

**Ruth Nettles**

090182-SU

**From:** Trina Collins [TCollins@RSBattorneys.com]  
**Sent:** Friday, January 15, 2010 4:28 PM  
**To:** Filings@psc.state.fl.us  
**Cc:** ewallace@niamerica.com; BWilkinson@niamerica.com; donald.clayton@tangibl.com; Patti Daniel; Curt Mouring; Stan Rieger; Martin Friedman; Christian W. Marcelli; Trina Collins  
**Subject:** Filing in Docket No. 090182-SU; Ni Florida, LLC's Application for Increase in Wastewater Rates in Pasco County, Florida  
**Importance:** High  
**Attachments:** PSC Clerk 19 (Response to Staff's queries at Dec 23 meeting).ltr.pdf

- a. Martin S. Friedman, Esq.  
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- b. Docket No.: 090182-SU; Ni Florida, LLC's Application for Increase in Wastewater Rates in Pasco County, Florida - Filing Ni Florida, LLC's responses to Staff's queries raised at the informal meeting held on December 23, 2009.
- c. Ni Florida, LLC
- d. 5 Pages.
- e. Letter to Commission Clerk and response attachments to Staff's queries raised at 12/23/09 meeting - 5 pages.

DOCUMENT NUMBER-DATE

00421 JAN 15 2010

FPSC-COMMISSION CLERK

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January 15, 2010

E-FILING

Ann Cole, Commission Clerk  
Office of Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Blvd.  
Tallahassee, FL 32399-0850

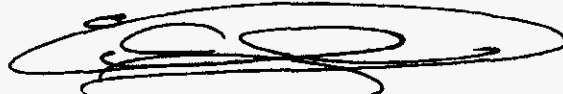
RE: Docket No. 090182-SU; Ni Florida, LLC's Application for Increase in Wastewater Rates in Pasco County, Florida  
Our File No.: 43053.03

Dear Ms. Cole:

Attached for filing in the above-referenced docket is Ni Florida, LLC's responses to Staff's queries raised at the informal meeting held on December 23, 2009.

Should you or the Staff have any questions regarding this matter, please do not hesitate to give me a call.

Very truly yours,



CHRISTIAN W. MARCELLI  
For the Firm

CWM/tlc  
Enclosures

cc: Ed Wallace, President (w/enclosures) (via e-mail)  
Mr. Benny Wilkinson (w/enclosures) (via e-mail)  
Mr. Donald Clayton (w/enclosures) (via e-mail)  
Ms. Patricia Daniel (w/enclosures) (via e-mail)  
Mr. Curt Mouring, Division of Economic Regulation (w/enclosures) (via e-mail)  
Mr. Stanley Rieger, Division of Economic Regulation (w/enclosures) (via e-mail)

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00421 JAN 15 09

FPSC-COMMISSION CLERK

Ni Florida, LLC – Hudson  
Docket No. 090182-SU

Open Item 1: Please provide a schedule detailing future capital expenditures relating to the “Lift Station Upgrade and Pump Replacement Project” and what portion of that project, if any, will be capitalized.

Response: The attached list represents a lift station detail of work performed on the “Lift Station Upgrade and Pump Replacement Project”. Expenditures are summarized by lift station and include the cost of the pump and the related costs associated with rails, guides, and chains. All costs were incurred outside of the test year. The only item not capitalized as a unit of property was a rebuilt pump at Lift Station number 33 “Saltwater and Starfish”.

Open item 2: Please provide an explanation for expensing the installation cost of Lift Station # 41 – Flounder Master Mag Meter during the test year.

Response: During our phone conversation on December 23, 2009, we acquiesced that the costs associated with the Master Mag Meter at Lift Station # 41 “Flounder” were inappropriately expensed and should have been capitalized as part of the test year. Upon further study, the attached invoice in question clearly does not include the cost of the meter. Under Hudson’s agreement with the county, Ni America is required to maintain the meter, but the actual meter itself belongs solely to the county. The attached invoice for \$6,976.27 represents the cost to install the new meter. It was billed to us under our maintenance agreement; hence the related cost was expensed.

DOCUMENT NUMBER-DATE

00421 JAN 15 0

FPSC-COMMISSION CLERK

Ni Florida-Hudson  
 13825 US Highway 19, Suite 301  
 Hudson, FL 34667  
 Hudson rate filing in Docket No. 090182-SU

### Lift Station Upgrade and Pump Replacement Project

1/12/2010

Number	Street Location	Area Number	Original Number of Pumps	Date of Upgrade	Present Number of Pumps	Description of Upgrade	Capitalized	Expensed	Amount	Pump and items to be Added	Total
1	Brady	31	1	8/14/2009	2	Relocated Pump	\$ 2,067.38		\$ 2,067.38	\$ -	\$ 2,067.38
2	Nowicki	35	2		2				-	-	-
3	Wilcox	51	1	7/31/2009	2	Relocated Pump	\$ 1,938.40		1,938.40	-	1,938.40
4	Seaview	37	2		2				-	-	-
5	Driftwood	36	2		2				-	-	-
6	Cape Cay (New York)	52	2		2				-	-	-
7	Shark	47	2		2				-	-	-
8	Oak Bend	49	1		1				-	3,600.00	3,600.00
9	Waterway	48	2		2				-	-	-
10	Skate	42	2	5/29/2009	2	1 New Pump	1,528.38		1,528.38	-	1,528.38
11	Hudson and Guava	26	1		1				-	8,477.96	8,477.96
12	Hudson and Port Hudson	32	1		1				-	8,477.96	8,477.96
13	Henry	33	2		2				-	-	-
14	Apple	22	1	7/30/2009	1	1 New Pump (1)	5,884.40		5,884.40	4,624.48	10,508.88
15	Plum	23	1		1				-	8,477.96	8,477.96
16	Harbor (end of road)	19	2		2				-	-	-
17	Harbor	21	1	8/27/2009	2	Relocated Pump	9,930.96		9,930.96	-	9,930.96
18	Clark	17	1	7/30/2009	2	2 New Pumps (1)	13,850.34		13,850.34	-	13,850.34
19	Lonnie Lee (at the Y)	16	2		2				-	-	-
20	Lonnie Lee and Ethel	14	2		2				-	-	-
21	Hudson Beach	15	2		2				-	-	-
22	Old Dixie (French restaurant)	53	1		1				-	8,477.96	8,477.96
23	Sea Ranch and Coco	9	2		2				-	-	-
24	Sea Ranch and Lesslie	11	2		2				-	-	-
25	Beverly	12	1		1				-	4,587.48	4,587.48
26	Sea Ranch and Jennita	12B	2		2				-	-	-
27	Boatyard	10	1	7/30/2009	2	1 New Pump	2,211.12		2,211.12	-	2,211.12
28	Flicker	6	1	8/27/2009	2	1 New Pump (1)	6,996.36		6,996.36	-	6,996.36
29	Osprey	5	1	8/12/2009	2	2 New Pumps (1)	12,378.44		12,378.44	-	12,378.44
30	Sanderling	4	1	8/14/2009	2	2 New Pumps (1)	12,166.10		12,166.10	-	12,166.10
31	Saltwater and Carol	3	1	8/14/2009	2	Relocated Pump (1)	2,025.14		2,025.14	-	2,025.14
32	Saltwater and Susan	2	2		2				-	-	-
33	Saltwater and Starfish	1	2	7/2/2009	2	1 Rebuilt Pump		2,362.98	2,362.98	-	2,362.98
34	Tiller	62	2		2				-	-	-
35	Tower	61	2		2				-	-	-
36	Liberty (Harley)	13	2		2				-	-	-
37	Father and Son	55	1		1				-	9,477.96	9,477.96
38	Winn Dixie	57	2		2				-	-	-
39	CWW	CWW	2		2				-	-	-
40	Sunnydale	60	1	8/27/2009	2	Relocated Pump	2,019.32		2,019.32	-	2,019.32
41	Flounder	MS41	2		2				-	-	-
42	Delmar	MS56	2		2				-	-	-
Lift Stations needing additional Pumps			<u>66</u>		<u>76</u>		<u>\$ 72,996.34</u>	<u>\$ 2,362.98</u>	<u>\$ 75,359.32</u>	<u>\$ 56,201.76</u>	<u>\$ 131,561.08</u>

(1) Includes other lift station upgrades such as rails, guides, and chains

**KBHS, Inc.**

1700 Eaton Drive  
Clearwater FL 33756

Port Richey Office 727.863.8833  
Port Richey Fax 727.863.8813  
727.643.9593 (Ken)

Invoice

**COPY**

Date	Invoice #
8/29/2008	9448

Accounting Phone: 727. 581.4131  
Fax: 727. 585.3938  
e-mail: mhoward70@tampabay.rr.com

Bill To

Ni America, Inc.  
13825 US Hwy 19 South  
Hudson FL 34667

Project Date
7/29-30/08

P.O. No.

Quantity	Project / Parts / Labor	Item	Rate	Amount
	<b>Lift Station # 41 - Flounder Master Mag Meter</b>			
	7/29/08 Old meter was not working. Shut off all lift stations on system down; shut down force main. Changed out meter.			
	Used sludge truck to keep up with flow that we were unable to shut down.			
	Restarted system, checked out all controls, floats and pumps in master station.			
5.5 hours		sludge truck NiAmerica	120.00	660.00
6.0 feet		6" spool piece	530.22	3,181.32
3.0 feet		6" spool piece	265.11	795.33
2.0		6" uniflange	51.68	103.36
4.0		6" s.s. bolt kit	64.19	256.76
5.5 hours		crane truck	35.00	192.50
	meter billed separately			
5.5 hours		Labor-4 technicians mechanical	170.00	935.00
4.4 hours		Labor-2 laborers	55.00	242.00
				0.00
		<b>Total</b>		

Make all checks payable to Ken's Bush Hog Service, Inc.  
THANK YOU FOR YOUR BUSINESS!

*OK*  
*[Signature]*

**KBHS, Inc.**

1700 Eaton Drive  
Clearwater FL 33756

Port Richey Office 727.863.8833  
Port Richey Fax 727.863.8813  
727.643.9593 (Ken)

**Invoice**

Date	Invoice #
8/29/2008	9448

Accounting Phone: 727. 581.4131  
Fax: 727. 585.3938  
e-mail: mhoward70@tampabay.rr.com

Bill To

Ni America, Inc.  
13825 US Hwy 19 South  
Hudson FL 34667

Project Date		P.O. No.		
7/29-30/08				
Quantity	Project / Parts / Labor	Item	Rate	Amount
	7/30/08 Installed mag meter control box and connected all wires. Mag meter furnished by customer.			
4.0	hours	Labor-technician electrical	42.50	170.00
4.0	hour	Labor-electrician	75.00	300.00
4.0	hours	crane truck	35.00	140.00
<b>ENTERED</b>				
SEP 3 2008				
			<b>Total</b>	<b>\$6,976.27</b>

Make all checks payable to Ken's Bush Hog Service, Inc.  
THANK YOU FOR YOUR BUSINESS!

OK EA