

Ruth Nettles

From: Trina Collins [TCollins@RSBattorneys.com]
Sent: Wednesday, January 16, 2008 11:19 AM
To: Filings@psc.state.fl.us
Cc: KEWeeks@uiwater.com; jphoy@uiwater.com; Martin Friedman; Christian W. Marcelli; Trina Collins
Subject: Filing in Docket No.: 060261-WS; Application for increase in water and wastewater rates in Lake County by Utilities, Inc. of Pennbrooke
Importance: High
Attachments: PSC Clerk 27 (Commission Ordered Adjustments).ltr.01-16-2008.pdf

- a. Martin S. Friedman, Esquire
Rose, Sundstrom & Bentley, LLP
Sanlando Center
2180 W. State Road 434, Suite 2118
Longwood, FL 32779
PHONE: (407) 830-6331
FACSIMILE: (407) 830-8522
mfriedman@rsbattorneys.com
- b. Docket No.: 060261-WS; Application for increase in water and wastewater rates in Lake County by Utilities, Inc. of Pennbrooke
- c. Utilities, Inc. of Pennbrooke
- d. 1 page letter/3 page report
- e. Commission Ordered Adjustments verifying that the COAs have been made on Utilities, Inc. of Pennbrooke's books and records.

LAW OFFICES
ROSE, SUNDBSTROM & BENTLEY, LLP
2548 BLAIRSTONE PINES DRIVE
TALLAHASSEE, FLORIDA 32301

FREDERICK L. ASCHAUER, JR.
CHRIS H. BENTLEY, P.A.
ROBERT C. BRANNAN
F. MARSHALL DETERDING
JOHN R. JENKINS, P.A.
KYLE L. KEMPER
STEVEN T. MINDLIN, P.A.
CHASITY H. O'STEEN
DAREN L. SHIPPY
WILLIAM E. SUNDBSTROM, P.A.
DIANE D. TREMOR, P.A.
JOHN L. WHARTON
ROBERT M. C. ROSE (1924-2006)

(850) 877-6555
FAX (850) 656-4029
www.rsbatorneys.com

REPLY TO CENTRAL FLORIDA OFFICE

January 16, 2008

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CENTRAL FLORIDA OFFICE
SANLANDO CENTER
2180 W. STATE ROAD 434, SUITE 2118
LONGWOOD, FLORIDA 32779
(407) 830-6331
FAX (407) 830-8522

MARTIN S. FRIEDMAN, P.A.
BRIAN J. STREET

CHRISTIAN W. MARCELLI, OF COUNSEL
(LICENSED IN NEW YORK ONLY)

Ms. Ann Cole
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Docket No.: 060261-WS; Application for increase in water and wastewater rates in
Lake County by Utilities, Inc. of Pennbrooke.
Our File No.: 30057.121

Dear Ms. Cole:

Commission Order No. PSC-07-0088-PAA-WS requires that Utilities, Inc. of Pennbrooke verify that the Commission Ordered Adjustments ("COAs") had been made on its books and records. Enclosed is a copy of the bookkeeping entries reflecting the COAs. Utilities, Inc. is undergoing the implementation of a new accounting system, which is delaying the Utility actually booking the COAs. The Utility expects the new accounting system to be functional by the end of January, 2008, at which time the COAs will actually be booked to the Utility's books and records. We will file that confirmation when the adjustments have been made.

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

Very truly yours,



MARTIN S. FRIEDMAN
For the Firm

MSF/CM
Enclosures

cc: Ms. Kirsten Weeks (w/ enclosures) (via email)
John P. Hoy, Chief Regulatory Officer (w/ enclosures) (via email)

DOCUMENT NUMBER - DATE
00413 JAN 16 08
FPSC-COMMISSION CLERK

UTILITIES, INC. OF PENNBROOKE
 COMMISSION ORDERED ADJUSTMENTS
 DOCKET NO. 060261-WS
 ORDER NO. PSC-07-0088-PAA-WS

Entry (1) - To capitalize a fence that was expensed (see audit finding no. 7, and page 19 of the order).

<u>Co-Business Unit</u>	<u>A/C #</u>	<u>A/C Description</u>	<u>Debit</u>	<u>Credit</u>
260-260100	1055	STRUCT & IMPRV WTR TRT PLT	2,330	
260-260100	4998	RETAINED EARN-PRIOR YEARS- WATER		2,330

Entry (2) - To include accumulated depreciation for a fence that was capitalized (2005, 2006, and 2007) (see audit finding no. 7, and page 19 of the order).

<u>Co-Business Unit</u>	<u>A/C #</u>	<u>A/C Description</u>	<u>Debit</u>	<u>Credit</u>
260-260100	1850	ACC DEPR-STRUCT&IMPRV WTP- 2005- HALF A YEAR		36
260-260100	1850	ACC DEPR-STRUCT&IMPRV WTP- 2006- FULL YEAR		72
260-260100	4998	RETAINED EARN-PRIOR YEARS- WATER	108	

Entry (3) - To increase depreciation expense for fence (see audit finding no. 7, and page 19 of the order).

<u>Co-Business Unit</u>	<u>A/C #</u>	<u>A/C Description</u>	<u>Debit</u>	<u>Credit</u>
260-260100	6460	DEPREC-STRUCT & IMPRV WTP	72	
260-260100	1850	ACC DEPR-STRUCT&IMPRV WTP- 2007 (JANUARY - DECEMBER 2007)		72

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UTILITIES, INC. OF PENNBROOKE
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Entry (4) - To adjust accumulated depreciation of organization costs (see audit finding no. 2, and page 10-11 of the order).

Co-Business Unit	A/C #	A/C Description	Debit	Credit
260-260100	1835	ACC DEPR-ORGANIZATION	1,499	
260-260100	6445	DEPREC-ORGANIZATION		1,207
260-260100	4998	RETAINED EARN-PRIOR YEARS		292

Entry (5) - To increase to include expense on average plant balances (see audit finding no. 3, and page 12-13 of the order). Please refer to "Rollforward" Tab for correct adjusting entries and depreciation roll forwards for 2006 & 2007

Co-Business Unit	A/C #	A/C Description	Debit	Credit
260-260100	2055	ACC DEPR-STRUCT/IMPRV PUMP PLT LS	88	
260-260100	2075	ACC DEPR-STRUCT/IMPRV GEN PLT BLDG		20,316
260-260101	2105	ACC DEPR-SEWER FORCE MAIN/SRVC LINES	1,057	
260-260101	2110	ACC DEPR-SEWER GRVTY MAIN/MAN		1
260-260101	2110	ACC DEPR-SEWER GRAVITY MAIN/MANHOLES		1,705
260-260101	2155	ACC DEPR-TREAT/DISP EQP LAGOON		37
260-260101	2160	ACC DEPR-TREAT/DISP EQP TRT PLT	15,817	
260-260101	2270	ACC DEPR-REUSE SERVICES		169
260-260100	6660	DEPREC-STRUCT/IMPRV PUMP		88
260-260100	6680	DEPREC-STRUCT/IMPRV GEN PLT BLDG	20,316	
260-260101	6710	DEPREC-SEWER FORCE MAIN/SRVC		1,057
260-260101	6715	DEPREC-SEWER GRAVITY MAIN/MANH	1	
260-260101	6715	DEPREC-SEWER GRAVITY MAIN/MANHOLES	1,705	
260-260101	6760	DEPREC-TREAT/DISP EQUIP LAGOON	37	
260-260101	6765	DEPREC-TREAT/DISP EQ TRT PLT		15,817
260-260101	6875	DEPREC-REUSE SERVICES	169	

Entry (5A) - To account for depreciation roll forward for 2006 & 2007

Co-Business Unit	A/C #	A/C Description	Debit	Credit
260-260100	6660	DEPREC-STRUCT/IMPRV PUMP		6
260-260100	6680	DEPREC-STRUCT/IMPRV GEN PLT BLDG	1270	
260-260100	4998	RETAINED EARN-PRIOR YEARS- WATER		1264
260-260101	6710	DEPREC-SEWER FORCE MAIN/SRVC		70
260-260101	6715	DEPREC-SEWER GRAVITY MAIN/MANHOLES	114	
260-260101	6875	DEPREC-REUSE SERVICES	10	
260-260101	6760	DEPREC-TREAT/DISP EQUIP LAGOON	2	
260-260101	6765	DEPREC-TREAT/DISP EQ TRT PLT		904
260-260101	4998	RETAINED EARN-PRIOR YEARS- SEWER	848	

UTILITIES, INC. OF PENNBROOKE
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Entry (6) - To increase to allocate to appropriate plant accounts (see audit finding no. 1, and page 6 of the order).

Co-Business Unit	A/C #	A/C Description	Debit	Credit
260-260100	4998	RETAINED EARN-PRIOR YEARS- WATER		11,178
260-260100	3520	CIAC-STRUCT/IMPRV GEN PLT UNDIST		226,306
260-260100	3435	CIAC-WATER-TAP		641
260-260100	3340	CIAC-TRANS & DISTR MAINS	185,171	
260-260100	3345	CIAC-SERVICE LINES	43,640	
260-260100	3360	CIAC-HYDRANTS	16,788	
260-260100	6985	AMORT EXP-CLA-WATER	17,503	
260-260100	7165	AMORT-WATER-TAP	398	
260-260100	7070	AMORT-TRANS & DISTR MAINS		19,068
260-260100	7075	AMORT-SERVICE LINES		4,488
260-260100	7090	AMORT-HYDRANTS		1,818
260-260101	4998	RETAINED EARN-PRIOR YEARS- SEWER		25,178
260-260101	3520	CIAC-STRUCT/IMPRV GEN PLT UNDIST		377,867
260-260101	3550	CIAC-SEWER FORCE MAIN/SRVC LINES	50,414	
260-260101	3555	CIAC-SEWER GRAVITY MAIN/MANHLES	305,325	
260-260101	3550	CIAC-SEWER FORCE MAIN/SRVC LINES	57,459	
260-260101	7205	AMORT-ORGANIZATION	29,843	
260-260101	7275	AMORT-SEWER FORCE MAIN/SRVC		4,896
260-260101	7430	AMORT-SEWER-TAP	12	
260-260101	7280	AMORT-SEWER GRAVITY MAIN/MANH		29,446
260-260101	7275	AMORT-SEWER FORCE MAIN/SRVC		5,667

Entry (6A) - To account for amortization roll forward for 2006 & 2007

Co-Business Unit	A/C #	A/C Description	Debit	Credit
260-260100	6985	AMORT EXP-CLA-WATER	875	
260-260100	7165	AMORT-WATER-TAP	20	
260-260100	7070	AMORT-TRANS & DISTR MAINS		1,031
260-260100	7075	AMORT-SERVICE LINES		224
260-260100	7090	AMORT-HYDRANTS		81
260-260100	4998	RETAINED EARN-PRIOR YEARS- WATER	441	
260-260101	7205	AMORT-ORGANIZATION	1,492	
260-260101	7275	AMORT-SEWER FORCE MAIN/SRVC		326
260-260101	7280	AMORT-SEWER GRAVITY MAIN/MANH		1,309
260-260101	7275	AMORT-SEWER FORCE MAIN/SRVC		378
260-260101	7430	AMORT-SEWER-TAP	1	
260-260101	4998	RETAINED EARN-PRIOR YEARS- SEWER	520	