ORIGINAL

Timolyn Henry

From:

Trina Collins [tcollins@rsbattorneys.com]

Sent:

Thursday, April 05, 2007 4:49 PM

To:

Filings@psc.state.fl.us

Cc:

'Valerie L. Lord'; tcollins@rsbattorneys.com

Subject:

Filing in Docket No.: 060258-WS; Sanlando Utilities Corp.'s Application for Rate Increase in Seminole County,

Florida

Importance: High

Attachments: Cross-Petition of Sanlando Utilities Corp.04-05-2007.pdf

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- Docket No.: 060258-WS In re: Sanlando Utilities Corp.'s Application for Rate Increase in Seminole County, Florida b. - Cross-Petition of Sanlando Utilities Corp.
- Sanlando Utilities Corp. C.
- d. Letter – 1 page Pleading - 5 pages

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DOCUMENT NUMBER-DATE

02955 APR-58

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REPLY TO CENTRAL FLORIDA OFFICE

ORIGINAL

CENTRAL FLORIDA OFFICE SANLANDO CENTER 2180 W. STATE ROAD 434, SUITE 2118 LONGWOOD, FLORIDA 32779 (407) 830-6331 FAX (407) 830-8522

MARTIN S. FRIEDMAN, P.A. VALERIE L. LORD BRIAN J. STREET

April 5, 2007

<u>VIA E-FILING</u>

Ann Cole, Commission Clerk Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399

RE:

Docket No. 060258-WS; Sanlando Utilities Corp.'s Application for Rate Increase in Seminole County, Florida Our File No.: 30057.116

Dear Ms. Cole:

Enclosed for filing in the above-referenced docket is the Cross-Petition of Sanlando Utilities Corp.

Should you have any questions regarding this filing, please do not hesitate to give me a call.

> VALERIE L. LORD For the Firm

truly you,

VLL/tlc **Enclosures**

Jennifer Brubaker, Esquire, Office of General Counsel (w/enc. - by hand delivery) cc: Mr. Bart Fletcher, Division of Economic Regulation (w/enc. - by hand delivery) Steven M. Lubertozzi, Chief Regulatory Officer (w/enclosures - by U.S. Mail) Ms. Kirsten E. Weeks (w/o enclosures - by U.S. Mail)

John P. Hoy, Regional Vice President for Operations (w/o enclosures - by U.S. Mail)

Patrick C. Flynn, Regional Director (w/enclosures - by U.S. Mail)

Stephen Reilly, Esquire, Office of Public Counsel (w/enclosures - by U.S. Mail)

DOCUMENT NUMBER-DATE

M:\1 ALTAMONTE\UTILITIES INC\SANLANDO\(.116) 2005 RATE CASE\PSC Clerk 22 (Cross Petition).ltr.wpd

02955 APR-56

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application of SANLANDO UTILITIES CORP. for an increase in water and wastewater rates in Seminole County, Florida

DOCKET NO. 060258-WS

CROSS-PETITION OF SANLANDO UTILITIES CORP.

SANLANDO UTILITIES CORP. (the *Utility*), by and through its undersigned attorneys and pursuant to Section 120.57, Florida Statutes, and Rule 25-22.029(3), Florida Administrative Code, files this Cross-Petition, objecting to Order No. PSC-07-0205-PAA-WS (*Order*) of the Florida Public Service Commission (*Commission*) issued March 6, 2007, and states:

Preliminary Matters

1. The name and address of the agency affected and the agency's docket number is:

Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850 Docket No. 060261-WS

2. The name of the Utility and its mailing address is:

Sanlando Utilities Corp. 2335 Sanders Road Northbrook, IL 60062

3. The address of the Florida office is:

200 Weathersfield Avenue Altamonte Springs, FL 32714-4099

4. The names and address of the persons authorized to receive notices and communications in respect to this application are:

Martin S. Friedman, Esquire Valerie L. Lord, Esquire Rose, Sundstrom & Bentley, LLP Sanlando Center 2180 W. State Road 434, Suite 2118 Longwood, FL 32799

Telephone:

(407) 830-6331

Facsimile:

(407) 830-8522

Email: <u>mfriedman@rsbattorneys.com</u> vlord@rsbattorneys.com

- 5. On March 27, 2007, the Citizens of the State of Florida, by and through the Office of Public Counsel (*OPC*), filed a Petition on Proposed Agency Action objecting to the Order (*Petition*).
- 6. The Utility received a copy of the Petition on March 27, 2007.
- 7. The interests of the Utility is substantially affected by the Order. The specific facts that the Utility contends warrant reversal or modification of the Order are as follows:
 - (a) Pro forma plant is understated in that it failed to include amounts for:
 - (1) Wekiva WWTP bar screen replacement
 - (2) Wekiva WWTP replacement of Clarifier #1 gear drive
 - (3) Lift Station C-10 control panel replacement
 - (4) Sand Lake Rd. utility relocation
 - (5) The Springs- Wisteria Dr. manhole rehabilitation
 - (6) Des Pinar WTP roof replacement
 - (7) Des Pinar WWTP control building roof replacement
 - (8) Wekiva control building roof replacement
 - (9) Lift Station H-4 Pump #1 replacement
 - (10) Lift Station H-1 Driveway installation
 - (11) Sanlando Consumptive Use Permit renewal
 - (12) Des Pinar WTP Paint exterior of structures
 - (13) Wekiva soil remediation petroleum

- (14) Sanlando hydro tank and GST inspections
- (b) Rate case expense is understated.
- (c) Salaries are understated.
- (d) Operations and maintenance expenses for allocated cell phone charges are understated by \$16,606.00.
- 8. Each of the foregoing matters involve disputed issues of material fact.
- 9. Chapter 367.081, Florida Statutes, is the specific statute that the Utility contends requires reversal or modification of the Order.
- 11. This Cross-Petition is filed for the purpose of seeking the Commission's action with respect to:
 - (a) Determining that the proper rate base includes amounts for (1) Wekiva WWTP bar screen replacement; (2) Wekiva WWTP replacement of Clarifier #1 gear drive; (3) Lift Station C-10 control panel replacement; (4) Sand Lake Rd. utility relocation; (5) The Springs-Wisteria Dr. manhole rehabilitation; (6) Des Pinar WTP roof replacement; (7) Des Pinar WWTP control building roof replacement; (8) Wekiva control building roof replacement; (9) Lift Station H-4 Pump #1 replacement; (10) Lift Station H-1 Driveway installation; (11) Sanlando Consumptive Use Permit renewal; (12) Des Pinar WTP Paint exterior of structures; (13) Wekiva soil remediation petroleum; (14) Sanlando hydro tank and GST inspections.
 - (b) Determining that the proper rate case expense amount includes amounts requested by the Utility and set out in its rate case expense schedule submitted to Staff on November 29, 2006, plus the rate case expense associated with the formal administrative hearing.
 - (c) Determining that the proper salary expense includes the amounts that the Utility has

requested in the Minimum Filing Requirements.

(d) Determining that the proper operations and maintenance expense amount includes \$16,606.00 for allocated cell phone charges.

WHEREFORE, the Utility hereby protests and objects to Order No. PSC-07-0205-PAA-WS as to the specific issues raised in this Cross-Petition, and petitions the Commission to conduct a formal evidentiary hearing, under the provisions of Section 120.57(1), Florida Statutes, and further petitions that such hearing be scheduled at a convenient time within or as close as practical to the Utility's certificated service area.

Respectfully submitted this 5th day of April, 2007, by:

ROSE, SUNDSTROM & BENTLEY, LLP Sanlando Center 2180 W. State Road 434, Suite 2118 Longwood, FL 32799

Telephone:

(407) 830-6331

MARTIN S. FRIEDMAN VALERIE L. LORD For the Firm

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Cross-Petition of Sanlando Utilities Corp. has been served upon the following parties by U.S. Mail this 5th day of April, 2007.

Stephen C. Reilly, Deputy Public Counsel Office of Public Counsel c/o The Florida Legislature 111 W. Madison Street, Room 812 Tallahassee, FL 32399-1400

Jennifer Brubaker, Esquire Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

MARTIN S. FRIEDMAN

VALERIE L. LORD