

State of Florida



Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAKS BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

RECEIVED-FPSC
11 JAN 11 PM 2:44

-M-E-M-O-R-A-N-D-U-M-

COMMISSION
CLERK

DATE: January 11, 2011
TO: Ann Cole, Commission Clerk - PSC, Office of Commission Clerk
FROM: Bart Fletcher, Public Utilities Supervisor, Division of Economic Regulation *BF*
RE: Docket No. 100127-WS, Application for increase in water and wastewater rates in Marion County by Tradewinds Utilities, Inc.

Attached is a letter dated January 7, 2011, from Mr. Charles deMenzes to Mr. Marshall Willis for inclusion in the docket file in the above-referenced docket.

DOCUMENT NUMBER DATE
00256 JAN 11 =
FPSC-COMMISSION CLERK

Tradewinds Utilities, Inc.

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

January 7, 2011

Mr. Marshall Willis
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

RE: Docket No. 100127-WS

Dear Mr. Willis,

Per your letter of December 20, 2010 the following responses are hereby tendered.

1. Attached please find a schedule B-8 Revision 2 which corrects the prior test year to 1993 as it was a typo error, but the figures are correct. As to the various increases please note that in 1993 we did not serve two (2) subdivisions and a shopping center which more than doubled our service area.
2.
 - A) The only two (2) consultants employed by Tradewinds Utilities are Tangibl, LLC and Ms. Marsha Rule of Rutledge, Ecenia & Purnell, P.A.. Fees for these consultants are Tangibl, LLC is \$12,500.00 and legal fees by Ms. Marsha Rule at a rate of \$290.00 per hour. The law firm of Rose, Sundstrom & Bentley, LLP was originally used but no longer represents Tradewinds Utilities, Inc.
 - B) Copies of Tangibl, LLC invoice enclosed along with Legal fees paid to date.
 - C) N/A
 - D) Estimated cost to complete for Tangibl, LLC in addition to the \$12,500.00 would be 10 hours at \$125.00 per hour for interrogatory responses. Legal fees would be 8 hours at \$290.00 per hour as required. Employee (deMenzes) should be about 40 hours at \$100.00 per hour as Qualified Representative responding to Staff requests.
 - E) Itemized costs would mainly include printing notices and postage.
3. Please refer to item 1 above referencing expansion of service area.
4. See attached computer printout. I am afraid bad debt write offs are total and not available by water and wastewater and can include multiple months.
5. \$16,039.21 was a carry over from 2008 and posted in January 2009.
6. Please see attached scheduled B-6 which has been approved by your engineer.
7. A Board resolution from December 2010 stipulated a personnel salary increase of 5% as our employees have not had a raise in five (5) years. This stipulation was subject to cash flow increase via the MFR. Copy attached.
8. The personal loan from deMenzes was expected to be repaid within 90 days and therefore interest was not indicated at that time. Some payments have been made and plans are to payoff the loan in 2011.

Sincerely



Charles deMenzes

DOCUMENT NUMBER-DATE
00256 JAN 11 =
FPSC-COMMISSION CLERK

11 JAN 11 AM 8:38
ECONOMIC REGULATION
COMMUNICATIONS SERVICE

STATE OF FLORIDA

COMMISSIONERS:
ARTHUR GRAHAM, CHAIRMAN
LISA POLAK EDGAR
NATHAN A. SKOP
RONALD BRISE
EDUARDO BALBIS



MARSHALL WILLIS, DIRECTOR
DIVISION OF ECONOMIC REGULATION
(850) 413-6900

Public Service Commission

December 20, 2010

Mr. Charles DeMenzes
Tradewinds Utilities, Inc.
P. O. Box 5220
1410 NE 8th Avenue
Ocala, FL 34478

Re: Docket No. 100127-WS - Application for an increase in water rates in Marion County, Florida by Tradewinds Utilities, Inc.

Dear Mr. DeMenzes:

Staff needs the following information to complete our review of the application filed by Tradewinds Utilities, Inc. (TUI or Utility).

1. In the MFR's filed September 27, 2010 the utility showed a prior test year of 12/31/1991. In the revised MFR's filed November 22, 2010 a 12/31/1993 prior test year is used for some schedules. On Schedule 7, for example, the Salaries & Wages in the original filing were \$22,044 and the revised MFR's show Salaries & Wages of \$12,180. The Purchased Power went from zero to \$2,723 in the revised MFR's while the Contractual Services – Testing went from \$10,519 to zero. Similar changes also appear on Schedule B-8. Please explain.
2. The following items relate to Tradewinds' requested rate case expense:
 - a. For each individual person, in each firm providing consulting services to Tradewinds pertaining to this docket, provide the billing rate, and an itemized description of work performed. Please provide detail of hours worked associated with each activity. Also provide a description and associated cost for all expenses incurred to date.
 - b. For each firm or consultant providing services for Tradewinds in this docket, please provide copies of all invoices for services provided to date.
 - c. If rate consultant invoices are not broken down by hour, please provide reports that detail by hour, a description of actual duties performed, and amount incurred to date.
 - d. Please provide an estimate of costs to complete the case by hour for each consultant or employee, including a description of estimated work to be performed, and detail of the estimated remaining expense to be incurred through the PAA process.
 - e. Please provide an itemized list of all other costs estimated to be incurred through the PAA process.

Mr. Charles DeMenzes

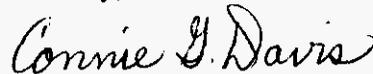
Page 2

December 20, 2010

3. Please explain why the Chemicals expense in 2009 on Schedule B-7 is less than half of the amount for Chemicals in 1991.
4. What were the actual bad debt expenses for 2008? What are the actual bad debt expenses for the first eleven months of 2010? Please identify for the water and wastewater separately.
5. Please explain (in detail) the increase in Miscellaneous Expenses from 1991 to the 2009 test year.
6. For the Used and Useful calculations in Schedule-6 (Rev. 1), please provide the inflow and infiltration (I&I) calculation justifying the 19 percent excess I&I determination indicated in Schedule-6 (Rev. 1).
7. In MFR schedule B-3, Tradewinds has requested a 5 percent salary and wage increase and an increase in healthcare costs. Please provide any and all calculations, workpapers, support documentation and/or studies that justify these increases.
8. In MFR Schedule D-5, lines 3 and 4 show "Due to deMenzes" with a zero percent cost rate. for example, Please explain why there is a zero cost rate, state if any principle payments have been made, and provide all documentation for the debt obligation.

Please submit the above information to the Office of Commission Clerk by January 19, 2011. If you have any questions, please contact me by phone at (850) 413-6932 or by e-mail at cdavis@psc.state.fl.us.

Sincerely,



Connie Davis
Regulatory Analyst II

cc: Division of Economic Regulation (Fletcher, Maurey, Daniel, Cicchetti, Lingo, Reiger)
Office of the General Counsel (Jaeger)
Office of Commission Clerk (Docket No. 100127-WU)

Detail of Operation & Maintenance Expense Comparison - Wastewater

Florida Public Service Commission

Company: Tradewinds Utilities, Inc.

Schedule: B-8 [Revision 2]

Docket No.: 100127

Page 1 of 1

Historical Test Year Ended: December 31, 2009

Preparer: W. Wade Horgan, CRRA

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not filed a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

Line No.	(1) Account No. and Name	(2) Prior TY 12/31/1993	(3) Current TY 12/31/2009	(4) TY Adjs. Per B-3	(5) Adjusted TY 12/31/2009	(6) \$ Difference	(7) % Difference	(8) Explanation	
1	701 - Salaries & Wages - Employees	13,858	\$ 81,600	\$ 3,526	\$ 85,126	71,268	514.28%	Tradewinds was a Class C utility during the 1993 test year. It is now a Class B utility, which has different requirements. Changes in employee benefit costs are directly related to changes in premium costs and increases in salaries for employees, which is correlated with the change from a Class C utility to a Class B utility. Changes in purchased power are directly related to changes in power usage and tariff rates. Changes in purchased power are directly related to changes in power usage and tariff rates. Changes in chemical costs are directly related to changes in prices from chemical suppliers.	
2	704 - Employee Pensions and Benefits	904	2,295	721	3,016	2,112	233.49%		
3	711 - Sludge Removal Expense	2,953	8,147	-	8,147	5,195	175.94%		
4	715 - Purchased Power	8,600	23,564	-	23,564	14,964	174.00%		
5	718 - Chemicals	2,094	6,007	-	6,007	3,913	186.91%		
6	720 - Materials & Supplies	2,696			-	(2,696)	-100.00%		
7	734 - Contractual Services - Legal		6,740	-	6,740	6,740	n/m		
8	734 - Contractual Services - Mgt. Fees	18,062	22,125	-	22,125	4,063	22.50%		
9	736 - Contractual Services - Other		8,880	-	8,880	8,880	n/m		
10	741 - Rental of Building/Real Property	6,054	7,650	-	7,650	1,596	26.37%		
11	741 - Insurance - General Liability	2,694	4,845	-	4,845	2,151	79.63%		Changes in insurance expenses are directly related to increased premiums from the insurance providers.
	750 - Transportation Expense	2,485			-	(2,485)	-100.00%		
12	759 - Law Suit Settlement	-	62,500	(62,500)	-	-	n/m		
13	766 - Regulatory Commission Expenses - Amortization of Rate Case Expense	-	-	2,625	2,625	2,625	n/m		There was no amortized rate case expense in the previous test year. Bad debts percentage increases with higher rates. Additionally, a weaker economic environment leads to more customers moving out of the complexes without paying.
14	770 - Bad Debt Expense	306	-	3,412	3,412	3,106	1014.34%		
15	775 - Miscellaneous Expenses	906	5,083	-	5,083	4,177	461.32%	Tradewinds was a Class C utility during the 1993 test year. It is now a Class B utility, which has different requirements.	
16									
17	TOTAL	\$ 61,611	\$ 239,436	\$ (52,216)	\$ 187,220	\$ 125,609	203.87%		
18									
19	Total Customers (ERC's)	130			194	64	49.23%		
20									
21	Consumer Price Index - U	144.5			215.9	71.4	49.41%		
22									
23			Benchmark Index: Increase in Customer ERCs			49.23%			
24			Increase in CPI			49.41%			
25						122.97%			



301 Oxford Valley Rd / Suite 1604 / Yardley, Pennsylvania 19067-7706
TEL 215.369.9345 / FAX 215.369.9344 / www.tangibl.com

INVOICE

SOLD TO: Tradewinds Utilities
P.O. Box 5220
1410 NE 8th Avenue
Ocala, FL 34478

DATE: December 10, 2010
INVOICE #: 40-34004.09
TERMS: Net 30 days

ATTENTION: Mr. Charles DeMenzes

FORM OF CONTRACT: Verbal NTP

REQUESTED BY: Charles DeMenzes

PROJECT: DeMenzes Tradewinds Utilities

SCOPE OF SERVICES: Prepare rate case filing.

PROFESSIONAL SERVICES

TIME PERIOD: 11/01/10 TO 11/30/10

	<u>AMOUNTS</u>
Lump Sum Quote	\$12,500.00
Previous Amount Billed	\$8,500.00
Amount Due This Month	\$1,000.00
Remaining Amount	<u>\$3,000.00</u>

TOTAL AMOUNT DUE THIS INVOICE: \$1,000.00

INVOICES BEING PAID BY TRADEWINDS UTILITIES, INC. CHECK # 3521

Vendor	Name	Invoice Number	Inv Date	Pay Date	Inv Amount
631004	TANGIBL, LLC	40-34004.09	12/10/2010	12/15/2010	1000.00

Tradewinds Utilities, Inc.
P.O. Box 5220
Ocala, FL 34478

Check No. 3521

63-1314/ 631

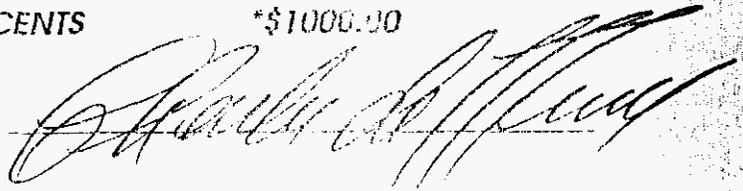
PAY TO THE
ORDER OF TANGIBL, LLC

12/15/2010

***\$1,000 DOLLARS AND .00 CENTS

*\$1000.00

Independent National Bank



⑈03521



REDACTED

TANGIBL, LLC
301 OXFORD VALLEY RD # 1604
YARDLEY, PA 19067-7706

Rutledge, Ecenia & Purnell, P.A.

P.O. Box 551
Tallahassee, FL 32302
850-681-6788 (Office)
850-681-6515 (Fax)
FEIN: 59-3142223

September 23, 2010

TRADEWINDS UTILITIES, INC.
ATTN: CHARLES DEMENZES, PRESIDENT
P.O. BOX 4230
OCALA, FL 34478

Invoice # 33444
Client # 2766-00001
Billed through 08/31/2010

2010 RATE CASE

PROFESSIONAL SERVICES

08 03 2010	MER	PREPARE DRAFT REQUEST FOR CHARLES DEMENZES'S APPOINTMENT AS QUALIFIED REPRESENTATIVE OF C.F.A.T. AND TRADEWINDS AND DRAFT AFFIDAVIT SUPPORTING SAME; EMAIL MEMORANDUM TO CHARLES DEMENZES RE: REQUIRED FAMILIARITY WITH VARIOUS STATUTES AND RULES	0.75 hrs	\$217.50
08 04 2010	MER	TELEPHONE CONFERENCE WITH CHARLES DEMENZES RE: HIS EXPERIENCE AND KNOWLEDGE OF UTILITY MATTERS; REVISE DRAFT AFFIDAVIT IN SUPPORT OF REQUEST FOR APPOINTMENT AS QUALIFIED REPRESENTATIVE	0.40 hrs	\$116.00
08 11 2010	MER	RECEIVE AND REVIEW AFFIDAVIT OF CHARLES DEMENZES IN CONNECTION WITH QUALIFIED REPRESENTATIVE APPLICATION AND CORRESPONDENCE WITH FORMER COUNSEL RE: SELF-REPRESENTATION; FINALIZE QUALIFIED REPRESENTATIVE APPLICATION FOR FILING; EMAIL TO CHARLES DEMENZES RE: SAME	0.25 hrs	\$72.50
08 12 2010	MER	PREPARE LETTER TO FPSC REQUESTING FILING OF QUALIFIED REPRESENTATIVE APPLICATION AND AFFIDAVIT; FINALIZE ALL FOR FILING; EMAIL TO CHARLES DEMENZES WITH FILE-STAMPED COPY OF APPLICATION	0.20 hrs	\$58.00
08 13 2010	MER	EMAIL CORRESPONDENCE WITH CHARLES DEMENZES RE: QUALIFIED REPRESENTATIVE APPLICATION	0.10 hrs	N/C

08/17/2010	MER	OBTAIN AND REVIEW ORDER GRANTING QUALIFIED REPRESENTATIVE APPLICATION; EMAIL TO CHARLES DEMENZES RE: SAME	0.10 hrs	\$29.00
			Total Fees	<hr/> \$493.00

BILLING SUMMARY

Total professional services	\$493.00
Total of new charges for this invoice	<hr/> \$493.00
Total balance now due	<hr/> \$493.00 <hr/>

LAW OFFICES
ROSE, SUNDSTROM & BENTLEY, LLP

P.O. BOX 1567
TALLAHASSEE, FLORIDA 32302-1567

F.E.I.# 59-2783536

(850) 877-6555

PLEASE REFER TO INVOICE NUMBER
WHEN REMITTING

TRADEWINDS UTILITIES, INC.
CHARLES DEMENZES
P.O. BOX 5220
OCALA, FL 34478-5220

MAY 10, 2010
INVOICE # 42442
FILE # 34017-00002
PAGE 1

MATTER: 12/31/09 TY RATE CASE

4/05/10 REVIEW TEST YEAR APPROVAL LETTERS AND LETTER TO .20
MR. deMENZES AND MR. CLAYTON

TOTAL HOURS .20

PROFESSIONAL FEES \$ 66.00

TOTAL COSTS ADVANCED \$.00

TOTAL STATEMENT -----
\$ 66.00
=====

LAW OFFICES
ROSE, SUNDSTROM & BENTLEY, LLP

P.O. BOX 1567
TALLAHASSEE, FLORIDA 32302-1567

F.E.I.# 59-2783536

(850) 877-6555

PLEASE REFER TO INVOICE NUMBER
WHEN REMITTING

TRADEWINDS UTILITIES, INC.
CHARLES DEMENZES
P.O. BOX 5220
OCALA, FL 34478-5220

APRIL 9, 2010
INVOICE # 42129
FILE # 34017-00002
PAGE 1

MATTER: 12/31/09 TY RATE CASE

3/11/10 RESEARCH AND DRAFT TEST YEAR REQUEST LETTER .80

TOTAL HOURS .80

PROFESSIONAL FEES \$ 264.00

FEDERAL EXPRESS 12.41
COPIES FROM PSC 3.32

TOTAL COSTS ADVANCED \$ 15.73

TOTAL STATEMENT -----
\$ 279.73
=====

ACCT #	DATE	C/J	NUM	BEG BAL	TR AMT	DESCRIPTION
655000	11/04/2009	2	1104		300.00	WATER FEES..11/04/2009
655000	12/01/2009	2	1201		375.00	WATER..12/01/2009
CR	0.00	DB		3,825.00		ENDING ACCOUNT BALANCE
670000	BAD DEBT EXPENSE WATER			0.00		BEGINNING ACCOUNT BALANCE
CR	0.00	DB		0.00		ENDING ACCOUNT BALANCE
675000	MISC EXPENSE WATER			0.00		BEGINNING ACCOUNT BALANCE
675000	01/01/2009	2	101		1,053.35	SEP 08 SUPPLY..01/01/2009
675000	01/01/2009	2	101		4,825.00	SEP 08 MAINT..01/01/2009
675000	01/01/2009	2	101		690.96	AUG 08 MAINT..01/01/2009
675000	01/01/2009	2	101		1,425.00	JUL 08 MAINT..01/01/2009
675000	01/01/2009	2	101		2,725.00	JUN 08 MAINT..01/01/2009
675000	01/01/2009	2	101		1,230.00	DEC 08 MAINT..01/01/2009
675000	01/01/2009	2	101		300.00	NOV 08 MAINT..01/01/2009
675000	01/01/2009	2	101		430.00	OCT 08 MAINT..01/01/2009
675000	01/01/2009	2	101		<u>3,350.00</u>	<u>OCT 08 MAINT..01/01/2009</u>
675000	01/02/2009	2	102		129.95	CC CHGS..01/02/2009
675000	01/16/2009	1	3174		45.90	WALTON'S RENTAL CENTER-48080..01/16/2009
675000	01/23/2009	1	3178		109.71	ADVANCED SECURITY, INC.-19794..01/23/2009
675000	01/29/2009	2	129		2,185.52	JAN 09 MAINT..01/29/2009
675000	02/13/2009	1	3193		125.00	HAROLD ELLZEY PLUMBING-95392..02/13/2009
675000	02/26/2009	1	3201		130.00	FLORIDA RURAL WATER ASSOC.-TRA..02/26/2009
675000	02/28/2009	2	228		63.90	CC CHGS..02/28/2009
675000	02/28/2009	2	228		1,450.00	MAINT FEB..02/28/2009
675000	03/06/2009	1	3207		421.00	CRANDON ELECTRIC CO, INC.-3269..03/06/2009
675000	03/31/2009	2	331		600.00	MAR MAINT..03/31/2009
675000	04/30/2009	2	430		55.35	CC CHGS..04/30/2009
675000	04/30/2009	2	430		1,525.00	APR MAINT..04/30/2009
675000	05/08/2009	1	3239		58.84	WALTON'S RENTAL CENTER-49265..05/08/2009
675000	05/30/2009	2	530		15.00	MAINT..05/30/2009
675000	05/30/2009	2	530		50.00	MAINT..05/30/2009
675000	05/30/2009	2	530		150.00	TRACTOR REPAIR..05/30/2009
675000	06/12/2009	1	3257		318.00	HAROLD ELLZEY PLUMBING-96423..06/12/2009
675000	06/30/2009	2	630		390.00	MAINT..06/30/2009
675000	06/30/2009	2	630		55.29	CC CHGS..06/30/2009
675000	07/03/2009	1	3264		50.00	CITY OF OCALA-A29001 33634 2009..07/03/2009
675000	07/14/2009	2	714		25.00	SRF..07/14/2009
675000	07/24/2009	1	3277		502.50	HAROLD ELLZEY PLUMBING-96786..07/24/2009
675000	07/24/2009	1	3277		135.00	HAROLD ELLZEY PLUMBING-96785..07/24/2009
675000	07/31/2009	2	731		64.02	CC CHGS..07/31/2009
675000	07/31/2009	2	731		212.50	JULY MAINT..07/31/2009
675000	07/31/2009	2	731		375.00	JULY MAINT..07/31/2009
675000	08/14/2009	1	3289		200.00	FL PUBLIC SERVICE COMMISSION-W..08/14/2009
675000	08/31/2009	2	831		77.24	CC CHGS..08/31/2009
675000	08/31/2009	2	831		500.00	AUG MAINT..08/31/2009
675000	09/25/2009	1	3314		115.00	HAROLD ELLZEY PLUMBING-97276..09/25/2009
675000	09/25/2009	1	3314		438.01	HAROLD ELLZEY PLUMBING-97462..09/25/2009
675000	09/30/2009	2	930		976.00	SEPT MAINT..09/30/2009

16,089.31

2008

100253	60	315.38	09/02/2008	0.00
100276	60	38.35	08/26/2008	0.00
100355	60	80.34	10/24/2008	0.00
100421	60	12.53	12/29/2008	0.00
101241	60	69.62	12/29/2008	0.00
101256	60	445.88	08/26/2008	0.00
101476	60	268.24	12/29/2008	0.00
200272	60	50.61	12/29/2008	0.00
200302	60	55.35	12/24/2008	0.00
200522	60	108.03	02/04/2008	0.00
200923	60	0.91	09/24/2008	0.00
201241	60	2.79	10/24/2008	0.00
303044	60	58.88	10/24/2008	0.00
304214	60	33.11	02/12/2008	0.00
304255	60	79.74	08/26/2008	0.00
304617	60	39.43	10/24/2008	0.00
305141	60	46.12	06/02/2008	0.00
305162	60	244.21	08/26/2008	0.00

Total Bad Debt Write offs

Number 18 Dollar Amount 1949.52

2009

100175	60	118.58	04/09/2009	0.00
100298	60	123.38	11/30/2009	0.00
100351	60	56.65	06/25/2009	0.00
100352	60	21.31	12/29/2009	0.00
100422	60	85.90	04/09/2009	0.00
100548	60	76.83	06/25/2009	0.00
100652	60	81.50	11/30/2009	0.00
100755	60	31.91	05/27/2009	0.00
100811	60	146.97	11/30/2009	0.00
100833	60	221.63	06/25/2009	0.00
100896	60	28.62	11/30/2009	0.00
100897	60	115.32	06/25/2009	0.00
101409	60	162.69	06/25/2009	0.00
200300	60	24.41	04/13/2009	0.00
200348	60	148.78	06/25/2009	0.00
200354	60	27.59	06/25/2009	0.00
200361	60	10.76	08/14/2009	0.00
200434	60	48.99	11/30/2009	0.00
201212	60	146.41	11/30/2009	0.00
201233	60	33.32	06/25/2009	0.00
201273	60	110.46	06/25/2009	0.00
201303	60	1.00	02/25/2009	0.00
303054	60	9.36	10/27/2009	0.00
304216	60	101.66	06/25/2009	0.00
304256	60	0.01	02/18/2009	0.00
304257	60	177.13	06/25/2009	0.00
304586	60	76.87	04/09/2009	0.00
606422	60	19.92	06/20/2009	0.00
706900	60	406.11	06/25/2009	0.00
Total Bad Debt Write offs				

Number 29 Dollar Amount 2614.07

2010

100015	60	165.43	05/27/2010	0.00
100334	60	10.00	06/18/2010	0.00
100441	60	337.66	08/26/2010	0.00
100533	60	50.56	12/27/2010	0.00
100612	60	56.04	12/07/2010	0.00
101450	60	78.32	05/18/2010	0.00
101450	60	57.09	06/01/2010	0.00
200391	60	41.72	03/25/2010	0.00
304070	60	65.80	03/25/2010	0.00
304212	60	234.24	08/26/2010	0.00
304251	60	129.92	08/26/2010	0.00
306163	60	135.65	12/27/2010	0.00
307141	60	79.36	12/27/2010	0.00
606055	60	290.40	12/27/2010	0.00
606426	60	86.09	03/25/2010	0.00
Total Bad Debt Write offs				

Number 15 Dollar Amount 1818.28

Used and Useful Calculations
Wastewater Treatment Plant

Florida Public Service Commission

Company: Tradewinds Utilities, Inc.
Docket No.: 100127
Historical Test Year Ended: December 31, 2009

Schedule: F-6 [Revision 2]
Page 1 of 1
Preparer: W. Wade Horigan, CRRA

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the wastewater treatment plant(s) for the historical test year and the projected test year (if applicable).

Line No.	(1) Sewer System	(2) 12/31/2009 Customers	(3) % Excess I&I	(4) Treatment %U&U
1	All	292	19%	100%
2				
3	Total U&Us	292	19%	100%

Recap Schedules : A-6, A-10, B-14

Wastewater Collection System

As of the end of the test year there were 38 commercial customers. The following is the build out of the system.

Premises	Total	Occupied	Not Occupied
Residential	254	254	-
Multi-Unit	-	-	-
Commercial	38	38	-
	<u>292</u>	<u>292</u>	<u>-</u>

As shown on the maps accompanying the filing , there are no unoccupied lots in the system. As such, the system should be considered 100% used and useful.

Yearly Flow	21,431,000
Permitted	81,000
Daily Avg	58,715
Used Per	
25-30.432	72%

RESOLUTION OF BOARD OF DIRECTORS

Tradewinds Utilities, Inc..

RESOLVED that

Upon completion and approval of the utility rate case docket no: 100127-WS by the Florida Public Service Commission and subsequent to implementing said rate increase and provided sufficient funds are available, the company shall increase compensation to all utility employees by five (5%) percent for the year 2011. Further resolve that the increase shall be effective as of January 1, 2011.

CERTIFICATION

I HEREBY CERTIFY that the foregoing is a true and correct copy of a resolution presented to and adopted by the Board of Directors of TRADEWINDS UTILITIES, INC., at a meeting duly called and held at 1410 NE 8th Avenue, Ocala, Florida 34470 on the 31st of December, 2010 at which a quorum was present and voted, and that such resolution is duly recorded in the minute book of this corporation; that the officers named in said resolution have been duly elected or appointed to, and are the present incumbents of the respective offices set after their respective names.


(Secretary)