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FLORIDA PUBLIC
SERVICE COMMISSION

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MAIL ROOM

BFF Corp
P.O. Box 5220
Ocala, FL 34478
352-622-4949

June 27, 2001

ORIGINAL
CK 1491
\$ 200.00
MC

SUS95
010989-SU

Mr. Troy Rendell
Florida Public Service Commission
2540 Shumard Oak Blvd
Tallahassee, FL 32399-0850

Re: Staff Assisted Rate Case - BFF Corp

Dear Mr. Rendell,

Enclosed is the application for a Staff Assisted Rate Case on behalf of BFF Corp. along with the required application fee of \$200.00.

In addition, BFF Corp. is respectfully requesting interim rates as calculated by Mr. George MacFarlane of Regulatory Consultants, Inc., 401 Interstate Boulevard, Sarasota, Florida. Based on the enclosed calculations and assuming that until the Staff Assisted Rate Case is completed, we are requesting either an emergency rate or interim rate to include a Base Facility Charge of \$47.02 and gallonage charge of \$12.27 per thousand gallons.

Your cooperation is sincerely appreciated.

DEPOSIT

DATE

DOES

JUN 28 2001


Charles deMenzes
AVP

DOCUMENT NUMBER-DATE

07500 JUN 28

FPSC-RECORDS/REPORTING

APPLICATION FOR A
STAFF ASSISTED RATE CASE

I. General Data

610919-50

A. Name of utility BFF CORP.

B. Address P.O. Box 5820 Ocala, FL 34478-5820

1. Telephone Nos. (352) 622-4949

2. County MARION Nearest city OCALA

3. General area served FOREST of GOLDEN HILL I & II,
SANDHILL Woods, ASCOT HEATH

C. Authority:

1. Water Certificate No. 8 Date received _____

2. Sewer Certificate No. 318-5 Date received 1/8/1990

3. Date utility started operations: Water _____ Sewer 1/8/1990

D. How system was acquired FORECLOSURE

If utility was purchased, give date _____ Amount Paid _____

1. Name of Seller _____

2. Was seller affiliated with present owners? _____

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

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

Proprietorship CORPORATION

F. Ownership & Officers:

	<u>Name</u>	<u>Title</u>	<u>Percent Ownership</u>
1.	<u>ROBERT BIRENBAUM</u>	<u>PRES</u>	<u>100%</u>
2.	<u>DEENA BIRENBAUM</u>	<u>SEC</u>	
3.	<u>CHARLES DEMENZES</u>	<u>AVP</u>	<u>0</u>
4.	_____	_____	_____

PSC/WAS 2 (Rev. 11/86)

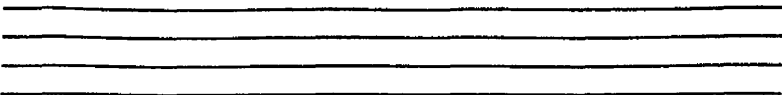
G. List of Associated Companies and Addresses:

1. NONE

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):



II. Accounting Data

A. Outside Accountant

- 1. Name _____
- 2. Firm _____
- 3. Address _____
- 4. Telephone (____) _____

B. Individual to contact on accounting matters:

- 1. Name CHARLES DE MENZES
- 2. Telephone 852) 622-4949

C. Location of books and records 1732 IVE 25th AVE Ocala

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

Date last filed 3/2001

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

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

1. Water	20__	19__
Cost of Plant In Service:	\$ _____	\$ _____
Less Accumulated Depreciation:	_____	_____
Less Contributed Plant:	_____	_____
Net Owner's Investment:	\$ _____	\$ _____

2. Sewer	20 <u>00</u>	19 <u>99</u>
Cost of Plant In Service:	\$ <u>507,977</u>	\$ <u>410,542</u>
Less Accumulated Depreciation:	<u>-145,218</u>	<u>-126,975</u>
Less Contributed Plant:	<u>- 27,858</u>	<u>- 29,512</u>
Net Owner's Investment:	\$ <u>334,901</u>	\$ <u>254,055</u>

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

1. Water	20 <u>00</u>	19 <u>99</u>
Revenues (By Class):		
a. _____	\$ _____	\$ _____
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

2000

1999

Revenues (By Class):

a. <u>RESIDENTIAL</u>	\$ <u>64,488</u>	\$ <u>62,686</u>
b. _____	_____	_____
c. _____	_____	_____
Total Operating Revenues:	\$ <u>64,488</u>	\$ <u>62,686</u>

Less Expenses:

a. Salaries & Wages - Employees	\$ -	\$ 0
b. Salaries & Wages - Officers, Directors, & Majority Stockholders	-	0
c. Employee Pensions & Benefits	-	0
d. Purchased Sewage Treatment	-	0
e. Sludge Removal Expense	<u>1955</u>	<u>6682</u>
f. Purchased Power	<u>3409</u>	<u>2911</u>
g. Fuel for Power Production	-	0
h. Chemicals	-	0
i. Materials & Supplies	<u>402</u>	<u>1547</u>
j. Contractual Services	<u>36,798</u>	<u>32,653</u>
k. Rents	-	0
l. Transportation Expenses	-	0
m. Insurance Expense	<u>720</u>	<u>720</u>
n. Regulatory Commission Expense	<u>3002</u>	<u>2820</u>
o. Bad Debt Expense	-	<u>120</u>
p. Miscellaneous Expense	<u>3611</u>	<u>462</u>
q. Depreciation Expense	<u>18,243</u>	<u>16,889</u>
r. Property Taxes	<u>552</u>	<u>487</u>
s. Other Taxes	-	-
t. Income Taxes	-	-
Operating Income (Loss)	\$ <u>(4,204)</u>	\$ <u>(2,605)</u>

H. Outstanding Debt:

	<u>Creditor</u>	<u>Date Borrowed</u>	<u>Balance Due</u>	<u>Interest Rate</u>	<u>Expiration Date</u>
1.	<u>REPUBLIC SEC BNK</u>	_____	<u>115,152</u>	<u>8.75%</u>	_____
2.	<u>MIRA INT'L</u>	_____	<u>18,952</u>	-	_____
3.	<u>B.J. BOARDERICK</u>	_____	<u>12,000</u>	<u>9%</u>	_____
4.	_____	_____	_____	_____	_____

I. Indicate Type of Tax Return Filed:

_____	Form 1120 - Corporation
<u>✓</u>	Form 1120S - Subchapter S Corporation
_____	Form 1065 - Partnership
_____	Form 1040 - Schedule C - Individual (Proprietorship)

A. Outside Engineering Consultant:

1. Name H.W. BARRINEAU
2. Firm H.W. BARRINEAU & ASSOC
3. Address 2100 SE 17th ST Suite 802 Ocala, FL 34471
4. Telephone (352) 840-9774

B. Individual to contact on engineering matters:

1. Name HAL BARRINEAU, P.E.
2. Telephone (352) 840-9774

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

CONSENT DECREE TO DE-COMMISSION PLANT.
COMPLETED APRIL 2001.

D. List any known service deficiencies and steps taken to remedy problems. _____

E. Name of plant operator(s) and DER operator certificate number(s) held. ENVIRO-MASTERS

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 N/A
under construction _____ proposed _____
2. Type and make of present treatment facilities DE-COMMISSIONED
3. Approximate average daily flow of treatment plant effluent _____
4. Approximate length of sewer mains:
Size (diameter) 8" 4" _____
Linear feet 8184 9563 _____
5. Number of manholes 32
6. Number of liftstations 3
7. How do you measure treatment plant effluent? Flow Meter
8. Is the treatment plant effluent chlorinated? N/A If yes, what is the normal dosage rate? _____

9. Tap in fees - Sewer \$ _____
10. Service availability fees - Sewer \$ 1620.00
11. Note DER Treatment Plant Certificate Number and date of expiration: Number FLA 012678 Expiration Date 4/30/2002
0542-017798-001
12. Total gallons treated during most recent twelve months 3,581,000
13. Sewage treatment purchased during most recent twelve months _____

H. Water

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 CHARLES DE MENZES
2. Telephone Number (852) 622-4949

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

1. Water:

- a. Residential Water _____
- b. General Service _____
- c. Special Contract _____
- d. Other _____

2. Sewer:

- a. Residential Sewer BFC - 26.92 5.85 PMG
- b. General Service _____
- c. Special Contract _____
- d. Other _____

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

	20__	19__
1. Water Metered		
a. Residential	_____	_____
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - specify	_____	_____
	20 <u>00</u>	19 <u>99</u>
2. Water Unmetered		
a. Residential	_____	_____
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - specify	_____	_____
	20 <u>00</u>	19 <u>99</u>
3. Sewer		
a. Residential	94	94
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - specify	_____	_____

V Affirmation

I, CHARLES DE MENZES 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 *Charles de Menzes*
 Title HVP

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.

BFF CORP.

CALCULATION OF ABANDONMENT LOSS AND NEW WASTEWATER RATES

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	
Line No.	Description	total cost of plant	total accum. depr.	net cost of plant	annual depr. expense			
1	<u>total plant in service before abandonment</u>							
2	total land	34,800		34,800				
3	total depr. plant in service	473,178	(140,263)	332,915	18,243			
4	<u>total plant in service</u>	<u>507,978</u>	<u>(140,263)</u>	<u>367,715</u>	<u>18,243</u>			
5								
6			total	net	annual			
7			accum.	cost of	amort.			
8		cost	amort.	CIAC	of CIAC			
9	<u>total CIAC before abandonment</u>							
10	<u>total fees collected</u>	<u>(42,916)</u>	<u>14,132</u>	<u>(28,784)</u>	<u>(1,480)</u>			
11								
12						total		
13			total	net	annual	annual		
14		total	accum.	cost of	depr.	return &		
15		cost of	depr.	assets	expense	depr. exp.	calculated	
16		assets	assets	to be	assets	on assets	amort.	
17		to be	to be	to be	to be	to be	period	
18	<u>abandoned plant assets</u>	<u>abandoned</u>	<u>abandoned</u>	<u>abandoned</u>	<u>abandoned</u>	<u>9.44%</u>	<u>abandoned</u>	
19	structures & improv.	17,415	(7,261)	10,154	645	959	1,804	
20	treatment & disposal	90,996	(81,417)	29,579	5,055	2,792	7,847	
21	sprayfield	163,838	(27,853)	135,985	9,102	12,837	21,939	
22	<u>total facilities to aband.</u>	<u>272,249</u>	<u>(86,531)</u>	<u>175,718</u>	<u>14,802</u>		<u>64.80</u>	
23	land to be out of service	15,000	0	15,000	0			
24	<u>total facilities to abandon.</u>	<u>287,249</u>	<u>(86,531)</u>	<u>190,718</u>	<u>14,802</u>			
25	less CIAC to be removed	(42,916)	14,132	(28,784)	(1,480)	(2,717)	(4,197)	
26	less FMV of land	(15,000)	0	(15,000)	0		excluding	
27							a return	
28	<u>net abandonment loss</u>	<u>229,333</u>	<u>(82,399)</u>	<u>146,934</u>	<u>13,322</u>	<u>13,871</u>	<u>132.40</u>	
29								
30	Note: the Utility is reducing the abandonment loss by CIAC in order to reduce the impact on its customers.							
31								
32		total	total	net	annual			
33		cost of	accum.	cost of	depr.			
34	<u>plant still in service</u>	<u>plant</u>	<u>depr.</u>	<u>plant</u>	<u>expense</u>			
35	plant to remain in service	220,729	(43,732)	176,997	3,441			
36	add lift station pumps	10,000	(200)	9,800	400			
37	force main (7,600 lf)	118,953	(2,203)	116,750	4,406			
38	<u>total revised plant in service</u>	<u>349,682</u>	<u>(46,135)</u>	<u>303,547</u>	<u>8,247</u>			
39								
40	return on plant in service			9.44%				
41	<u>total return on plant in service</u>			<u>28,655</u>				
42								
43	<u>determination of components of bulk treatment expense</u>							
44	total cost of bulk treatment			30,600.00				
45	less monthly base facility charges			5,534.88				
46	net gallonage charges			25,065.12				
47	divide by gallonage rate per 1,000 gallons			5.42				
48	total anticipated gallons of flow			4,624.56				
49	divide by annualized units (12 x 94)			1.128				
50	flow per unit per month in 1,000 gallons			4.0998				
51								
52			includes	includes		totals		
53			aband.	aband.	base	for base		
54			loss with	loss with	facility	facility &		
55	<u>determination of alternative rates</u>		a return	no return	charge	gallonage		
56	power		1,584	1,584		charge		
57	ins/postage/supplies		1,300	1,300	1,300	1,584	1,584	
58	officer's salary		12,000	12,000	12,000		1,300	
59	management fees		8,400	8,400	8,400		12,000	
60	real estate taxes		600	600	600		8,400	
61	bulk service charges		30,600	30,600	5,535	25,065	600	
62	abandonment loss		27,193	13,322	13,322		30,600	
63	miscellaneous		1,500	1,500	1,500		13,322	
64	depreciation		8,247	8,247	8,247		1,500	
65	return plant in service		28,655	28,655			8,247	
66	<u>total cost of service before psc fees</u>		<u>120,079</u>	<u>106,208</u>	<u>50,904</u>	<u>28,655</u>	<u>28,655</u>	
67	regulatory assessment fees		4,216	3,563	2,138	55,304	106,208	
68	<u>total gross revenue requirement</u>		<u>124,295</u>	<u>109,771</u>	<u>53,042</u>	<u>56,729</u>	<u>3,563</u>	
69	billed units or gallons		1,128	1,128	1,128	4,625	109,771	
70	monthly service rate or gallonage rate		110.19	97.31	47.02	12.27		
71	monthly gallons (000's) per unit					4.0998		
72	<u>total monthly charge</u>		<u>110.19</u>	<u>97.31</u>	<u>47.02</u>	<u>50.29</u>	<u>97.31</u>	
73			<u>flat rate</u>	<u>flat rate</u>				

(M)	(N)	(O)	(P)	(Q)	(R)	(S)	(T)	(U)
ACCUM. DEPR. 12/31/98	ASSETS ADDED 12/31/99	ASSETS 12/31/99	ANNUAL DEPR. EXPENSE 12/31/99	ACCUM. DEPR. 12/31/99	ASSETS ADDED 12/31/00	ASSETS 12/31/00	ANNUAL DEPR. EXPENSE 12/31/00	ACCUM. DEPR. 12/31/00
582		2,411	61	843		2,411	60	703
5,971		17,415	645	6,616		17,415	645	7,261
2,138		3,964	146	2,284	95,113	99,077	788	3,072
31,475		77,795	1,944	33,419		77,795	1,944	35,363
293		10,437	282	575		10,437	282	857
2,813		6,219	180	2,993		6,219	177	3,170
290	1,000	2,667	87	377	2,323	4,990	190	567
51,280	500	90,996	5,082	56,362		90,996	5,055	61,417
8,623	17,485	146,675	7,725	16,348		146,675	9,102	25,450
1,442		17,163	961	2,403		17,163		2,403
104,907	18,985	375,742	17,113	122,020	97,436	473,178	18,243	140,263
		<u>34,800</u>				<u>34,800</u>		
		<u>410,542</u>				<u>507,978</u>		

ACCUM. AMORT. 12/31/98	ACCUM. AMORT. 12/31/99	ACCUM. AMORT. 12/31/00
	568	568
	74	74
	148	148
	<u>391</u>	<u>391</u>
	<u>1,181</u>	<u>1,181</u>
	25	25
	<u>218</u>	<u>218</u>
	<u>243</u>	<u>243</u>
11,144	1,424	1,424
28	56	56
<u>11,172</u>	<u>1,480</u>	<u>1,480</u>
	12,568	13,992
	84	140
	<u>12,652</u>	<u>14,132</u>

BFF Corp Upgrade Costs				
		Pd	Bal Due	Pd By
Hamlet Construction	92,564.00	(68,518.00)	24,046.00	BFF
Hamlet Construction	250.00	(250.00)	-	BFF
Valves & Controls	3,088.55	(3,088.55)	-	MIRA
Aqua Pure	3,910.45	(3,910.45)	-	BFF
NEPCCO	150.00	(150.00)	-	BFF
US Filter	233.20	(233.20)	-	BFF
Barrineau & Assoc (Yr 2000)	20,438.24	(16,668.57)	3,769.67	BFF
R.M Barrineau - Survey	4,081.52	(4,081.52)	-	BFF
Crandon Electric	4,047.69	(4,047.69)	-	BFF
Florida Pump	6,528.87	(6,528.87)	-	BFF
Manhole Lining - est	3,161.50	(3,161.50)	-	BFF
Hughes Supply	1,752.48	(1,752.48)	0	BFF
AMJ Measure & Monitor	3,267.70	(3,267.70)	-	BFF
American Pipe & tank	2,800.00	(1,400.00)	1,400.00	BFF
Total Upgrade Costs	146,274.20	(117,058.53)	29,215.67	