## State of Florida



# **Public Service Commission**

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TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE:

December 10, 2018

TO:

Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk

FROM:

Marissa Friedrich, Public Utility Analyst II, Division of Economics

RE:

Docket No. 20170249-WS - Application for certificates to provide water and

wastewater service in Orange County by RSPI MHC, LLC.

Please add the attached correspondence into the docket file.

2018 DEC 10 PM 3: 44

#### Marissa Friedrich

From:

Rick WIlson < rwilson@wilscbs.com>

Sent:

Friday, December 07, 2018 6:47 AM

To:

Marissa Friedrich

Cc:

'Aaron Bruce'; mberg@lakeshoremhc.com

Subject:

RE: RSPI (Docket No. 20170249-WS)

The rate split was estimated based on the ratio of expenses for each utility. The approximate split between the two utilities is 35% water and 65% wastewater. The wastewater rate was held contestant for the volume charge tiers. The values shown for the rates are rounded.

FTI - In this table, I also rounded the base change to be consistent.

RSPI Rates- Water and Wastewater									
Item	Water		Wa	Total					
Base Facility Charge	\$	5.00	\$	9.00	\$ 14.00				
Charge per 1,000 gallons									
0 – 4,000	\$	0.50	\$	1.00	\$ 1.50				
4,000.001 - 8,000	\$	2.50	\$	1.00	\$ 3.50				
8,000.001 - 9,999,999	\$	5.50	\$	1.00	\$ 6.50				

From: Marissa Friedrich [mailto:mfriedri@psc.state.fl.us]

**Sent:** Thursday, December 6, 2018 3:32 PM **To:** 'Rick Wllson' <rwilson@wilscbs.com>

Cc: Aaron Bruce < ABruce@lakeshoremhc.com >; mberg@lakeshoremhc.com

Subject: RE: RSPI (Docket No. 20170249-WS)

Thank you for the response. As far as the rate split below- It appears the BFC was split roughly 35% and 65% for water and wastewater respectively. What was the utility's reasoning behind this allocation split? It would be helpful if I had a couple sentences or so explaining the reasoning for me to have in the recommendation.

#### Thanks!

From: Rick WIlson [mailto:rwilson@wilscbs.com]
Sent: Thursday, December 06, 2018 9:39 AM

To: Marissa Friedrich

**Cc:** Aaron Bruce; <a href="mberg@lakeshoremhc.com">mberg@lakeshoremhc.com</a> **Subject:** RE: RSPI (Docket No. 20170249-WS)

### 1. Estimated rate split is shown below:

RSPI Rates- Water and Wastewater								
Item	Water		Wastewater		Total			
Base Facility Charge	\$	4.80	\$	9.20	\$ 14.00			
Charge per 1,000 gallons								

0 – 4,000	\$ 0.50	\$ 1.00	\$ 1.50
4,000.001 - 8,000	\$ 2.50	\$ 1.00	\$ 3.50
8,000.001 – 9,999,999	\$ 5.50	\$ 1.00	\$ 6.50

- 2. The meter size for all customers is 3 /4".
- 3. The amount of time anticipated for the administrative employee is 15 minutes per account.
- 4. The anticipated cost of supplies is \$0.20 per notice (excluding postage).

From: Marissa Friedrich [mailto:mfriedri@psc.state.fl.us]

Sent: Wednesday, November 14, 2018 8:08 AM
To: 'rwilson@wilscbs.com' < rwilson@wilscbs.com' > Subject: FW: RSPI (Docket No. 20170249-WS)

Hi Rick,

I just had a few additional follow up questions in regards to RSPI's certificate application. Please send your responses to the questions below in response to this email and I will then place them in the docket file:

- Although it is a joint application, the Commission will evaluate the utility's certification application separately
  for the utility's water and wastewater systems. It is our understanding that the rates currently being charged to
  customers are inclusive of both water and wastewater service. Please indicate an approximate allocation
  between the water and wastewater systems, in order for the Commission to set separate rates for water and
  wastewater service.
- 2. Please indicate the meter sizes for all customers of RSPI (residential and the utility's club house and pool area).
- Please indicate the amount of time anticipated for the administrative employee to process a delinquent account. (It is Commission practice for the administrative employee to spend between 10 to 15 minutes processing a delinquent account.)
- 4. Please indicate the anticipated cost of supplies used to process a single late payment notice. (This would include the paper/ink/envelope used to send a single late payment notice to a customer with a delinquent account.)

Please don't hesitate to call me if you have any questions.

Thank you,

#### Marissa Friedrich

Public Utility Analyst II
Division of Economics
Florida Public Service Commission

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