

070722-WS

FLORIDA PUBLIC SERVICE COMMISSION

APPLICATION FOR A STAFF ASSISTED RATE CASE

I. General Data

A. Name of Utility W.P. Utilities, Inc.

B. Address 3500 W. Lantana Road, Lantana, FL 33462

- 1. Telephone Nos. 561-433-8223
- 2. County Palm Beach Nearest City Lantana
- 3. General Area Served Palm Breezes Club

C. Authority:

- 1. Water Certificate No WS679-06-AR Date Received 09/30/1986
- 2. Wastewater Certificate No. WS-679-06-SR Date Received 09/30/1986
- 3. Date utility started operations: Water 09/30/1986
Wastewater 09/30/1986

D. How system was acquired - Construction by owner:

- 1. Name of Seller -N/A
- 2. Was seller affiliated with present owners? N/A
- 3. Did you purchase: Stock N/A or assets only N/A

E. Type of legal entity: Corporation

F. Ownership and Officers:

<u>Name</u>	<u>Title</u>	<u>Percent Ownership</u>
1. Roger E. Medema	President	100%
2. Michael E. Medema	Vice President/CFO	0%

G. List of Associated Companies and Addresses:

- 1. Homeland Development Corporation
3500 W. Lantana Road
Lantana, Florida 33462

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H. If you have retained an attorney and/or a consultant to represent the utility in for this application, furnish the names(s) and address(es):

Deborah D. Swain, V.P.
Milian, Swain, & Associates, Inc.
2025 SW 32nd Avenue
Miami, Fl 33145

II. Accounting Data

A. Outside Accountant

1. Name Perry A. Mashburn, Senior Accounting and Tax Consultant
2. Firm Liberty Tax Service Inc.
3. Address 2863 Northlake Blvd. Ste. 9
Lake Park, FL 33403
3. Telephone 561-841-1600

B. Individual to contact on accounting matters:

1. Name Caroline Schneider
2. Telephone (561)-433-8223

C. Location of books and records:

3500 W.Lantana Road
Lantana, Fl 33462

D. Have you filed an Annual Report with the Commission? Yes
Date Last Filed Fiscal Year Ended December 31, 2006

E. Has your latest semiannual regulatory assessment fee payment been made (January 30 or July 30) whichever is applicable? Yes

F. Basic Rate Base Data (Most recent two years)

1. <u>Water</u>	<u>2006</u>	<u>2005</u>
Cost of Plant in Service	\$110,690	\$110,690
Less Accumulated Depreciation	68,857	65,030
Less Contributed Plant-Net	<u>15,829</u>	<u>16,597</u>

Net Owners Investment	<u>\$26,004</u>	<u>\$29,063</u>
2. <u>Wastewater</u>	<u>2006</u>	<u>2005</u>
Cost of Plant in Service	\$144,489	\$144,489
Less Accumulated Depreciation	82,879	78,896
Less Contributed Plant-net	<u>6,282</u>	<u>6,575</u>
Net Owners Investment	<u>\$55,328</u>	<u>\$59,018</u>

G. Basic Income Statement (Most recent two years)

1. <u>Water</u>	<u>2006</u>	<u>2005</u>
<u>Revenues (By Class):</u>		
a. Residential	\$32,518	\$32,377
b. Commercial	1,101	1,165
c. Miscellaneous Fees	<u>71</u>	<u>45</u>
Total Gross Revenues	\$33,690	\$33,587
<u>Less Expenses:</u>		
Purchased Water	\$30,971	\$25,042
Materials and Supplies	1,149	1,400
Contractual Services	11,145	10,493
Rents	0	1,061
Bad Debt Expense	695	90
Miscellaneous	411	109
Depreciation	3,840	3,873
Amortization- Organizational Costs	167	167
Amortization-CIAC	(768)	(768)
Non Utility Income	0	(30)
Regulatory Assessment	<u>1,516</u>	<u>1,695</u>
Total Expenses	<u>\$49,126</u>	<u>\$43,132</u>
Operating Income (Loss)	<u>(\$15,436)</u>	<u>(\$9,545)</u>

2. Wastewater

<u>Revenues (By Class):</u>		
a. Residential	\$55,449	\$55,343
b. Commercial	2,019	2,137
c. Miscellaneous Fees	<u>106</u>	<u>45</u>
Total Gross Revenues	\$57,574	\$57,525

Less Expenses:

Purchased Wastewater Treatment	\$32,761	\$26,501
Purchased Power	1,777	1,556
Materials and Supplies	1,965	2,400
Contractual Services	11,906	12,797
Rents	0	1,818
Bad Debt Expense	1,188	154
Miscellaneous	701	187
Depreciation	4,022	4,025
Amortization- Organizational Costs	167	167
Amortization- CIAC	(293)	(293)
Non Utility Income	0	(52)
Regulatory Assessment	<u>2,591</u>	<u>2,899</u>
Total Expenses	<u>\$56,785</u>	<u>\$52,159</u>
Operating Income (Loss)	<u>\$ 789</u>	<u>\$ 5,366</u>

H. Outstanding Debt:

<u>Creditor</u>	<u>Date Borrowed</u>	<u>Balance Due</u>	<u>Interest Rate</u>	<u>Expiration Date</u>
1. Homeland Development Corporation	<u>10/96</u>	<u>\$168,106</u>	<u>7.8%</u>	<u>July 1, 2009</u>

(Interest is not being accrued as there is no ability to pay amounts due).

I. Indicate Type of Tax Return Filed

X Form 1120 Corporation

III. Engineering Data

A. Outside Engineering Consultant

1. Name Phil Donovan
2. Firm Phil Donovan
3. Address 3847 Woodswalk Blvd
Lake Worth, FL 33467
4. Telephone (561) 632-4188

B. Individual to contact on engineering matters:

1. Name Phil Donovan
2. Telephone (561) 632-4188

C. Is the utility under citation by the Department of Environmental Protection (DEP) or county health department? No.

D. List any known service deficiencies and steps taken to remedy problems.
None.

E. Name of plant operator and DEP operator certificate number(s) held. Not Applicable- Water is Purchased Wastewater is Ceptic System.

F. Is utility servicing customers outside of its certified area? No.

G. Wastewater:

1. Gallons per day capacity of treatment facilities existing Ceptic System, under construction None, proposed construction None.

2. Type and make of present treatment facilities – N/A.

3. Approximate daily flow of treatment plant effluent N/A.

4. Approximate length of wastewater mains:

Size (diameter) 8"

Linear feet 5,968

5. Number of manholes 25

6. Number of liftstations 1

7. How do you measure treatment plant effluent? N/A.

8. Is the treatment plant effluent chlorinated? N/A.

9. Tap in fees- Wastewater \$ None.

10. Service availability fees- Wastewater \$ None.

11. Note DEP Treatment Plant Certificate Number and date of expiration:
N/A.

12. Total gallons treated during most recent twelve months N/A.

13. Wastewater purchased during most recent twelve months N/A.

H. Water

1. Gallons per day capacity of treatment facilities existing N/A, under construction N/A, proposed N/A.

2. Type of treatment N/A.

3. Approximate average daily flow of treated water N/A.

4. Source of water supply Purchase City of Lake Worth.

5. Type of chemicals used and their normal dosage rates N/A.

6. Number of wells in service N/A.

7. Reservoirs and/or hydropneumatic tanks N/A.

8. High service pumping N/A.

9. How do you measure treatment plant production N/A.

10. Approximate feet of water mains:

Size 8" Poly
 Linear Feet 2,085
 Size 6" PVC
 Linear Feet 7,140

11. Note any fire flow requirements and imposing government agency.
Normal by City of Lake Worth.
12. Number of fire hydrants 8.
13. Do you have a meter change out program? Yes.
14. Meter installation or tap in fees- Water \$45.
15. Service availability fees- Water None.
16. Has the existing treatment facility been approved by DEP? N/A.
17. Total gallons pumped during most recent twelve months 6,170.
18. Total gallons sold during most recent twelve months 6,752.
19. Gallons unaccounted for during most recent twelve months N/A.
20. Gallons purchased during most recent twelve months 6,170.

IV. Rate Data

A. Individual to contact on tariff matters:

1. Name Cynthia A. Yapp, Senior Management Consultant
 Milian, Swain, & Associates, Inc.
 2025 SW 32nd Avenue
 Miami, FL 33145
 Telephone Number (305) 441-0123, ext. 220

B. Schedule of present rates

1. Water

a. Residential and General Services Water

<u>Meter Size</u>	<u>Current Rate</u>
5/8" x 3/4"	\$25.41
3/4"	38.12
1"	63.54
1 1/2"	127.06
2"	203.29
3"	406.59
4"	635.29
6"	1,270.57

Gallage Charge
 Per 1,000 Gallons \$ 2.22

- b. General Service (see above).
- c. Special Contract N/A.
- d. Other N/A.

2. Wastewater

a. Residential and General Services

<u>Meter Size</u>	<u>Current Rate</u>
5/8" x 3/4"	\$46.44
3/4"	69.66
1"	116.07
1 1/2"	232.14
2"	371.43
3"	742.84
4"	1,163.75
6"	2,321.37

Gallonage Charge-Residential

Per 1,000 Gallons \$3.36

Gallonage Charge- General Services

Per 1,000 Gallons \$4.04

b. General Service (see above).

c. Special Contract N/A.

d. Other N/A.

C. Number of Customers (Most recent two years):

1. Water Metered

	<u>2006</u>	<u>2005</u>
a. Residential	188	189
b. General Service -Commercial	2	2
c. Special Contract	0	0
d. Other	0	0

2. Water Unmetered – N/A.

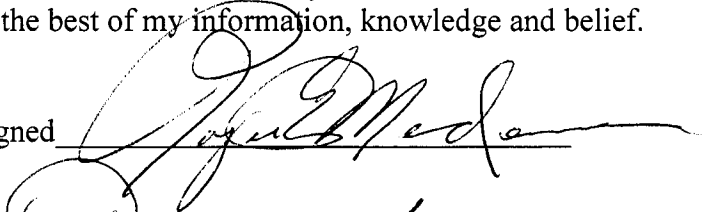
3. Waste Water

a. Residential	188	189
b. General Service-Commercial	2	2
c. Special Contract	0	0
d. Other	0	0

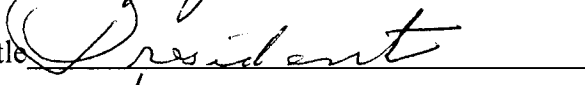
V. Affirmation

I, Roger E. Medema the undersigned owner and officer of the above named public utility, doing business in the State of Florida and subject to the control and jurisdiction of the Florida Public Commission, certify that the statements set forth herein are true and correct to the best of my information, knowledge and belief.

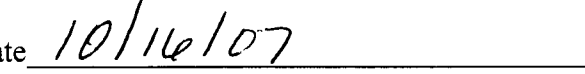
Signed

A handwritten signature in cursive script, appearing to read "Roger E. Medema", written over a horizontal line.

Title

A handwritten title in cursive script, appearing to read "President", written over a horizontal line.

Date

A handwritten date in cursive script, appearing to read "10/16/07", written over a horizontal line.