

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: June 10, 2015
TO: Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk
FROM: Ana Ortega, Public Utility Analyst III, Division of Economics *AO*
RE: Docket No. 150069-WS - Settlement proposal for possible overearnings by Southlake Utilities, Inc. in Lake County.

Please include the attached affirmation of customer notice mailing into the above referenced docket file.

Southlake Utilities, Inc.

Before the Florida Public Service Commission

Affirmation of Mailing

State of Florida

County of Lake

This statement submitted on May 15, 2015, affirms that on May 14, 2015, the customer notice for staff assisted rate case was mailed via US mail service to the customers of Southlake Utilities, Inc.

A handwritten signature in cursive script, reading "David deNagy", is written over a solid horizontal line. The signature is positioned to the left of the line's end.

David deNagy
Southlake Utilities, Inc.

Southlake Utilities, Inc.

Customer Notice

Issued: May 8, 2015

Rates were last set for Southlake Utilities, Inc. (the "Utility") in 2012 by the Florida Public Service Commission ("PSC"). The PSC staff's review of the Utility's 2013 annual report revealed possible overearnings of approximately 21.47% for water and 0.73% for wastewater. The Utility entered into discussions with the PSC staff and the Office of Public Counsel regarding these possible overearnings. On April 16, 2015, the Utility proposed a settlement offer in which it would: (1) refund, over a six-month period, the overearnings amounts collected since 2013 and (2) reduce rates by the amounts of overearnings for both water and wastewater.

By Order No. PSC-15-0173-PAA-WS, issued May 5, 2015, in Docket No. 150069-WS, the PSC approved the Utility's settlement offer and approved the reduced rates as detailed in the rate chart enclosed. The refund and reduced rates and charges are effective on or after June 1, 2015. This notice was prepared by the Utility and approved by the PSC staff for distribution by the Utility to its customers.

If you have questions about your bill, please contact the Utility at (352) 394-8898.

Sincerely,

Southlake Utilities, Inc.

SOUTHLAKE UTILITIES, INC.		SCHEDULE NO. 1-A	
TEST YEAR ENDED DECEMBER 31, 2013		DOCKET NO. 150069-WS	
MONTHLY WATER RATES			
	UTILITY EXISTING RATES	COMMISSION APPROVED RATES	
<u>Residential, General, and Bulk Service</u>			
Base Facility Charge by Meter Size			
5/8" x 3/4"	\$8.72	\$6.83	
1"	\$21.81	\$17.08	
1 1/2"	\$43.63	\$34.15	
2"	\$69.81	\$54.64	
3"	\$139.63	\$109.28	
4"	\$218.16	\$170.75	
6"	\$436.31	\$341.50	
Charge per 1,000 gallons - Residential			
0-10,000 Gallons	\$0.98	\$0.77	
10,001 - 20,000 gallons	\$1.47	\$1.15	
Over 20,000 Gallons	\$1.97	\$1.54	
Charge per 1,000 gallons - General and Bulk			
	\$1.29	\$1.01	
<u>Fire Protection Service</u>			
Base Facility Charge by Meter Size			
1 1/2"	\$3.63	\$2.85	
2"	\$5.82	\$4.55	
3"	\$11.63	\$9.11	
4"	\$18.18	\$14.23	
6"	\$36.37	\$28.46	
8"	\$58.18	\$45.53	
10"	\$80.00	\$65.45	
<u>Typical Residential 5/8" x 3/4" Meter Bill Comparison</u>			
3,000 Gallons	\$11.66	\$9.14	
5,000 Gallons	\$13.62	\$10.68	
10,000 Gallons	\$18.52	\$14.53	

SOUTHLAKE UTILITIES, INC.		SCHEDULE NO. 1-B	
TEST YEAR ENDED DECEMBER 31, 2013		DOCKET NO. 150069-WS	
MONTHLY WASTEWATER RATES			
	UTILITY EXISTING RATES	COMMISSION APPROVED RATES	
<u>Residential Service</u>			
Base Facility Charge - All Meter Sizes	\$14.45	\$14.34	
Charge per 1,000 gallons - Residential *10,000 gallon cap	\$1.35	\$1.34	
<u>General and Bulk Service</u>			
Base Facility Charge by Meter Size			
5/8 x 3/4"	\$14.45	\$14.34	
1"	\$36.12	\$35.85	
1 1/2"	\$72.23	\$71.70	
2"	\$115.56	\$114.72	
3"	\$231.12	\$229.44	
4"	\$361.12	\$358.50	
6"	\$722.25	\$717.00	
Charge per 1,000 Gallons - General and Bulk Service	\$1.62	\$1.61	
<u>Typical Residential 5/8" x 3/4" Meter Bill Comparison</u>			
3,000 Gallons	\$18.50	\$18.36	
5,000 Gallons	\$21.20	\$21.04	
10,000 Gallons	\$27.95	\$27.74	