

LINDRICK SERVICE CORPORATION

POST OFFICE BOX 1176
NEW PORT RICHEY, FLORIDA 34656-1176
(727) 849-2266

December 22, 1999

980242-SU

Florida Public Service Commission
Capital Circle Office Center
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

99 DEC 27 AM 9:35
MAIL ROOM

Attention: Blanca S. Bayo, Director

RE: Division of Records and Reporting
PSC 99-1883-PAA-SU
Order Granting Temporary Rates
Revenue Reporting

Dear Ms. Bayo:

In accordance with the provisions of the above referenced Order, we are pleased to present our fifth monthly report of the total revenue collected from the wastewater customers and the additional revenue collected through both the temporary and emergency rates.

The Emergency Rates reflecting only the cost of wastewater treatment by the City of New Port Richey went into effect on May 27, 1999 and were first applied to customer billings for consumption during the month of June 1999. On October 1, 1999, new Temporary Rates went into effect. By Order, the Utility was granted a temporary increase (subject to appeal) in annual revenue of \$682,369 to generate total annual operating revenues of \$1,430,097 for its wastewater operation. This is an average revenue of \$119,175 per month or an average monthly increase in revenue of \$56,864.00 of which \$37,530 is allocated to pay for the cost of purchased wastewater treatment and the remaining \$19,334 goes toward other expenses and return on investment.

The most recent available data is for customer billings issued at the beginning of November (October consumption). A chart showing both Emergency and Temporary Rate Collections is attached, as is a copy of the bulk wastewater treatment bill for October. Total revenue currently being collected is significantly less than that allowed under the temporary rates.

As you can see, Utility collections for Emergency Rates or the portion of the Temporary Rates intended to cover the cost of sewage treatment purchased from the City of New Port Richey are consistently short; currently the total cumulative deficit is \$26,434.44. This deficit can be attributed in part to the reduction to the Emergency Rates (bulk wastewater treatment expense) made by PSC in establishing the Temporary Increase (part of Lindrick's current protest). In addition, the total amount collected attributable to the Temporary rates for the month of October is only \$35,947.05 - almost \$21,000 less than the average monthly revenue increase of \$56,864 allowed by the Order. While past due collections will reduce this shortfall slightly, current rates are obviously insufficient to meet utility expenses.

AFA _____
APP _____
CAF _____
CMU _____
CTR _____
EAG _____
LEG 1
MAS _____
OPC _____
RRR _____
SEC 1
WAW 1
OTH _____

DOCUMENT NUMBER-DATE

15736 DEC 27 99

FPSC-RECORDS/REPORTING

December 22, 1999

Page 2

We apologize for our reporting delay this month; the change to temporary rates and Y2K preparations by our billing consultants, as well as the holidays delayed receipt of necessary data.

Please feel free to call if you have any questions on this report.

Very truly yours,



Joseph R. Borda, A.I.A., P.E.

JRB:dlk

cc: Bob Nixon – Cronin, Jackson, Nixon & Wilson
Ken Hoffman, Esq. – Rutledge, Ecenia, Underwood, Purnell & Hoffman

Lindrick Service Corporation Revenue Reporting
Emergency and Temporary Rates

Service Month	(A) Total Revenue Collected	(B) City of NPR Bill	Revenue from Rate Increases				Variances	
			(C) Emerg. Rate Collection Amount	(D) Temp. Rate Collection Amount	(E) Temp. Rate Collec. Toward W/W Treatment (3)	(F) Total Add'l. Rev. From Temp. Rate Increase (D & E)	Diff. between City Bill & Collections for Bulk W/W Treatment (B-D) or (B-E)	Diff. between Allowable Rev. Increase & Total Add'l. Rev. Collected [\$56,864 (4) - F]
June (2)	\$ 98,932.32	\$ 39,697.04	\$ 37,099.62	-	-	-	\$ 2,597.42	-
July (2)	\$ 86,470.53	\$ 39,685.48	\$ 32,426.45	-	-	-	\$ 7,259.03	-
August (2)	\$ 93,678.62	\$ 38,338.74	\$ 35,129.49	-	-	-	\$ 3,209.25	-
Sept. (1)	\$107,125.62	\$ 41,659.35	\$ 40,172.10	-	-	-	\$ 1,487.25	-
October	\$ 78,737.15	\$ 41,407.92		\$6,420.62	\$ 29,526.43	\$35,947.05	\$11,881.49	\$20,916.95
Total	\$464,944.24	\$200,788.53	\$144,827.66	\$ 6,420.62	\$ 29,526.43	\$35,947.05	\$26,434.44	\$20,916.95

(1) Figures listed for September reflect credit of \$4,323.76 issued for May billing.

(2) Receipts aged 90 + days proportioned between June, July and August.

(3) Portion of Temporary Rate allocated for payment of City of NPR bill for wastewater treatment (arbitrarily reduced from Emergency Rate and currently under protest).

(4) Average monthly increase in total revenue allowed by Temporary Increase.