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MARTIN S. FRIEDMAN, P.A.
 VALERIE L. LORD

October 18, 2004

Ms. Blanca Bayo
 Commission Clerk and Administrative Services Director
 Florida Public Service Commission
 2540 Shumard Oak Boulevard
 Tallahassee, FL 32399

HAND DELIVERY

COMMISSION
 CLERK

OCT 18 PM 12:30

RECEIVED-FPSC

Re: Docket No. 030444-WS; Application by Bayside Utility Services, Inc., for Rate Increase in Bay County, Florida
Our File No.: 30057.57

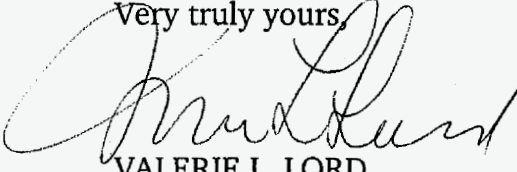
Dear Ms. Bayo:

Enclosed please find for filing in the above-referenced docket the original and fifteen (15) copies of the following:

1. Direct Testimony of Steven M. Lubertozzi
2. Direct Testimony of Patrick C. Flynn
3. Direct Testimony of Frank Seidman

Should you have any questions concerning the enclosed, please do not hesitate to give me a call.

CMP _____
 COM 3
 CTR Org.
 ECR _____
 GCL 1
 OPC VLL/mp
 MMS Enclosures

Very truly yours,

 VALERIE L. LORD
 For the Firm

RCA cc: Ms. Tricia Merchant (w/enclosures) (via hand delivery)
 SCR _____ Mr. Bart Fletcher (w/enclosures) (via hand delivery)
 SEC 1 Mr. Steven M. Lubertozzi (w/enclosures)
 OTH _____ Mr. Patrick C. Flynn (w/enclosures)
 _____ Mr. Frank Seidman (w/enclosures)

Lubertozzi - 11186-04
 Flynn - 11187-04
 Seidman - 11188-04

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application of
BAYSIDE UTILITY SERVICES, INC.,
for an increase in water and wastewater
rates in Bay County, Florida

DOCKET NO. 030444-WS

NOTICE OF FILING

BAYSIDE UTILITY SERVICES, INC., by and through its undersigned attorneys, hereby gives notice of filing in the above-referenced docket the Direct Testimony of Steven M. Lubertozi.

Respectfully submitted this 18th day of
October, 2004, by:

ROSE, SUNDSTROM & BENTLEY, LLP
600 S. North Lake Boulevard, Suite 160
Altamonte Springs, Florida 32701
(407) 830- 6331
(407) 830-8522 (fax)



VALERIE L. LORD
MARTIN S. FRIEDMAN
For the Firm

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET NO. 030444-WS

BAYSIDE UTILITY SERVICES, INC.

DIRECT TESTIMONY OF

STEVEN M. LUBERTOZZI

REGARDING THE APPLICATION FOR

INCREASE IN WATER AND WASTEWATER

RATES AND CHARGES

IN

BAY COUNTY, FLORIDA

1 TESTIMONY OF STEVEN M. LUBERTOZZI
2 BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
3 REGARDING THE APPLICATION FOR INCREASE
4 IN WATER AND WASTEWATER RATES AND CHARGES
5 IN BAY COUNTY, FLORIDA
6 BY BAYSIDE UTILITY SERVICES, INC.
7 DOCKET NO. 030444-WS

8 **Q. Please state your name, occupation and business address**
9 **for the record.**

10 A. My name is Steven M. Lubertozzi. I am employed as the
11 Director of Regulatory Accounting at Utilities, Inc., 2335
12 Sanders Road, Northbrook, Illinois 60062.

13 **Q. Please summarize your professional background.**

14 A. I have been employed by Utilities, Inc. since June of 2001.
15 Since that time I have been involved in many phases of rate-
16 making in several regulatory jurisdictions. I graduated from
17 Indiana University in 1990, and I am a Certified Public
18 Accountant. I had four years of public accounting/financial
19 analysis experience prior to joining Utilities, Inc. I am a
20 member of the American Institute of Certified Public
21 Accountants and I have successfully completed the utility
22 regulation seminar sponsored by NARUC. I have testified

1 before this Commission, and testified or filed testimony before
2 the Illinois Commerce Commission, the South Carolina Public
3 Service Commission, the New Mexico Public Regulatory
4 Commission, the Indiana Utility Regulatory Commission, the
5 Maryland Public Service Commission and the North Carolina
6 Utilities Commission.

7 **Q. Please explain your job responsibilities at Utilities, Inc.?**

8 A. My responsibilities encompass all aspects of utility regulation
9 in sixteen of the states in which Utilities, Inc. operates. These
10 duties include preparation of rate case applications,
11 coordinating utility commission audits, developing and
12 delivering testimony before utility commissions, obtaining
13 utility commission approval of territory expansions and system
14 transfers and keeping apprised of industry trends and current
15 events.

16 **Q. In connection with your responsibilities with Utilities, Inc.,**
17 **were the Financial, Rate and Engineering Minimum Filing**
18 **Requirements filed in this case prepared by you or under**
19 **your supervision?**

20 A. Yes. The Minimum Filing Requirements (*MFRs*) are attached
21 as Exhibit "1" to the Application of Bayside Utility Services,
22 Inc. (*Bayside*) for an increase in its water and wastewater rates,

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previously introduced as Exhibit "1" by Mr. Seidman. Exhibit (FS-1)___ The Financial and Rate sections for Bayside were prepared by Mr. Seidman, using information provided by me. The MFRs accurately reflect the financial books and records of Bayside, and the financial condition of Bayside.

Q. Do you anticipate that the amount of rate case expense will increase over the amount estimated in the MFRs?

A. Yes, the amount of rate case expense will increase over and above the amount originally estimated, as reflected in the MFRs. As is customary, we will provide to the Commission a revised schedule of rate case expenses actually incurred and rate case expense which we estimate will be incurred through the completion of this case.

Q. Does this conclude your testimony?

A. Yes, it does.

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET NO. 030444-WS

BAYSIDE UTILITY SERVICES, INC.

DIRECT TESTIMONY OF

STEVEN M. LUBERTOZZI

REGARDING THE APPLICATION FOR

INCREASE IN WATER AND WASTEWATER

RATES AND CHARGES

IN

BAY COUNTY, FLORIDA

EXHIBITS TO

DIRECT TESTIMONY OF

STEVEN M. LUBERTOZZI

Please refer to the MFRs attached as Exhibit 1 to the Application and to the Direct
Testimony of Mr. Frank Seidman for Exhibit (FS-1) _____.