

Eric Fryson

From: Amy Williams <awilliams@uswatercorp.net>
Sent: Friday, July 19, 2013 1:51 PM
To: Filings@psc.state.fl.us
Subject: Application for a SARC - Lakeside Waterworks, Inc.
Attachments: SARC Submission of Application.pdf

Importance: High

Good Afternoon,

Attached you will find our completed application for the Staff Assisted Rate Case on Lakeside Waterworks, Inc., formally known as Shangri-La by the Lake Utilities, Inc.

Thank You,

Amy N. Williams

Enterprise Systems - Accounting Admin

U.S. Water Services Corporation

4939 Cross Bayou Blvd.

New Port Richey, FL 34652-3434

P: (727) 848-8292 ext. 239

F: (727) 849-7809

FLORIDA PUBLIC SERVICE COMMISSION

APPLICATION FOR A
STAFF ASSISTED RATE CASE

I. GENERAL DATA

A. Name of Utility: **Shangri-La by the Lake Utilities, Inc.
c/o Lakeside Waterworks, Inc.**

B. Address: **Physical: 100 Shangri-La Boulevard, Leesburg, FL 34788
Mailing: C/O Amy Williams – 4939 Cross Bayou Blvd., NPR, FL 34652**

1. Telephone Nos.: **(727) 848 8292**

2. County: **Lake** Nearest City: **Leesburg**

3. General Area Served: **Shangri-La By The Lake, Eagle point, Shangri-La Shores**

C. Authority:

1. Water Certificate No. **567-W** Date Received: **02/23/1996**

2. Wastewater Certificate No. **494-S** Date Received: **02/23/1996**

3. Date Utility Started Operations: Water: **11/16/2012** Wastewater: **11/16/2012**

D. How System Was Acquired: **Asset Purchase by Lakeside Waterworks, Inc.**

If utility was purchased, give date **11/16/12** Amount Paid \$ **\$85,000.00**

1. Name of Seller: **Shangri-La By The Lake Utilities, Inc.**

2. Was seller affiliated with present owners? Yes No

3. Did you purchase: Stock or assets only

E. Type of Legal Entity:

Corporation Partnership Sole Proprietorship

F. Ownership & Officers:

	Name	Title	Percent Ownership
1.	<u>Gary Deremer</u>	<u>President</u>	<u>51%</u>
2.	<u>Cecil Delcher</u>	<u>Vice Pres</u>	<u>33%</u>
3.	<u>Victoria Penick</u>	<u>Shareholder</u>	<u>8%</u>
4.	<u>Bradford Labella</u>	<u>Shareholder</u>	<u>8%</u>

G. List of Associated Companies and Addresses:

NONE

Harbor Waterworks, Inc. – Lake County – Mailing Address/Same

LP Waterworks, Inc. – Highlands County – Mailing Address/Same

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

Name:

Address:

U.S. Water Services Corporation – Consultant

4939 Cross Bayou Boulevard, NPR FL 34652

II. ACCOUNTING DATA

A. Outside Accountant

- 1. Name: Jack S. Baillie, CPA
- 2. Firm:
- 3. Address: 2153 Grand Boulevard, Holiday, FL 34690
- 4. Telephone: (727) 937 6650

B. Individual To Contact On Accounting Matters:

- 1. Name: Amy Williams
- 2. Telephone: (727) 848 8292

U.S. Water Services Corporation – 4939 Cross Bayou Blvd, NPR, FL

C. Location of Books and Records: 34652

D. Have you filed an Annual Report with the Commission? Yes No

Date Last Filed:

E. Has your latest Regulatory Assessment Fee Payment been made? Paid by Previous Owners

(January 30 or July 30 whichever is applicable) Jan 30 July 30

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

1. <u>Water:</u>	2012	2011
Cost of Plant In Service	\$ 177,932	\$ 177,932
Less Accumulated Depreciation	<u>53,732</u>	<u>53,732</u>
Less Contributed Plant	<u> </u>	<u> </u>
Net Owner's Investment	\$ 124,200	\$ 124,200

2. <u>Wastewater:</u>	2012	2011
Cost of Plant In Service	\$ 301,374	\$ 301,374
Less Accumulated Depreciation	165,036	165,036
Less Contributed Plant		
Net Owner's Investment	\$ 136,338	\$ 136,338

G. Basic Income Statement: (Most recent two years)

1. <u>Water:</u>	2012	2011
Revenues (By Class)		
a. Residential	\$ 34,658	\$ 39,619
b.		
c.		
Total Operating Revenues:	\$ 34,658	\$ 39,619
Less Expenses:		
a. Salaries & Wages - Employees	4,317	5,934
b. Salaries & Wages - Officers, Directors, & Majority Stockholders		
c. Employee Pensions & Benefits		
d. Purchased Water		
e. Purchased Power	1,925	2,620
f. Fuel for Power Production		
g. Chemicals		
h. Materials & Supplies	4,152	793
i. Contractual Services	17,034	12,034
j. Rents		3,500
k. Transportation Expenses		13,782
l. Insurance Expense		
m. Regulatory Commission Expense		
n. Bad Debt Expense		963
o. Miscellaneous Expense	2,263	8,510
p. Depreciation Expense	2,738	4,141
q. Property Taxes		
r. Other Taxes	2,210	2,532
s. Income Taxes		
Operating Income (Loss)	\$ 19	\$ (15,190)

2. <u>Wastewater</u>	2012	2011
Revenues (By Class):	\$	\$
a. Residential	<u>25,799</u>	<u>29,197</u>
b.		
c.		
Total Operating Revenues:	<u>\$ 25,799</u>	<u>\$ 29,197</u>
Less Expenses:		
a. Salaries & Wages - Employees	<u>4,317</u>	<u>5,934</u>
b. Salaries & Wages - Officers, Directors, & Majority Stockholders		
c. Employee Pensions & Benefits		
d. Purchased Wastewater Treatment		
e. Sludge Removal Expense		
f. Purchased Power	<u>3,101</u>	<u>5,169</u>
g. Fuel for Power Production		
h. Chemicals		
i. Materials & Supplies	<u>184</u>	<u>263</u>
j. Contractual Services	<u>14,780</u>	<u>16,947</u>
k. Rents		<u>3,500</u>
l. Transportation Expenses	<u>46</u>	
m. Insurance Expense		<u>27,563</u>
n. Regulatory Commission Expense		
o. Bad Debt Expense		<u>962</u>
p. Miscellaneous Expense	<u>5,455</u>	<u>9,366</u>
q. Depreciation Expense	<u>9,683</u>	<u>12,881</u>
r. Property Taxes		
s. Other Taxes	<u>1,859</u>	<u>2,006</u>
t. Income Taxes		
Operating Income (Loss)	<u>\$ (13,626)</u>	<u>\$ (55,394)</u>

H. Outstanding Debt:

	Date Borrowed	Balance Due	Interest Rate	Expiration Date
1.	_____	_____	_____	_____
2.	_____	_____	_____	_____
3.	_____	_____	_____	_____
4.	_____	_____	_____	_____

I. Indicate Type of Tax Return Field:

Form 1120 -Corporation

Form 1120S -Subchapter S Corporation

Form 1065 - Partnership

Form 1040 - Schedule C - Individual (Proprietorship)

III

ENGINEERING DATA

A. Outside Engineering Consultant:

- 1. Name: **Mo Kader, P.E.**
- 2. Firm: **U.S. Water Services Corporation**
- 3. Address: **4939 Cross Bayou Boulevard, NPR, FL 34652**
- 4. Telephone: **(727) 848 8292**

B. Individual to contact on engineering matters:

- 1. Name: **Gary Deremer, President - Lakeside Waterworks, Inc.**
- 2. Telephone: **(727) 848 8292**

C. Is the utility under citation by the Department of Environmental Protection (DEP) or County Health Department? If yes, explain: **NO**

D. List any known service deficiencies and steps taken to remedy problems: **NONE**

E. Name of plant operator(s) and DEP operator certificate number(s) held: **Operating Company: U.S. Water Services Corporation: Individual Operators Assigned – Ron Derosette WW0003216 and DW0003531.**

F. Is the utility serving customers outside of its certificated area? **NO**
If yes, explain:

G. Wastewater:

- 1. Gallons per day capacity of treatment facilities:
 - a. Existing: 0.05 MGD
 - b. Under Construction: 0
 - c. Proposed: 0
- 2. Type and make of present treatment facilities: **Mac Concrete & General Environmental 0.050 MGD Extended Aeration Treatment plant**
- 3. Approximate average daily flow of treatment plant effluent: **0.008 MGD**

4. Approximate length of wastewater mains:

Size (diameter):	3"	4"			
Linear feet:	4,277	9,768			

- 5. Number of manholes: **15**
- 6. Number of lift stations: **4**
- 7. How do you measure treatment plant effluent? **Ultrasonic Flow Meter @ V-notch Weir**

8. Is the treatment plant effluent chlorinated? **XX** Yes No
 If yes, what is the normal dosage rate? **5.1 gpd**
9. Tap in fees – Wastewater: \$ **0**
10. Service availability fees – Wastewater: **\$9.91**
11. Note DEP Treatment Plant Certificate Number and date of expiration: **FLA010521 – 08/28/2016**
 Number Expiration Date: **08/28/2016**
12. Total gallons treated during most recent twelve months: **2.92 MG**
13. Wastewater treatment purchased during most recent twelve months: **0**

H. Water: PWS ID No. 335-4028

1. Gallons per day capacity of treatment facilities:
 a. Existing: **56,000 gpd** b. Under Construction : **0** c. Proposed: **0**
2. Type of treatment: **Disinfection and Aeration**
3. Approximate average daily flow of treated water: **26,007 gpd**
4. Source of water supply: **Ground Water – Florida Aquifer**
5. Types of chemicals used and their normal dosage rates: **Sodium Hypochlorite – 12 gpd**
6. Number of wells in service: **2**
 Total capacity in gallons per minute (gpm): **1.120 gpm**

Diameter/Depth:	6" / 200"	8" / 191"	
Motor horsepower:	10	30	
Pump capacity (gpm):	270	850	

7. Reservoirs and/or hydropneumatic tanks:

Description:	Hydro-pneumatic (S)	Hydro-pneumatic (S)	Ground Storage Tank
Capacity:	3000 gallons	5000 gallons	15,000 gallons

8. High service pumping:

Motor horsepower:	7.5	7.5	30	30
Pump capacity (gpm):	125	125	545	545

9. How do you measure treatment plant production? **Flow Meter**
10. Approximate feet of water mains:

Size (diameter):	4" – 10"		
Linear feet:	14,045		

11. Note any fire flow requirements and imposing government agency: NONE
12. Number of fire hydrants in service: 11
13. Do you have a meter change out program? No Yes
14. Meter installation or tap in fees - Water \$ 125.00
15. Service availability fees - Water \$ 12.87
16. Has the existing treatment facility been approved by DEP? No Yes
17. Total gallons pumped during most recent twelve months: 9,362,420 gallons
18. Total gallons sold during most recent twelve months: 4,907,500 Gallons – 8 Mos December '12 – June '13
19. Gallons unaccounted for during most recent twelve months: 406,475 Gallons – 8 Mos December '12 – June '13
20. Gallons purchased during most recent twelve months: 0 Gallons

IV. RATE DATA

A. Individual to contact on tariff matters:

1. Name: Amy Williams
2. Telephone Number: 727 848 8292

B. Schedule of present rates: (Attach additional sheets if more space is needed)

1. Water:

- | | |
|----------------------|-------------------------------------|
| a. Residential Water | <u>\$12.87 plus \$1.22/1000 gal</u> |
| b. General Service | _____ |
| c. Special Contract | _____ |
| d. Other - Specify | _____ |

2. Wastewater:

- | | |
|---------------------------|--|
| a. Residential Wastewater | <u>\$9.91 plus \$2.43/1000 gal (6,000 max)</u> |
| b. General Service | _____ |
| c. Special Contract | _____ |
| d. Other - Specify | _____ |

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

1. Water Metered	2012	2011
a. Residential	<u>186</u>	<u>186</u>
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - Specify	_____	_____
2. Water Unmetered	2012	2011
a. Residential	_____	_____
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - Specify	_____	_____

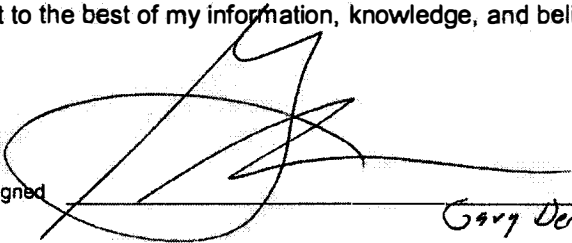
3. Wastewater

- a. Residential
- b. General Service
- c. Special Contract
- d. Other - Specify

	2012	2011
a. Residential	179	179
b. General Service		
c. Special Contract		
d. Other - Specify		

V. AFFIRMATION

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

s/Signed 
s/Title President

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.