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4	BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
5	DOCKET NO. 020071-WS
6	UTILITIES, INC. OF FLORIDA
7	DIRECT TESTIMONY OF
8	DONALD W. RASMUSSEN
9	REGARDING THE APPLICATION FOR
10	INCREASE IN WATER AND WASTEWATER
11	RATES AND CHARGES
12	IN
13	MARION, ORANGE, PASCO, PINELLAS AND SEMINOLE COUNTIES
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## TESTIMONY OF DONALD W. RASMUSSEN BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION REGARDING THE APPLICATION FOR INCREASE IN WATER AND WASTEWATER RATES AND CHARGES IN MARION, ORANGE, PASCO, PINELLAS AND SEMINOLE COUNTIES BY UTILITIES, INC. OF FLORIDA

## DOCKET NO. 020071-WS

- Q. Please state your name and business address.
- A. My name is Donald W. Rasmussen and my business address is 200
  Weathersfield Avenue, Altamonte Springs, Florida.
- Q. By whom are you employed and in what capacity?
- A. I am employed by Utilities, Inc., the parent company which owns 100% of the stock of Utilities, Inc. of Florida (UIF). Presently, I serve as Vice President and Regional Director of Operations and am responsible for the administration and operation of all water and sewer systems in Florida owned by subsidiaries of Utilities, Inc.
- Q. Please summarize your background and experience in the industry of providing water and sewer service to the public.
- A. I have been employed by Utilities, Inc. since first being hired in 1970. I was soon promoted to the position of Area Manager, where I was responsible for the operations of several water and wastewater plants. During this time, I

acquired the highest Illinois licenses awarded in the water and wastewater fields and continue to hold a Class A certificate in water and Class 1 certificate in wastewater. I also conducted safety seminars for the company and was a licensed paramedic.

In 1982, I was transferred to Altamonte Springs and accepted the position of Regional Director for Utilities, Inc. of Florida. In 1990, I was given the title of Vice President of the Utilities, Inc. of Florida systems. I currently maintain a Grade A certificate in water and a Grade C certificate in wastewater in the State of Florida. I have attended numerous seminars dealing with operations and maintenance of water and wastewater systems.

- Q. What is the purpose of your testimony in this proceeding?
- A. I have come to the Commission to sponsor the additional engineering information and explain the pro forma adjustments. My testimony will begin with an explanation to the Commission of UIF's philosophy in providing customer service. Then, I will discuss improvements made to the systems.
- Q. Please explain UIF's philosophy in treating and serving its customers.
- A. Our office staff and field personnel take great pride in providing quality service to our customers. In many instances, we adapt our procedures to allow for individual needs and requirements of our customers.

Customer calls, regardless of their nature, come into the branch office in Altamonte Springs. Customers located out of the area are furnished with a toll

free number. During office hours, each call is answered by a customer service representative.

If there is a problem related to field operations, a computer generated service order is issued and directed to the operator responsible for that particular system. The service orders are immediately relayed to the operator by means of a fax machine or radio communications. Depending on the nature of the service concern, the operator will include the service order in his schedule and respond to it as necessary. Emergencies – such as water leaks or water quality complaints – always require immediate attention. After the problem is rectified, the operator relays the information to the customer service representative, and the resolution is entered into the computer system as a permanent record of the call.

Billing inquiries are handled much in the same way as service calls. All inquiries are recorded on the customer's account by entering the information into the computer system. Any billing inquiries or complaints are resolved as soon as possible.

Customers using our toll free number after office hours are forwarded to our answering service. There is an operator assigned to be "on call" during the hours the office is closed. If an emergency should arise, the on-call operator will handle the situation.

This is just a brief summary of our billing and customer service procedures.

As a company, we are never completely satisfied with customer service and, therefore, continue to strive to improve in every facet of service. Our ongoing goal is to be the best water utility in the State of Florida. We believe that we are well on our way to achieving that goal.

- Q. Are all the plants presently in compliance with the Department of Environmental Protection's regulations?
- A. Yes. At the present time, there are no known compliance problems with any of the systems.
- Q. Were any of the Exhibits to the Application for Increase in Rates prepared by you or under your supervision?
- A. Yes. The Additional Engineering Information required by Commission Rule 25-30.440 which is attached as Exhibit "3" to the Application for Increase in Rates was prepared under my supervision and is true and correct, Exhibit (DWR-1) \_\_\_\_. Although obviously I did not prepare the detailed system maps which are attached as Exhibit "4" to the Application for Increase in Rates, they are business records which are under my control, Exhibit (DWR-2) \_\_\_\_. In addition, I, or personnel under my supervision, provided the input utilized by Mr. Seidman in preparing the Engineering section of the MRFs, previously introduced as Exhibit "1" by Mr. Lubertozzi, Exhibit (SML-1) \_\_\_.
- Q. Please discuss the Seminole County pro forma adjustments.
- A. Work Order No. 115-98-12 in the amount of \$209,593 is for the replacement of

mains. This project in Weathersfield was in conjunction with the widening of State Road 436. We had water and sewer mains that had to be relocated to allow the road work to be completed. The contractor that did the relocation work was the road contractor. The work was done through a joint planing authority with the Florida Department of Transportation.

Work Order No. 116-01-01 in the amount of \$140,366 was to construct a new lift station. Located at the south end of our office building in Altamonte Springs. We had a lift station that was situated under the building. One floor under the main level of the building was the pump room and the next lower floor contained the bar screen. Because of the age and deterioration of the station along with our concerns for safety in entering a confined space, we reconstructed the lift station. This new lift station eliminated the confine space.

Work Order No.116-01-02 in the amount of \$54,410 was for a gravity sewer relocation. At one location in our Weathersfield system, we have a gravity sewer main that runs along the Little Wekiva River. Because of erosion caused by the river, Seminole County and St. Johns River Water Management District entered into a project to install barriers along the bank walls to prevent further erosion. During the engineering for this project, it was discovered that our mains and manhole were in jeopardy of collapsing into the river. In addition, they had to be moved to accommodate the construction of

the bank walls.

- Q. Please discuss the pro forma adjustments in Pasco County.
- A. Work Order No. 116-01-01 in the amount of \$24,758 was a lift station rehabilitation. When we purchased the Wis Bar system, the lift station located at the end of Flintwood Drive was in disrepair. It needed immediate attention, therefore, we made the necessary repairs to the station to ensure its integrity.

Work Order No. 115-01-02 in the amount of \$114,510 was to replace a 4" water main. After purchasing the Buena Vistas system we discovered a section of AC main that was deteriorated and having several breaks. To rectify this problem, we had to replace 2600 feet of the AC main which was located in the backyards of the homes.

Work Order No. 116-01-01 in the amount of \$27,510 was to remove lateral pipes. In our Summertree system, we were having several sewer back ups in the Point West section of the system. Upon TV of the mains, it was discovered that the laterals entering the sewer mains protruded into the main line and was causing the problem. We hired a company to cut these laterals out and enable us to TV and clean the mains which prevented additional sewer back ups.

Work Order No. 115-00-02 in the amount of \$16, 594 was to relocate a water main. In our Orangewood system, it was discovered that a 2" water main serving some commercial customers was not located in an easement. Because

the property owner wanted to construct a building where the main was located, we had to relocate the main into an easement.

Work Order No. 115-00-03 in the amount of \$48,398 was for a water main interconnection. After purchasing the Wis Bar system, which is adjacent to our Orangewood system, we interconnected the two systems. Wis Bar had no water plants and was purchasing water from the neighboring Holiday Gardens system, which we do not own.

- Q. Please explain the pro forma adjustments for Pinellas County.
- A. Work Order No. 115-02-01 in the amount of \$13,520 was for the installation of isolation control valves. In our Lake Tarpon water system when we experienced a main break we were unable to shut off sections of the system. Therefore, we would have to shut down the entire system to repair any leaks. With this not being in the best interest of our customers, we decided to install valves at various locations in the system that would allow us to shut off part of the system to make any necessary repairs without interrupting service to all of the customers.

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