Dorothy Menasco

From:

Dana Rudolf [DRudolf@RSBattorneys.com]

Sent:

Thursday, December 22, 2011 4:51 PM

To:

Filings@psc.state.fl.us

Cc:

Martin Friedman; KEMarkwell@uiwater.com

Subject:

Docket No. 110257 -WS; Application for increase in water and wastewater rates in Seminole County by Sanlando

Utilities Corporation.

Attachments: PSC Clerk 05 (Deficiency Response).ltr.pdf

a) Martin S. Friedman, Esquire

Rose, Sundstrom & Bentley, LLP 766 North Sun Drive, Suite 4030

Lake Mary, FL 32746 Phone: (407) 830-6331 Fax: (407) 830-8522

mfriedman@rsbattorneys.com

b) Docket No. 110257-WS

Application for increase in water and wastewater rates in Seminole County by Sanlando Utilities Corporation.

- c) Sanlando Utilities Corporation
- d) 4 page
- e) Sanlando Utilities Corporation's Response to Staff's Deficiency letter dated November 29, 2011.

DODDMINE NEW WEEK CONT.

LAW OFFICES

Rose, Sundstrom & Bentley, LLP

www.rsbattomeys.com

Frederick L. Aschauer, Jr. Chiris H. Bentley, P.A. Robert C. Brannan F. Marshall Deterding Martin S. Friedman, P.A. John J. Fumero, P.A. Bridget M. Grimsley

JOHN R. JENKINS, P.A.

KYLE L. KEMPER

Please Respond to the Lake Mary Office

December 22, 2011

VIA E-FILING

CHRISTIAN W. MARCELLI STEVEN T. MINDLIN, P.A. THOMAS F. MULLIN CHASITY H. O'STEEN WILLIAM E. SUNDSTROM, P.A. DIANE D. TREMOR, P.A. JOHN L. WHARTON

ROBERT M.C. Rose, (1924-2006)

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

Re:

Docket No. 110257-WS; Application of Sanlando Utilities Corporation for an increase in its Water and Wastewater Rates in Seminole County, Florida Our File No. 30057.198

Dear Ms. Cole:

While Sanlando Utilities Corporation believes its original filing was in full compliance with the filing requirements as set forth in the Chairman's test year approval letter, Sanlando Utilities Corporation has enclosed Revised Schedule B-7 (two pages) and Revised Schedule B-8 (one page) in response to the Staff's letter of November 29, 2011 asserting certain deficiencies in the filing. This documentation should complete the required documentation to establish the Official Date of Filing as of this date.

Should Staff have any questions regarding the enclosed schedules they should not hesitate to contact me.

Very truly yours,

martin s. friedman

For the Firm

MSF/der Enclosures

cc: Kirsten Markwell, Manager of Regulatory Accounting (via e-mail)

09132 OEC22=

Company: Sanlando Utilities Corp. Docket No.: 110257-WS Test Year Ended: 12/31/2010 Schedule: 8-7 Page 1 of 2 Preparer: Kirsten Markwell

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	
Line No.	Account No. and Name	Prior TY 12/31/08	Current TY 12/31/10	TY Adj.'s per B-3	Adjusted TY	\$ Difference	% Difference	Explanation
1	601 Salaries & Wages - Employees	\$ 408,465 \$	558,372 \$	81,930 \$	640,302	\$ 231,837	56.76 %	Please see Note 1, on Schedule 8-7; pp2 of 2.
2	603 Salaries & Wages - Officers, Etc.	40,414	50,364	5,263	55,627	15,213	37.64 %	Please see Note 1, on Schedule 8-7; pp2 of 2.
								The Company has added the position of Director of Regulatory Accounting & Affairs. In
								addition, the current test year salaries include an average 3% merit increase per
3	604 Employee Pensions & Benefits	125,119	186,654	(6,680)	179,974	54,855	43.84 %	employee.
4	610 Purchased Water		•		•		%	Under the benchmark.
5	615 Purchased Power	421,033	452,509	•	452,509	31,476	7.48 %	Under the benchmark.
6	616 Fuel for Power Purchased	•	-	-	-		%	Under the benchmark.
								Since there was a higher volume of gallons pumped in the test year, additional chlorine
7	618 Chemicals	79,152	194,367	(28,970)	165,397	86,245		was needed.
8	620 Materials & Supplies	56,031	160,176	(3,093)	157,083	101,052	180.35 %	Please see Note 2, on Schedule 8-7; pp2 of 2.
								Since there was a very small amount booked in the year 2008, any small deviation will
								cause a substantial percent increase. As a whole the dollar amount of this increase is not
9	631 Contractual Services - Engr.	206	2,126	42	2,169	1,963	952.75 %	material.
10	632 Contractual Services - Acct.	12,653	18,020	1,311	19,331	6,678	52.78 %	The cost of the Company's annual audit has increased a substantial amount since 2008.
11	633 Contractual Services - Legal	11,908	14,265	487	14,753	2,845	22.00 8/	During the test year, The Company incurred legal fees for a certificate amendment.
12	634 Contractual Services - Legal 634 Contractual Services - Mgmt. Fees	11,508	14,203	467	14,/33	2,643		Under the benchmark.
13	635 Contractual Services - Testing	20,181		18,186	18,186	(1,995)		Under the benchmark.
13	033 CONTRACTOR SELVICES - LESTING	20,141	_	10,100	16,100	(1,255)	(3.00) %	The company installed a new accounting and billing system. The use of skilled computer
14	636 Contractual Services - Other	80,701	109,017	9,537	118,554	37,853	46.91 %	technicians was utilized to help implement the system.
15	641 Rental of Building/Real Prop.	50,701	105,017	3,331	110,334	32,033		Under the benchmark.
	The man by buildings hear trop.						~	Since there was a credit balance for this account in 2008, any amount will cause a large
16	642 Rental of Equipment	(6)	13	2	15	21	350 44 %	increase. The difference is immaterial as a whole.
17	650 Transportation Expenses	69,146	75,420	(7,380)	68,040	(1,106)		Under the benchmark.
18	656 Insurance - Vehicle	*****	,	.,,	,	(-/	• •	Under the benchmark.
19	657 Insurance - General Liability			_	_		%	
20	658 Insurance - Workman's Comp.		-	_			%	
21	659 Insurance - Other	97,551	89,531	2,557	92,088	(5,463)	(5.60) %	Under the benchmark.
22	660 Advertising Expense	•	•		•		*	Under the benchmark.
23	666 Reg. Comm. Exp Rate Case Amort.	49,288	35,278	38,635	73,913	24,625	49.96 %	Not subject to Index Benchmarking
								Certain regulatory expenses such as researching tariff changes, acquisition policies, etc.
								were incurred for the benefit of Florida companies and were allocated to each company
24	667 Reg. Comm. Exp Other	(2,330)	3,445	201	3,646	5,976	256.48 %	out of the Florida Cost Center.
25	670 Bad Debt Expense	5,331	8,035	155	8,191	2,860	53.64 %	This expense has increased because more customers are neglecting to pay their bills.
26	675 Miscellaneous Expenses	267,962	174,109	(9,285)	164,824	{103,138}	(38.49) %	Please see Note 2, on Schedule B-7; pp2 of Z.
27								
28	TOTAL	\$ 1,742,805 \$	2,131,700 \$	102,900 \$	2,234,600	\$ 491,795	28.22 %	
29								
30	Total Customers (ERC's)	11,797.7			11,792.8	(S)	(0.04) %	
31								
32	Consumer Price Index - U	331.326			380.729	49.40	14.91 %	
33								
34	Benchmark Inde	c Increase in Customer E	RC's			0.9996		
35		Increase in CPI			_	1.1491		
36								
37					_	1.1486		
	DOOD MENT AT MITTER	7.1			_			

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Company: Sanlando Utilities Corp.
Docket No.: 090402-WS
Test Year Ended: December 31, 2008

Schedule: B-7 Page 2 of 2 Preparer: Kirsten Weeks

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

(1) e	(2) Prior TY	(3) Current TY	(4) TY Adi.'s	(5) Adjusted TY	(6) \$	(7)	
. Account No. and Name	12/31/08	12/31/10	•	er 8-3	Difference	Difference	Explanation
1 Note 1 - In order to compare accounts 601						-	
2 Note 1	t and dos, they should be com	Direct with accounts 7	01 840 703 050808	E CHE COMPANY MICE	ices the total saval	I reference to woter	and sewer oused on year ein ene s.
3 From Water	Prior TY	Current TY	TY Adj.'s	Adjusted TY	\$ Difference	% Difference	Explanation
4 601 Salaries & Wages - Employees	408,46		81,930	640,302	231,837		See Total if applicable
5 603 Salaries & Wages - Officers, Etc.	40,41		5,263	55,627	15,213		See Total if applicable
6 TOTAL	448.87	•	87.193	695,929	247.050		See Grand Total
7 Note 1 - In order to compare accounts 601		· · · · · · · · · · · · · · · · ·					
8 Note 1			0	the company amou	***************************************	1 inguies to mater	ord sewer dusted dir year cins ence s.
9 From Sewer	Prior TY	Current TY	TY Adj.'s	Adjusted TY	5 Difference	% Difference	Explanation
10 701 Salaries & Wages - Employees	600,10		37,354	489,610	(110,495)		See Total if applicable
t 1 703 Salaries & Wages - Officers, Etc.	59.15		2,611	43,403	(15,749)		See Total if applicable
12 TOTAL	659,25		39,965	533,013	(126,244)		See Grand Total
13 Combined	033,23	, 455,040	33,303	333,013	(120,244)	(15.15) 70	See Grand Folds
4 Note: Combined	Prior TY	Current TY	TY Adj.'s	Adjusted TY	\$ Difference	% Difference	Explanation
15 Water total	448,87		87,193	695,929	247,050		See Total if applicable
16 Sewer Total	659,25		39,965	533,013	(126,244)		See Total if applicable
17 Grand Total	1,108,13		127.158	1,228,942	120,806		Under the benchmark
		• • •					
•	and 675, they should be com	Diried Decause for the	12/21/10 lest rea	r several of the sub-a	sccounts were gro	uped omerently in	om the previous test year to better conform to the classification of accounts ac
19 Note 2	n.: 	C 24	to 4 4 1.	a 41	£ 2014	w m/#	Produce Attack
20 From Water	Prior TY	Current TY	TY Adj.'s	Adjusted TY	\$ Difference	% Difference	Explanation
21 620 Materials & Supplies	56,03		(3,093)		101,052		See Total if applicable
22 675 Miscellaneous Expenses	267, 96 .	2 174,10 9	(9,285)	164,824	(103,138)	(38.49) %	See Total if applicable
23 TOTAL	323,99	•	(12,378)		(2,087)	, ,	See Grand Total
24 Note 2 - In order to compare accounts 720	•	•				, ,	See Grand Total on the classification of accounts acc
24 Note Z - In order to compare accounts 720 25 From Sawer	and 775, they should be com	bined because for the	12/21/10 Test Yea	r several of the sub-	sccounts were gro	uped differently fr	om the previous test year to better conform to the classification of accounts acc
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2	and 775, they should be com	bined because for the Current TY	12/21/10 Test Yea TY Adj.'s	r several of the sub-a	\$ Difference	uped differently from the support of	om the previous test year to better conform to the classification of accounts acc Explanation
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies	D and 775, they should be com Prior TY 50,75	Current TY 4 122,971	12/21/10 Test Yea TY Adj.'s 39,963	r several of the sub-a Adjusted TY 162,934	\$ Difference 112,180	wped differently from the bifference 221.03 %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses	o and 775, they should be com Prior TY 50,75 213,63	Current TY 122,971 161,906	12/21/10 Test Yea TY Adj.'s 39,963 (31,014)	Adjusted TY 162,934 130,893	\$ Difference 112,180 (82,745)	% Difference 221.03 % {38.73} %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL	D and 775, they should be com Prior TY 50,75	Current TY 122,971 161,906	12/21/10 Test Yea TY Adj.'s 39,963	r several of the sub-a Adjusted TY 162,934	\$ Difference 112,180	% Difference 221.03 % {38.73} %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined	o and 775, they should be com Prior TY 50,75 213,63 264,39	Current TY 4 122,971 8 161,906 2 284,877	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949	Adjusted TY 162,934 130,893 293,827	\$ Difference 112,180 (82,745) 29,435	% Difference 221.03 % {38.73} % 11.13 %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined	o and 775, they should be com Prior TY 50,75 213,63 264,39 Prior TY	Current TY 4 122,971 8 161,906 2 284,877 Current TY	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s	Adjusted TY 162,934 130,893 293,827 Adjusted TY	\$ Difference 112,180 (82,745) 29,435 \$ Difference	wped differently from the second seco	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total	Prior TY 50,75 213,63 264,39 Prior TY 323,99	Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284	12/21/10 Test Yea TY Adj.'s	Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906	\$ Difference 112,180 (82,745) 29,435 \$ Difference {2,087}	% Difference 221.03 % (38.73) % 11.13 % % Difference (0.64) %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined	Prior TY 50,75 213,63 264,39 Prior TY 323,99 264,39	Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s	Adjusted TY 162,934 130,893 293,827 Adjusted TY	\$ Difference 112,180 (82,745) 29,435 \$ Difference	% Difference 221.03 % (38.73) % 11.13 % % Difference (0.64) %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total	Prior TY 50,75 213,63 264,39 Prior TY 323,99	Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877	12/21/10 Test Yea TY Adj.'s	Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906	\$ Difference 112,180 (82,745) 29,435 \$ Difference {2,087}	% Difference 221.03 % (38.73) % 11.13 % % Difference (0.64) % 11.13 %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total 33 Sewer Total 34 Grand Total	Prior TY 50,75 213,63 264,39 Prior TY 923,99 264,39 588,38	bined because for the Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877 5 619,162	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s (12,378) 8,949 (3,429)	r several of the sub- Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906 293,827 615,733	\$ Difference 112,180 (82,745) 29,435 \$ Difference {2,087} 29,435 27,348	## Difference	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable See Total if applicable
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total 33 Sewer Total 34 Grand Total 35 Note 3 - In order to compare accounts 604	Prior TY 50,75 213,63 264,39 Prior TY 923,99 264,39 588,38	bined because for the Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877 5 619,162	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s (12,378) 8,949 (3,429)	r several of the sub- Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906 293,827 615,733	\$ Difference 112,180 (82,745) 29,435 \$ Difference {2,087} 29,435 27,348	## Difference	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable See Total if applicable Under the benchmark.
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total 33 Sewer Total 34 Grand Total	Prior TY 50,75 213,63 264,39 Prior TY 923,99 264,39 588,38	bined because for the Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877 5 619,162	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s (12,378) 8,949 (3,429)	r several of the sub- Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906 293,827 615,733	\$ Difference 112,180 (82,745) 29,435 \$ Difference {2,087} 29,435 27,348	## Difference	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable See Total if applicable Under the benchmark.
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24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total 33 Sewer Total 44 Grand Total 44 Grand Total 55 Note 3 - In order to compare accounts 604 36 Note 3	Prior TY 50,75 213,63 264,39 Prior TY 323,99 264,39 588,38 I and 704, they should be com	Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877 5 619,162 bined because the cor Current TY 9 186,654	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s (12,378) 8,949 (3,429) npany allocates the	Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906 293,827 615,733 e total salary figures of Adjusted TY	\$ Difference 112,180 (82,745) 29,435 \$ Difference (2,087) 29,435 27,348 to water and seven	## Difference (0.64) % ## Difference (0.64) % ## 11.13 % ## Difference (0.65) % ## 14.65 % ## Difference 43.84 %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable See Total if applicable Under the benchmark de ERC's which are directly related to accounts 604 and 704. Explanation
24 Note 2 - In order to compare accounts 720 25 From Sewer 26 Note 2 27 720 Materials & Supplies 28 775 Miscellaneous Expenses 29 TOTAL 30 Combined 31 Note: Combined 32 Water total 33 Sewer Total 34 Grand Total 35 Note 3 - In order to compare accounts 604 36 Note 3 37 From Water 38 604 Employee Pensions & Benefits 39 TOTAL	Prior TY 50,75 213,63 264,39 Prior TY 923,99 264,39 588,38 I and 704, they should be com Prior TY 125,11: 125,11:	Current TY 4 122,971 8 161,906 2 284,877 Current TY 3 334,284 2 284,877 5 619,162 bined because the cor Current TY 9 186,654	12/21/10 Test Yea TY Adj.'s 39,963 (31,014) 8,949 TY Adj.'s (12,378) 8,949 (3,429) mpany allocates the TY Adj.'s {6,680} {6,680}	Adjusted TY 162,934 130,893 293,827 Adjusted TY 321,906 293,827 615,733 etotal salary figures Adjusted TY 179,974	\$ Difference 112,180 (82,745) 29,435 \$ Difference (2,087) 29,435 27,348 to water and sewe \$ Difference 54,855 54,855	**Difference 221.03 % (38.73) % 11.13 % ** **Difference (0.64) % 11.13 % 4.65 % ** **Difference 43.84 % 4.384 % 4.384 %	om the previous test year to better conform to the classification of accounts acc Explanation See Total if applicable See Total if applicable See Grand Total Explanation See Total if applicable See Grand Total Explanation See Total if applicable Under the benchmark Md ERC's which are directly related to accounts 604 and 704. Explanation See Total if applicable
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Company: Sanlando Utilities Corp. Docket No.: 110257-WS Test Year Ended: 12/31/2010 Schedule: B-B Page 1 of 1 Preparer: Kirsten Markwell

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

	(1)	(2)	(3)	(4)	{S }	(6)	{7}	(8)
Line		Prior TY	Current TY	TY Adj.'s	Adjusted TY	\$	%	
No.	Account No. and Name	12/31/08	12/31/10	per B-3		Difference	Difference	Explanation
1	701 Salaries & Wages - Employees	\$ 600,105 \$	452,256	\$ 37,354 \$	489,610 \$	(110,495)	(18.41) %	Please see Note 1, on Schedule 8-7; ppZ of 2.
2	703 Salaries & Wages - Officers, Etc.	59,152	40,792	2,611	43,403 \$	(15,749)	(26.63) %	Please see Note 1, on Schedule B-7; pp2 of 2.
3	704 Employee Pensions & Benefits	183,146	151,181	(12,130)	139,050	(44,096)	(24.08) %	Please see Note 3, on Schedule B-7; pp2 of 2.
4	710 Purchased Sewage Treatment	-	-			-	- %	Under the benchmark.
								This increase is attributable to a higher unit cost for liquid sludge removal, and a higher volume of
5	711 Sludge Removal Expense	153,128	184,747		184,747	31,619	20.65 %	słudge to be removed.
6	715 Purchased Power	525,334	630,454		630,454	105,120	20.01 %	This is the result of a higher unit cost for electric power.
7	716 Fuel for Power Purchased	•	-	-	-	-	- %	Under the benchmark.
8	718 Chemicals	137,274	157,428	26,743	184,171	46,897	34.16 %	Under the benchmark
9	720 Materials & Supplies	50,754	122,971	39,963	162,934	112,180	221.03 %	Please see Note 2, on Schedule B-7; pp2 of 2.
								Since there was a very small amount booked in the year 2008, any small deviation will cause a substantial
10	731 Contractual Services - Engr.	159	1,722	{30}	1,692	1,533		percent increase. As a whole the dollar amount of this increase is not material.
11	732 Contractual Services - Acct.	9,827	14,595	488	15,083	5,256		The cost of the Company's annual audit has increased a substantial amount since 2008.
12	733 Contractual Services - Legal	9,250	11,554	(43)	11,510	2,260	24.44 %	
13	734 Contractual Services - Mgmt. Fees	•	•	•	•	•	- %	Under the benchmark.
14	735 Contractual Services - Testing	27,673	•	36,317	36,317	8,644	31.24 %	Additional regulations involving a higher amount and frequency of sampling has been required since 2008. The company installed a new accounting and billing system. The use of skilled computer technicians was
15	736 Contractual Services - Other	62,671	88,299	4,204	92,503	29,832	47.60 %	utilized to help implement the system.
16	741 Rental of Building/Real Prop.						- %	Under the benchmark.
								Since there was a credit balance for this account in 2008, any amount will cause a large increase. The
17	742 Rental of Equipment	(4)	11	1	12	16	402.84 %	difference is immaterial as a whole.
18	750 Transportation Expenses	53,630	61,087	(7,998)	53,089	(541)	(1.01) %	Under the benchmark.
19	756 Insurance - Vehicle	-	-			-	- %	Under the benchmark.
20	757 Insurance - General Liability	•	-	-	•	-	- %	
21	758 Insurance - Workman's Comp.	•	-	-	-	-		Under the benchmark.
22	759 Insurance - Other	75,756	72,516	(663)	71,853	{3,903}	(5.15) %	
23	760 Advertising Expense	•	-	•				Under the benchmark.
24	766 Reg. Comm. Exp Rate Case Amort.	37,959	28,573	29,099	57,671	19,712	51.93 %	Not subject to Index Benchmarking
								Certain regulatory expenses such as researching tariff changes, acquisition policies, etc. were incurred for t
25	767 Reg. Comm. Exp Other	(1,809)	2,790	55	2,845	4,654		benefit of Florida companies and were allocated to each company out of the Florida Cost Center.
26	770 Bad Debt Expense	6,027	6,508	(117)	6,391	364		Under the benchmark.
27	775 Miscellaneous Expenses	213,638	161,906	(31,014)	130,893	(82,745)	(39) %	Please see Note 2, on Schedule B-7; pp2 of 2.
28 29	TOTAL	\$ 2,203,670 \$	2,189,391	\$ 124,839 \$	2,314,230 \$	110,560	5.02 %	
10								
31	Total Customers (ERC's)	9,162.0			9,201.6	40	0.43 %	
32 33	Consumer Price Index - U	331.326			380.729	49.40	14.91 %	
34 35	والمراجع المراجع	the second in Courter FA	ria.			1.0043		
	Benchmark Index	x: Increase in Customer ER	- >			1.0043		
36 37		Increase in CPI			-	1.1491		