete \$12,000

ALOHA UTILITIES, INC.
In-House Fees and Costs
Docket No. 991643-SU

Actual Cost

Cost of notice	\$ 3,500.00
Filing fees	4,500.00
Incidentals	500.00
Hotel	67.07
Engineering Costs from Genesis for MFR Map Preparation	<u>4,617.50</u>
Total	<u>\$13,184.57</u>

Estimated Cost

2 additional notices, travel, copying, federal express, telephone and other	11,000.00
Travel, Hotel, Meals & Miscellaneous for November 2, 2000 Hearing	<u>500.00</u>
Total	<u>\$11,500.00</u>
Total Actual Plus Estimated Costs (including map)	<u>\$24,684.57</u>