

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: March 7, 2018

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

FROM: Justin Seward, Public Utility Analyst I, Division of Accounting & Finance

RE: Docket No. 20160220-WS - Application for original water and wastewater certificates in Sumter County, by South Sumter Utility Company, LLC.

Please add the attached correspondence regarding customer deposits to the docket file referenced above.

RECEIVED-PPSC
2018 MAR -7 AM 8:46
COMMISSION
CLERK

Justin Swards

From: Martin S. Friedman <mfriedman@ff-attorneys.com>
Sent: Tuesday, March 06, 2018 11:36 AM
To: Justin Swards
Cc: Arnett, Trey; Debbie Swain
Subject: South Sumter Utility
Attachments: Annual Meters-Factored ERCs.pdf

Justin,

1. The calculation for customer deposits:
 - 80% - The amount used is shown on the cost of capital schedule filed on 11/17/2017 (deficiency response), rows 19-21
 - 100% - Assumes that 25% of customers will have deposits, equal to a two-month bill
2. See attached for anticipated customer growth.

Let me know if you need anything else.
Marty

MARTIN S. FRIEDMAN, ESQ.
Shareholder



766 North Sun Drive
Suite 4030
Lake Mary, FL 32746
T: 407.830.6331
F: 407.878.2178
C: 407.310.2077
mfriedman@ff-attorneys.com
[Facebook](#) | ff-attorneys.com

Notice: This email message, and any attachments hereto, contains confidential information that is legally privileged. If you are not the intended recipient, you must not review, transmit, convert to hard copy, copy, use or disseminate this email or any attachments to it. If you have received this email in error, please notify us immediately by return mail or by telephone at (407) 830-6331 and delete the original and all copies of this transmission, including any attachments. Thank you.

| Water | | 2018 | | 2019 | | 2020 | | 2021 | | 2022 | | 2023 | |
|--------------|--------|-------|----------|-------|----------|-------|----------|-------|----------|-------|----------|-------|----------|
| Meter Size | Factor | Bills | Factored | Bills | Factored | Bills | Factored | Bills | Factored | Bills | Factored | Bills | Factored |
| 5/8" R | 1 | 900 | 900 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 700 | 700 | 0 | 0 |
| 5/8" C | 1 | 9 | 9 | 20 | 20 | 21 | 21 | 21 | 21 | 7 | 7 | 0 | 0 |
| 3/4" | 1.5 | 4 | 6 | 9 | 14 | 9 | 14 | 9 | 14 | 3 | 5 | 0 | 0 |
| 1" | 2.5 | 2 | 5 | 5 | 13 | 5 | 13 | 5 | 13 | 2 | 5 | 0 | 0 |
| 1-1/2" Turbi | 5 | 1 | 5 | 3 | 15 | 2 | 10 | 3 | 15 | 1 | 5 | 0 | 0 |
| 2" Turbine | 8 | 1 | 8 | 3 | 24 | 2 | 16 | 3 | 24 | 1 | 8 | 0 | 0 |
| 3" Turbine | 17.5 | 0 | 0 | 1 | 18 | 0 | 0 | 1 | 18 | 0 | 0 | 0 | 0 |
| | | 917 | 933 | 2,241 | 2,303 | 2,239 | 2,273 | 2,242 | 2,304 | 714 | 730 | 0 | 0 |
| Cumulative | | 917 | 933 | 3,158 | 3,236 | 5,397 | 5,509 | 7,639 | 7,812 | 8,353 | 8,542 | 8,353 | 8,542 |

At Capacity

| Wastewater | | 2018 | | 2019 | | 2020 | | 2021 | | 2022 | | 2023 | |
|--------------|--------|-------|----------|-------|----------|-------|----------|-------|----------|-------|----------|-------|----------|
| Meter Size | Factor | Bills | Factored | Bills | Factored | Bills | Factored | Bills | Factored | Bills | Factored | Bills | Factored |
| 5/8" R | 1 | 900 | 900 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 700 | 700 | 0 | 0 |
| 5/8" C | 1 | 9 | 9 | 20 | 20 | 21 | 21 | 21 | 21 | 7 | 7 | 0 | 0 |
| 3/4" | 1.5 | 4 | 6 | 9 | 14 | 9 | 14 | 9 | 14 | 3 | 5 | 0 | 0 |
| 1" | 2.5 | 2 | 5 | 5 | 13 | 5 | 13 | 5 | 13 | 2 | 5 | 0 | 0 |
| 1-1/2" Turbi | 5 | 1 | 5 | 3 | 15 | 2 | 10 | 3 | 15 | 1 | 5 | 0 | 0 |
| 2" Turbine | 8 | 1 | 8 | 3 | 24 | 2 | 16 | 3 | 24 | 1 | 8 | 0 | 0 |
| 3" Turbine | 17.5 | 0 | 0 | 1 | 18 | 0 | 0 | 1 | 18 | 0 | 0 | 0 | 0 |
| | | 917 | 933 | 2,241 | 2,303 | 2,239 | 2,273 | 2,242 | 2,304 | 714 | 730 | 0 | 0 |
| | | 917 | 933 | 3,158 | 3,236 | 5,397 | 5,509 | 7,639 | 7,812 | 8,353 | 8,542 | 8,353 | 8,542 |