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-

DATE: May 15, 2014

TO: Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk

FROM: Michael A. Springer, Public Utilities Supervisor, Division of Accounting & Finance

RE: Docket No. 130172 -WS - Application for approval of transfer of certain water and wastewater facilities and Certificate Nos. 501-W and 435-S of Aqua Utilities Florida, Inc. to Sunny Hills Utility Company in Washington County.

Please include the attached documents into the docket file referenced above.

RECEIVED-FPSC
14 MAY 15 AM 8: 10
COMMISSION CLERK

Sunny Hills Utility Company
Audit Report 13-199-1-1

Water Rate Base	Utility Balance		Adjustment		Audit Balance	
Plant in Service	$	4,071,798			$	4,071,798
Land	$	10,779			$	10,779
Acculated Depreciation	$	(1,621,469)	$	(9,504)	$	(1,630,973)
CIAC	$	(692,445)			$	(692,445)
Accumulated Amortization - CIAC	$	174,457	$	1,286	$	175,743
	$	1,943,120	$	(8,218)	$	1,934,902

One month Depreciation - Audit Finding 1
$ 9,504
Annual Amount (x12)
$ 114,048

			Depreciation Expense	Remaining Life of Assets	
Plant in Service	$	4,071,798			
Accumulated Depreciation	$	(1,630,973)			
	$	2,440,825	$ 114,048	4.67	**21.40** years
Check figure:				2,440,825	

Wastewater Rate Base	Utility Balance		Adjustment		Audit Balance	
Plant in Service	$	758,635			$	758,635
Land	$	4,483			$	4,483
Acculated Depreciation	$	(621,796)	$	(2,396)	$	(624,192)
CIAC	$	(6,977)			$	(6,977)
Accumulated Amortization - CIAC	$	2,426	$	18	$	2,444
	$	136,771	$	(2,378)	$	134,393

One month Depreciation - Audit Finding 1
$ 2,396
Annual Amount (x12)
$ 28,752

			Depreciation Expense	Remaining Life of Assets	
Plant in Service	$	758,635			
Accumulated Depreciation	$	(624,192)			
	$	134,443	$ 28,752	21.39	**4.68** years
Check figure:				134,443	