

LAKE IDLEWILD UTILITY COMPANY

FILED NOV 03, 2015
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FPSC - COMMISSION CLERK

October 28, 2015

DATE DEPOSIT

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Office of Commission Clerk
Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399

Re: Application of Lake Idlewild Utility Company for Staff Assisted Rate Case in Lake County

Dear Commission Clerk,

Please find attached Lake Idlewild Utility Company's (Lake Idlewild) application for a staff assisted rate case (SARC) in Lake County.

Lake Idlewild purchased the water and wastewater systems from W.B.B. Utilities, Inc on August 29, 2014. The transfer was approved by the Public Service Commission in Order No. PSC-15-0140-PAA-WU, issued March 23, 2015. The last SARC for this water system was in 1994, which culminated in Order No. PSC-94-0236-FOF-WU, issued March 3, 1994, in Docket No. 930656-WU. Since Lake Idlewild purchased these systems on August 29, 2014, the utility is requesting a test year ending September 30, 2015 to reflect a full 12 months of operation under the new ownership.

For the test year ending September 30, 2015, the adjusted average water rate base for Lake Idlewild is \$52,557. The adjusted operating expenses for the requested test year were \$38,322 for water. Finally, based on the adjusted amounts in Lake Idlewild's supporting workpapers, the net operating loss for this test year were (\$5,453).

Lake Idlewild is requesting an overall rate of return (ROR) of 8.74% with a return on equity of 8.74% based on the most recent leverage formula in Order No. PSC-15-0259-PAA-WS, issued July 2, 2015.

In support of its requested rate increase, RWW provides the following information attached to this letter:

1. Commission Application for Staff Assisted Rate Case Form PSC/AFD 2-W;
2. Lake Idlewild's supporting schedules for requested test year ending August 31, 2014 including:
 - a. Schedule 1-A – Water Rate Base
 - b. Schedule 1-C – Adjustments to Rate Base
 - c. Schedule 2 – Capital Structure
 - d. Schedule 3 – A – Statement of Water Operations
 - e. Schedule 3-C – Adjustments to Operating Income
 - f. O&M Expenses – Water
 - g. Schedule RCE – Analysis of Rate Case Expense
 - h. Plant, Accumulated Depreciation, Depreciation Expenses

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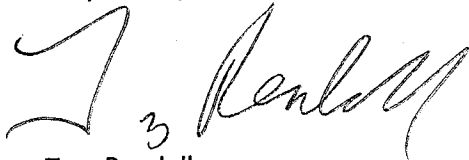
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Lake Idlewild Utility Company
Staff Assisted Rate Case Request
October 28, 2015

- i. Schedule A-5 – Average Plant in Service – by Primary Account
- j. Schedule A-9 – Average Accumulated Depreciation by Primary Account
- k. Schedule A-14 – Average CIAC and Accumulated Amortization
- l. Taxes Other Than Income Schedule
- m. Allocation of Revenue Requirement – Rate Design – Water
- n. Schedule E-1w – Water Rates at Present and Proposed Rates (with elasticity adj.)
- o. Schedule 4 – A – Utility Requested Water Rate Schedule
- p. Schedule F-1 – Gallons of Water Purchased, Sold and Unaccounted For

The total filing fee in the amount of \$200 is also attached to this SARC application pursuant to Rule 25-30.30.020(2)(f), Florida Administrative Code.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "T. Rendell". The signature is written in a cursive style with a large initial "T" and a stylized "R".

Troy Rendell
Manager of Regulated Utilities
// for Lake Idlewild Utility Company