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May 7, 2009

E-FILING

Ann Cole, Commission Clerk  
Office of Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399

RE: Docket No. 070693-WS; Lake Utility Services, Inc.'s Application for Water and Wastewater Rate Increase in Lake County, Florida  
Our File No.: 30057.148

Dear Ms. Cole:

Enclosed for filing in the above-referenced docket is the Actual Rate Case Expense Incurred, pursuant to Rule 25-30.436(6), Florida Administrative Code.

Should you have any questions regarding this filing, please do not hesitate to give me a call.

Very truly yours,



CHRISTIAN W. MARCELLI  
For the Firm

CWM  
Enclosure

cc: Ms. Kirsten Weeks (w/enclosure) (via e-mail)

Company: Lake Utility Services, Inc.  
 Docket No: 070693-WS  
 Test Year Ended: 06/30/07

Page 1 of 1  
 Preparer: Erin Povich

Explanation: Provide the total amount of rate case expense requested in the application. State whether the total includes the amount up to proposed agency action or through a hearing before the Commission. Provide a list of each firm providing service

| (1)    | (2)   | (3)                            | (4)                    | (5)             | (6)                               | (7)                               | (8)                                    | (9)                        | (10)                            |  |
|--------|---|--------------------------------|------------------------|-----------------|-----------------------------------|-----------------------------------|--|----------------------------|---------------------------------|--|
| Line # | Firm or Vendor Name                                     | Counsel, Consultant or Witness | Hourly Rate Per Person | Estimated Hours | Total Estimate of Charges by Firm | Total Actual Hours as of 04.30.09 | Actual Charges Incurred as of 04.30.09 | Estimate Hours to Complete | Estimate of Charges to Complete | Type of Service Rendered                                       |
| 1      | Milhan, Swain & Associates                              | Deborah Swain                  | 180                    | 130.00          | 23,400                            | 132.50                            | 23,850                                 | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 2      | Milhan, Swain & Associates                              | Cynthia Yapp                   | 140                    | 60.00           | 8,400                             | 76.75                             | 10,745                                 | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 3      | Milhan, Swain & Associates                              | Maria Bravo                    | 140                    | 1,245.00        | 174,300                           | 1,286.00                          | 180,040                                | 4.00                       | 560                             | Assist w/MFRs, data requests, audit facilitation               |
| 4      | CPH Engineers   | Various                        | n/a                    | n/a             | 10,000                            | n/a                               | 10,428                                 | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 4      | Rose, Sundstrom & Bentley, LLP                          | Friedman, Martin               | 270                    | -               | -                                 | 6.70                              | 1,809                                  | 0.00                       | -                               | Legal Fees, also Includes Filing Fee                           |
| 3      | Rose, Sundstrom & Bentley, LLP                          | Friedman, Martin               | 290                    | 261.90          | 75,951                            | 50.40                             | 14,616                                 | 0.00                       | -                               | Legal Fees, also Includes Filing Fee                           |
| 3      | Rose, Sundstrom & Bentley, LLP                          | Friedman, Martin               | 320                    | -               | -                                 | 10.00                             | 23,950                                 | 2.00                       | 640                             | Legal Fees, also Includes Filing Fee                           |
| 6      | Rose, Sundstrom & Bentley, LLP                          | Marcelli, Christian            | 225                    | -               | -                                 | 4.40                              | 990                                    | 0.00                       | -                               | Legal Fees, also Includes Filing Fee                           |
| 5      | Rose, Sundstrom & Bentley, LLP                          | Marcelli, Christian            | 270                    | -               | -                                 | 21.40                             | 5,778                                  | 0.00                       | -                               | Legal Fees, also Includes Filing Fee                           |
| 5      | Rose, Sundstrom & Bentley, LLP                          | Marcelli, Christian            | 275                    | -               | -                                 | 82.00                             | 22,550                                 | 0.00                       | -                               | Legal Fees, also Includes Filing Fee                           |
| 4      | Rose, Sundstrom & Bentley, LLP                          | Marcelli, Christian            | 290                    | -               | -                                 | 7.90                              | 2,291                                  | 4.00                       | 1,160                           | Legal Fees, also Includes Filing Fee                           |
| 6      | M&R Consultants   | Frank Seidman                  | 135                    | 120.00          | 16,350                            | 24.55                             | 3,722                                  | 0.00                       | -                               | U&UAnalysis, Assist w/ MFRs, data requests, audit facilitation |
| 7      | Public Service Commission                               |                                | n/a                    | n/a             | 4,000                             |                                   |  | 0.00                       | -                               | Filing Fee   |
| 8      | Water Service Corp.                                     | Dipasquale, Susan M            | 33.92                  | 50.00           | 1,696                             | 73.00                             | 2,476                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 9      | Water Service Corp.                                     | Durham, Rick J                 | 96.49                  | 50.00           | 4,825                             | 12.00                             | 1,158                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 10     | Water Service Corp.                                     | Flynn, Patrick C               | 55                     | 150.00          | 8,250                             | -                                 | -                                      | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 11     | Water Service Corp.                                     | Flynn, Patrick C               | 33.92                  | -               | -                                 | 93.75                             | 3,180                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 12     | Water Service Corp.                                     | Flynn, Patrick C               | 37.93                  | -               | -                                 | 20.75                             | 787                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 11     | Water Service Corp.                                     | Gongre, Bryan Keith            | 33.92                  | 50.00           | 1,696                             | 27.00                             | 916                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 12     | Water Service Corp.                                     | Hanks, Peggy                   | 33.92                  | 10.00           | 339                               | -                                 | -                                      | 0.00                       | -                               | Administrative assistance in conjunction with the rate case.   |
| 13     | Water Service Corp.                                     | Haws, Scotty Lee               | 33.92                  | 50.00           | 1,696                             | 1.00                              | 34                                     | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 8      | Water Service Corp.                                     | Hoy, John Patrick              | 96                     | 80.00           | 7,680                             | 28.00                             | 2,688                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 8      | Water Service Corp.                                     | Hoy, John Patrick              | 106                    | -               | -                                 | 9.00                              | 954                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 8      | Water Service Corp.                                     | Hoy, John Patrick              | 111                    | -               | -                                 | 8.00                              | 888                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 8      | Water Service Corp.                                     | Krugler, Adrienne Ranc         | 44.35                  | -               | -                                 | 1.50                              | 67                                     | 0.00                       | -                               | Billing Dept., Rate Implementation (refunds if required)       |
| 9      | Water Service Corp.                                     | Marzouk, Michelle              | 14                     | 40.00           | 560                               | 28.00                             | 392                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 9      | Water Service Corp.                                     | Marzouk, Michelle              | 15                     | -               | -                                 | 8.50                              | 128                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 10     | Water Service Corp.                                     | Povich, Erin Patricia          | 31                     | 450.00          | 13,950                            | 445.00                            | 13,795                                 | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 10     | Water Service Corp.                                     | Povich, Erin Patricia          | 36                     | -               | -                                 | 36.00                             | 1,296                                  | 20.00                      | 720                             | Assist w/MFRs, data requests, audit facilitation               |
| 11     | Water Service Corp.                                     | Rochow, Michelle Men           | 34                     | 350.00          | 11,900                            | 344.00                            | 11,696                                 | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 11     | Water Service Corp.                                     | Rochow, Michelle Men           | 33                     | -               | -                                 | 56.50                             | 1,865                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 12     | Water Service Corp.                                     | Rochow, Michelle Men           | 35                     | -               | -                                 | 47.50                             | 1,663                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 11     | Water Service Corp.                                     | Schiopu, Mircea                | 44.35                  | -               | -                                 | 3.00                              | 133                                    | 0.00                       | -                               | Customer Notices and mailings.                                 |
| 12     | Water Service Corp.                                     | Shrake, Brian W                | 27                     | 100.00          | 2,700                             | 2.00                              | 54                                     | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 13     | Water Service Corp.                                     | Valrie, LaWanda N              | 14                     | 130.00          | 1,820                             | 0.50                              | 7                                      | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 13     | Water Service Corp.                                     | Valrie, LaWanda N              | 43.01                  | -               | -                                 | 96.00                             | 4,129                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 14     | Water Service Corp.                                     | Valrie, LaWanda N              | 22                     | -               | -                                 | 15.00                             | 330                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 14     | Water Service Corp.                                     | Weeks, Kirsten Elise           | 46                     | 300.00          | 13,800                            | 203.00                            | 9,338                                  | 20.00                      | 920                             | Assist w/MFRs, data requests, audit facilitation               |
| 14     | Water Service Corp.                                     | Weeks, Kirsten Elise           | 49                     | -               | -                                 | 4.00                              | 196                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 15     | Water Service Corp.                                     | Williams III, John D           | 33.92                  | 50.00           | 1,696                             | 14.00                             | 475                                    | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 15     | Water Service Corp.                                     | Williams III, John D           | 81.5                   | -               | -                                 | 13.00                             | 1,060                                  | 0.00                       | -                               | Assist w/MFRs, data requests, audit facilitation               |
| 16     | Water Service Corp.                                     |                                | n/a                    | n/a             | 1,800                             |                                   |  | n/a                        | -                               | Customer notices, postage                                      |
| 17     | Water Service Corp.                                     |                                | n/a                    | n/a             | 228                               |                                   | 4,715                                  | n/a                        | -                               | Customer notices, stock  |
| 18     | Water Service Corp.                                     |                                | n/a                    | n/a             | 1,200                             |                                   | -                                      | n/a                        | -                               | Travel, Airfare  |
| 19     | Water Service Corp.                                     |                                | n/a                    | n/a             | 1,600                             |                                   | -                                      | n/a                        | -                               | Travel, Hotel/Accommodation                                    |
| 20     | Water Service Corp.                                     |                                | n/a                    | n/a             | 400                               |                                   | -                                      | n/a                        | -                               | Travel, Rental Car   |
| 21     | Water Service Corp.                                     |                                | n/a                    | n/a             | 12,000                            |                                   | 15,518                                 | n/a                        | -                               | Fed Ex, copies & other misc., includes Office Team             |
| 22     | Estimate Through  |                                |                        |                 | \$ 402,237                        |                                   | \$ 380,705                             |                            | \$ 4,000                        |  |
| 23     | [x ] PAA  |                                |                        |                 | 402,237                           |                                   |  |                            |                                 |  |
| 24     | [ ] Commission Hearing                                  |                                |                        |                 |                                   |                                   |  |                            |                                 |  |
| 25     | Amortization Period 4 Years                             |                                |                        |                 |                                   |                                   |  |                            |                                 |  |
| 26     | Explanation if different from Section 367.0816, Florida |                                |                        |                 |                                   |                                   |  |                            |                                 |  |
| 27     | Amortization of Rate Case Expense:                      |                                |                        |                 |                                   |                                   |  |                            |                                 |  |
|        |   | (A)                            | (B)                    | (C)             |                                   |                                   |  |                            |                                 |  |
|        |   | Water                          | Wastewater             | Total           |                                   |                                   |  |                            |                                 |  |
| 28     | Prior unamortized rate case expenses                    | 0                              | -                      | \$ -            |                                   |                                   |  |                            |                                 |  |
| 29     | Current rate case expense                               | 196,187                        | 184,518.46             | 380,705         |                                   |                                   |  |                            |                                 |  |
| 30     | Total projected rate case expense                       | 196,187                        | 184,518.46             | 380,705         |                                   |                                   |  |                            |                                 |  |
| 31     | Annual Amortization                                     | \$ 49,047                      | 46,129.61              | \$ 95,176       |                                   |                                   |  |                            |                                 |  |
| 32     | Method of allocation between systems:                   |                                |                        |                 |                                   |                                   |  |                            |                                 |  |
| 33     | Customers (based on ERC Counts 06/30/07)                |                                | 1118.1                 | 1,051.60        | 2169.7                            |                                   |  |                            |                                 |  |
| 34     | Percentage of average customers                         |                                | 52%                    | 48%             | 100%                              |                                   |  |                            |                                 |  |