Shawna Senko

Cc:

From: Kate Hamrick

Sent: Tuesday, June 03, 2014 8:04 AM

To: Commissioners & Staffs; CLK - Agenda Staff; Apryl Lynn; Mary Anne Helton; Lisa

Harvey; Andrew Maurey; Matthew Vogel; Lee Eng Tan; Adam Teitzman; Lynn Deamer; Linda Hill-Slaughter; Jeffery Small; Clayton Lewis; Melinda Watts; Shannon Hudson;

Lydia Roberts; Curt Mouring; Mark Cicchetti Mil Jubinsky; Jacqueline Moore; Terri Fleming

Subject: FW: Request for approval to make an oral modification to Item 7 on June 5, 2014

Commission Conference, Docket No. 130243-WS, Application for staff-assisted rate

case in Highlands County by Lake Placid Utilities, Inc.

The oral modification shown below has been approved by the Executive Director.

Kate Hamrick Executive Assistant – DET Florida Public Service Commission 850-413-6304

From: Braulio Baez

Sent: Monday, June 02, 2014 5:53 PM **To:** Andrew Maurey; Lisa Harvey

Cc: Mil Jubinsky; Kate Hamrick; Mary Anne Helton

Subject: RE: Request for approval to make an oral modification to Item 7 on June 5, 2014 Commission Conference, Docket No. 130243-WS, Application for staff-assisted rate case in Highlands County by Lake Placid Utilities, Inc.

Approved. Thanks

Sent from my T-Mobile 4G LTE Device

----- Original message -----

From: Andrew Maurey < AMaurey@PSC.STATE.FL.US>

Date: 06/02/2014 5:05 PM (GMT-05:00)

To: Braulio Baez < BBaez@PSC.STATE.FL.US > ,Lisa Harvey < LSHarvey@PSC.STATE.FL.US >

Cc: Mil Jubinsky < <u>Mjubinsk@PSC.STATE.FL.US</u>>, Kate Hamrick < <u>KHamrick@psc.state.fl.us</u>>, Mary Anne

Helton < MHelton @PSC.STATE.FL.US>

Subject: Request for approval to make an oral modification to Item 7 on June 5, 2014 Commission Conference, Docket No. 130243-WS, Application for staff-assisted rate case in Highlands County by Lake Placid Utilities, Inc.

Staff requests approval to make an oral modification to Item 7 scheduled for the June 5, 2014 Commission Conference. Staff's proposed modification relates to Regulatory Commission Expense included in Issue 7 (page 24) of staff's recommendation regarding Lake Placid Utilities, Inc.'s (Utility) application for a staff-assisted rate case.

Subsequent to filing its recommendation, staff determined that modifications are necessary in order to reflect the appropriate rate case expense. Specifically, the Utility's \$2,000 filing fee was inadvertently included twice in total rate case expense; first as a separate item by staff, and by the Utility as part of its legal fees. Consequently, the Utility's legal fees should be reduced by \$2,000 to remove the duplicate filing fees, resulting in a reduction in the legal fee portion of rate case expense from \$12,802 to \$10,802. Total rate case expense should be reduced from \$15,031 to \$13,031.

Changing the recommended amount of rate case expense will affect the fall-out issues regarding rate base, operating expense, revenue requirement, rates, four-year rate reduction, and security for temporary rates. The reduction in rate case expense decreases the recommended water revenue increase from 20.08% to 19.63%, and further increases the recommended wastewater revenue decrease from 1.63% to 2.01%.

Andrew L. Maurey

Director

Division of Accounting and Finance

Florida Public Service Commission

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