

Ruth Nettles

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DOCUMENT NO. <u>08356-08</u>		
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From: Ruth Nettles
Sent: Friday, September 12, 2008 12:33 PM
To: Jared Deason
Cc: Bart Fletcher; Cheryl Bulecza-Banks; Marshall Willis; Stan Rieger; 'Christensen.Patty@leg.state.fl.us'
Subject: RE: Miles Grant Clarification - Docket No. 070695

Hi Mr. Deason,

If the company intends to file responses with the Clerks Office electronically, they must direct the filing to Ann Cole, Commission Clerk, and the filing must be sent to filings@psc.state.fl.us.

If you'd like the response to be placed as a document in CMS as an official document, we'll need a cover memo from you, with the printed information attached.

Thank you for your help.

Ruth Nettles

From: Erin Povich [mailto:EPPovich@uiwater.com]
Sent: Thursday, September 11, 2008 6:04 PM
To: Jared Deason
Cc: Bart Fletcher; Cheryl Bulecza-Banks; Marshall Willis; Ruth Nettles; Kimberley Pena; Stan Rieger; christensen.patty@leg.state.fl.us
Subject: RE: Miles Grant Clarification - Docket No. 070695

Jared-
Please see the attached responses to your follow up inquiry.

Thank You-
Erin Povich

Erin Povich
Regulatory Accountant
2335 Sanders Road
Northbrook, IL 60062-6196
Ph: (847) 498 - 6440
Fax: (847) 498 - 2066

From: Jared Deason [mailto:JDEASON@PSC.STATE.FL.US]
Sent: Friday, September 05, 2008 10:11 AM
To: Erin Povich
Cc: Bart Fletcher; Cheryl Bulecza-Banks; Marshall Willis; Ruth Nettles; Kimberley Pena; Stan Rieger; christensen.patty@leg.state.fl.us
Subject: Miles Grant Clarification - Docket No. 070695

Dear Erin,

Below is a list of issues that need clarification:

1. Please provide either the invoices or an original cost study for item #49
2. The following Items should be expensed rather than capitalized:
 - Item #8

9/12/2008

- Item #45
- Item #46
- Item #57
- Item #71
- Item #75
- Item #83
- Item #109
- Item #119
- Item #163
- Item #227

3. The following items need further clarifications to the justification as a capitalized item:

- Item #2
- Item #4
- Item #6
- Item #79
- Item #85
- Item #110

4. The following items appear to have been duplicated, please explain:

- Item #'s 128-134
- Item #'s 151-156
- Item #'s 174-177
- Item # 191
- Item #'s 230-238
- Item #'s 307-311

5. The following items appear to be credits rather than debits to the ledger, please explain:

- Item #54
- Item #116
- Item #169
- Item #205

6. The following items could not be located in the submitted source documentation, please provide:

- Item #132
- Item #187
- Item #140-28

7. Item #215 should be \$13,350 not \$13,450

Your attention to these issues are very appreciated. Please provide a response by September 12, 2008. If you have any questions, please let me know.

Jared Deason
Division of Economic Regulation
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850
Telephone: (850) 413-6844
Fax: (850) 413-6845

Jared Deason
Division of Economic Regulation
Florida Public Service Commission

9/12/2008

2540 Shumard Oak Boulevard
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Kimberley Pena

From: rbelvin1@aol.com
Sent: Monday, September 08, 2008 8:08 AM
To: Jared Deason
Cc: Bart Fletcher; Cheryl Bulecza-Banks; Marshall Willis; Kimberley Pena; Ruth Nettles
Subject: Re: Docket No 070695

PARTIES

Mr. J Deason

I want to thank you for your immediate reply which is very helpful, but raises additional questions for our proper understanding .

In my original note I attached Legal Counsel reply to Anne Cole , Commission Clerk dated July 17, 2008. The last paragraph states that If the implication of these questions is to impose a reuse rate on the golf course " We understood from this statement that their was no charge for reuse water? Is legal Counsel communication incorrect and will it be corrected for the record?

Our residents have been reading various communications on file and all read this communication to imply there was no charge for reuse water!

Your communication states " The country club is currently charged a BULK IRRIGATION RATE for all irrigation needs for their golf course regardless whether the water is reuse or potable. (certainly different than Counsel) A review of the Utility records indicate that the general body of rate payers are not subsidizing the irrigation water provided to the Country Club." We have several questions regarding available data that was used to develop opinion.

- 1 - What is the record of price changes to BULK IRRIGATION RATE from 1988 to date of filing ? Please show the revised Bulk Irrigation rate that is being considered by the commission?
- 2 - Miles Grant Water and Sewer Company records should have an annual cost applied to generation of reuse water for BULK IRRIGATION that is not included in any residential homeowners calculation of rate. What is the annual dollars being allocated to reuse water for 1988 through 2007?
- 3 - Miles Grant Water Company should have separate records for Potable Water cost and reuse water cost versus revenue derived from Bulk Rate Irrigation! What has been the Profit/loss from this activity over the period under review for rate change?
- 4 - What would a pro forma 2007 statement of Profit and Loss (using 2007 Audited Statement adjusted) look like with the new proposed rates inserted in the revenue line? What is the proposed annual profit and what is the rate of return on Assets?
- 5 - How did Miles Grant Water Company operate successfully from 1988 until 2008 without any rate increase? They obviously made capital improvements required and had the positive cash flows to continue operations. What is different today that necessitates such a significant rate increase?

We would appreciate a response with details that would help us better understand the total revisions being requested. The Miles Grant Community is essentially a 55 Year and older restricted community with a large number of residents here for a significant number years. The proposed increase comes as a very heavy penalty in their annual cost of living!

Regards

Robert J. Belvin
 5403 Se Miles Grant Road
 Stuart, Fl 34997
 772-288-4225

Psssst...Have you heard the news? [There's a new fashion blog, plus the latest fall trends and hair styles at StyleList.com.](http://www.StyleList.com)

DOCUMENT NUMBER - DATE

08356 SEP -9 8

FPSC-COMMISSION CLERK

9/9/2008

Kimberley Pena

From: Erin Povich [EPPovich@uiwater.com]
Sent: Friday, September 05, 2008 12:08 PM
To: Jared Deason; Kirsten Weeks; John Hoy; John Williams; Patrick Flynn
Cc: Bart Fletcher; Cheryl Bulecza-Banks; Marshall Willis; Ruth Nettles; Kimberley Pena; Stan Rieger; christensen.patty@leg.state.fl.us
Subject: RE: Miles Grant Clarification - Docket No. 070695

Jared-

I will start working on these items this afternoon. I foresee no reason why I should not be able to provide adequate responses by the 12th of September.

Thank You-
Erin Povich

Regulatory Accountant
Utilities, Inc.
2335 Sanders Road
Northbrook, IL 60062
847 498-6440
fax: 847 498 2066

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Your attention to these issues are very appreciated. Please provide a response by September 12, 2008. If you have any questions, please let me know.

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Kimberley Pena

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