

AUDIT SERVICE REQUEST

September 3, 2000

Date of Request

APAD control #

TO : **DIVISION AUDITING & FINANCIAL ANALYSIS**

FROM: **DIVISION OF REGULATORY OVERSIGHT** Stephanie Clapp (904) 413-6997

Division

Name

Phone number

RE : REQUEST FOR AUDIT OF Century Realty Funds, Inc. & Haselton Associates, Ltd. d/b/a Route 19A North Joint Venture

DOCKET NO.: 000793-WS

AUDIT PURPOSE: To establish rate base for transfer of utility

LIST AUDIT OBJECTIVES & OTHER INFORMATION ON BACK.

ADMINISTRATIVE DETAILS:

COMPANY CONTACT: THOMAS POE (NONE) (915) 877-1772

Name

Title

Phone Number

MAIL ADDRESS: 7777 Market Center Avenue

Street Address

El Paso

Texas

79912

City

State

Zip Code

LOCATION OF RECORDS: The application states that the books and records of the seller were given to the buyer at closing and are in the possession of Thomas Poe. Questions concerning the application should be addressed to Ms. Sandra Seyffart in Eustis, Florida at (407) 365-6651.

- APP _____
- CAF _____
- CMP _____
- COM _____
- CTR _____
- ECR _____
- LEG _____
- OPC _____
- PAI _____
- RGO _____
- SEC _____
- SER _____
- TH _____

AUDIT DUE DATE: November 24, 2000

PIECEMEAL RESULTS: YES_ NO XX

COORDINATING DETAILS: STEPHANIE CLAPP (Analyst) (850) 413-6997

RICHARD REDEMANN (Engineer) (850) 413-6999

Name and phone number of other Division staff and any other administrative instructions

REFERENCES: Orders Nos. 21342 and PSC-96-1470-FOF-SU and the 1997, 1998, and 1999 Annual Reports. If you need any other information, please feel free to call me.

Attach copies of FPSC ORDERS and other documents as appropriate

FOR USE OF THE FIELD AUDIT SUPERVISOR:

REQUEST ACKNOWLEDGED BY: _____ DATE: _____

AUDIT MANAGER ASSIGNED: _____ DATE ON SIGHT: _____

COMMENTS: _____

DOCUMENT NUMBER-DATE

11058-SEP-68

FPSC-RECORDS/REPORTING

ITEM #

AUDIT OBJECTIVE OR QUESTION
Add supplemental background for auditor

WORK
PRIORITY

ALL ITEMS CONSIDERED HIGH (H) PRIORITY

- 1 The rate base objectives per rate case audit guide of the DAFA audit manual should be used in auditing utility plant, accumulated depreciation, CIAC and accumulated amortization of CIAC. A working capital allowance need not be calculated.
- 2 Determine whether any assets on the seller's books are not being transferred, such as desk, computer equipment and vehicles, and exclude these items from the calculation of rate base.
- 3 Determine if these are any extraordinary circumstances surrounding the purchase. Current Commission policy is not to allow an acquisition adjustment up or down unless there are extraordinary circumstance justifying an acquisition adjustment. The burden of proof is on the utility.
- 4 Verify land ownership in the name of the current owner of the utility for the real property on which the utility plant is located.
- 5 Verify the existing rates, miscellaneous service charges, service availability charges, and customer deposits charged by the utility.
- 6 Verify the purchase price for the utility and the closing date.

PRIORITY
CODES

H - HIGH PRIORITY - CRITICAL WORK NEEDED TO COMPLETE PROGRAM.
M - MIDDLE PRIORITY - REQUIRED FOR FULL CONSIDERATION OF PROGRAM.
L - LOW PRIORITY - WORK THAT CAN BE DEFERRED.