

State of Florida



**Public Service Commission**  
CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD  
TALLAHASSEE, FLORIDA 32399-0850

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

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**DATE:** October 8, 2013  
**TO:** Ann Cole, Commission Clerk, Office of Commission Clerk  
**FROM:** JoEllen Kelly, Public Utility Analyst I, Division of Accounting and Finance  
**RE:** Docket No. 130212-WS - Application for increase in water and wastewater rates in Polk County by Cypress Lakes Utilities, Inc. of Florida.

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The attached documents were received via Federal Express on September 30, 2013. The documents contain schedules that should be included with the Minimum Filing Requirements, Volume I for this docket. Schedules included with this memo are Schedule C-7, page 3, Schedule D-6, Schedule E-2 W, and Schedule E-2 WW, page 1 of 3. Please incorporate the attached Schedules into the docket file.

RECEIVED-FPSC  
13 OCT -8 PM 12:14  
COMMISSION  
CLERK

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 130212-WS  
Test Year Ended: December 31, 2012

Schedule: C-7  
Page 3 of 4  
Preparer: Jason Barrett

Explanation: Explain accounting policy as to method of amortization for both progress payment and other ITC. Explanation should include at least a description of how the time period for amortization is determined, when it begins, under what circumstances it changes, etc. If there are unused ITC, supply a schedule showing year generated, amount generated, total amount used and remaining unused portion.

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Line  
No.

1                    The Utility has no investment tax credits; therefore, this schedule is not applicable.

Cost of Variable Rate Long-Term Debt  
Simple Average

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 130212-WS  
Test Year Ended: December 31, 2012  
Utility  or Parent   
Historic  or Projected

Explanation: Provide the specified data on variable cost long-term debt issues on a 13 month average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Schedule: D-6  
Page 1 of 1  
Preparer: Regence Norwoods

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
Line No.	Description, Coupon Rate, Years of Life	Issue Date-Maturity Date	Principal Amount Sold (Face Value)	13 Month Principal Amount Outstanding	13 Month Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual Amortization of Discount (Premium) on Principal Outstanding	Annual Amort. of Issuing Expense on Principal Outstanding	Basis of Variable Rate (i.e. Prime + 2%)	Interest Cost (Test Year Cost Rate x Col. (4))	Total Interest Cost (8)+(9)+(11)	Effective Cost Rate 12)/((4)-(6)-(7))

1 Not Applicable

Total \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - %

Note: Variable rate long term debt is actual for Cypress Lakes Utilites, Inc.'s parent company, Utilities, Inc.

Supporting Schedules: None  
Recap Schedules: A-19,D-2

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 130212-WS  
 Schedule Year Ended: December 31, 2012  
 Water [X] or Sewer [ ]

Schedule: E-2 W Interim/Final  
 Page 1 of 1  
 Preparer: F. Seidman

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be made for each period.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Line No.	Class/Meter Size	Billing Units Test Year	Gallons (000) Test Year	Test Year Rates eff. 8.10.11	Test Year Revenues	Proposed Interim Rates	Revenue at Interim Rates	Proposed Rates	Revenue at Proposed Rates
1	Residential - Base Charge								
2	5/8"	17,160		\$ 5.99	102,788	\$ 7.68	131,789	\$ 7.98	136,937
3	1"			\$ 14.97	-	\$ 19.20	0	\$ 19.95	0
4	1.5"			\$ 29.96	-	\$ 38.43	0	\$ 39.94	0
5	2"			\$ 47.92	-	\$ 61.47	0	\$ 63.88	0
6	3"			\$ 95.83	-	\$ 122.92	0	\$ 127.74	0
7	4"			\$ 149.75	-	\$ 192.09	0	\$ 199.61	0
8	6"			\$ 299.48	-	\$ 384.15	0	\$ 399.20	0
9	Total Residential BFC	17,160			102,788		131,789		136,937
10	Charge per 1,000 gallons								
11	Usage 0-6,000 gal		37,821	\$ 4.12	155,823	\$ 5.28	199,695	\$ 5.49	207,637
12	Usage 6,001-12000 gal		2,435	\$ 6.18	15,048	\$ 7.93	19,310	\$ 8.24	20,064
13	Usage over 12,000 gal		722	\$ 8.24	5,949	\$ 10.57	7,632	\$ 10.98	7,928
14	Total Residential Consump. Charge				176,820		226,636		235,629
15	Total Residential Service		40,978		279,609		358,425		372,566
16	Average Residential Bill				16.29		20.89		21.71
17	General Service - Base Charge								
18	5/8"	240		\$ 5.99	1,438	\$ 7.68	1,843	\$ 7.98	1,915
19	1"	192		\$ 14.97	2,874	\$ 19.20	3,686	\$ 19.95	3,830
20	1.5"	48		\$ 29.96	1,438	\$ 38.43	1,845	\$ 39.94	1,917
21	2"	48		\$ 47.92	2,300	\$ 61.47	2,951	\$ 63.88	3,066
22	3"			\$ 95.83	-	\$ 122.92	0	\$ 127.74	0
23	4"			\$ 149.75	-	\$ 192.09	0	\$ 199.61	0
24	6"			\$ 299.48	-	\$ 384.15	0	\$ 399.20	0
25	Total General Service	528			8,050		10,325		10,729
26	General Service								
27	Charge per 1,000 gallons		5,233	\$ 4.37	22,868	\$ 5.61	29,357	\$ 5.83	30,508
28	Total General Service		5,233		30,918		39,682		41,237
29									
30	Average General Service Bill				58.56		75.16		78.10
31	Other & Misc Revenues				3,746		3,746		3,746
32	Test Year Refund								
33	Test Year Accruals				2,409				
34	Total Calculated Annualized / Proposed Rates				316,681		401,853		417,549
35	Total Per Books (including accruals/refund)				317,304				
36	Difference				(622)				
37	Percentage				-0.20%				

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 130212-WS  
 Schedule Year Ended: December 31, 2012  
 Water | | or Sewer [X]

Schedule: E-2 WW Final  
 Page 1 of 3  
 Preparer: F. Seidman

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be made for each period.

(1) Line No.	(2) Class/Meter Size	(3) Billing Units Test Year	(4) Gallons (000) Test Year	(5) Test Year Rates eff. 8.10.11	(6) Test Year Revenues	(7) Proposed Interim Rates	(8) Revenue at Interim Rates	(9) Proposed Rates	(10) Revenue at Proposed Rates
1	<u>Residential - Base Charge</u>								
2	All Meters	17,160		\$ 21.46	368,254	\$ 21.46	368,254	\$ 22.32	383,011
3	Total Residential	17,160			368,254		368,254		383,011
4	Gallage Charge (per 1,000 Gallons; max. 6,000gal)								
5	Billable Gallons		37,821	\$ 7.24	273,824	\$ 7.24	273,824	\$ 7.53	284,792
6	Total Gallons		40,978						
7	Total Residential Service	17,160	37,821		642,078		642,078		667,803
8	Average Residential Bill				\$ 37.42		\$ 37.42		\$ 38.92
9	<u>General Service - Base Charge</u>								
10	5/8"	36		\$ 21.46	773	\$ 21.46	773	\$ 22.32	804
11	1"	12		\$ 53.67	644	\$ 53.67	644	\$ 55.81	670
12	1.5"	12		\$ 107.32	1,288	\$ 107.32	1,288	\$ 111.60	1,339
13	2"			\$ 171.17	-	\$ 171.71	-	\$ 178.55	-
14	3"			\$ 343.43	-	\$ 343.43	-	\$ 357.12	-
15	4"			\$ 536.61	-	\$ 536.61	-	\$ 558.00	-
16	6"	-		\$ 1,073.23	-	\$ 1,073.23	-	\$ 1,116.01	-
17	Total General Service	60			2,704		2,704		2,812
18	Gallage Charge (per 1,000 Gallons)								
19	General Service		2,391	\$ 8.68	20,754	\$ 8.68	20,754	\$ 9.03	21,591
20	Total General Service	60	2,391		23,458		23,458		24,403
21	Average General Service Bill				\$ 390.97		\$ 390.97		\$ 406.72
22	Other & Misc Revenues				1,806		1,806		1,806
23	Test Year Refund (netted against reserve)								
24	Test Year Accruals				2,719		2,719		
25	Total Calculated Annualized / Proposed Rates				670,061		670,061		694,013
26	Total Per Books (including accruals),				667,852				
27	Difference				2,210				
28	Percentage				0.33%				