# State of Florida



# **Public Service Commission**

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD TALLAHASSEE, FLORIDA 32399-0850

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

DATE:

July 30, 2019

TO:

Adam J. Teitzman, Commission Clerk, Office of Commission Clerk

FROM:

Emily Knoblauch, Engineering Specialist II, Division of Engineering Ek

RE:

Docket No. 20190031 - WU - Application for increase in water rates in Highlands

County by Placid Lakes Utilities, Inc.

Please file the attached email communications between staff and Martin S. Friedman, in the above mentioned docket file.

Thank you.

EK/jp

Attachment

# **Emily Knoblauch**

From: Martin S. Friedman < MFriedman@deanmead.com>

**Sent:** Monday, July 22, 2019 3:08 PM

To: Emily Knoblauch
Cc: Luis Salvador

Subject: FW: Docket No. 20190031-WU Application for increase in water rates in Highlands

County by Placid Lakes Utilities, Inc.

Attachments: SPER Invoices.pdf

Emily,

Verification that all pumps have been paid for.

Thanks, Marty

From: marie mckinney < mckinneymarie 88@gmail.com>

Sent: Monday, July 22, 2019 2:08 PM
To: Larry King <a href="mailto:larrypaulking@gmail.com">larrypaulking@gmail.com</a>

Cc: Marty Friedman <mfriedman@ff-attorneys.com>; Nathan Brewer <ndbrewer@embarqmail.com>

Subject: Re: Docket No. 20190031-WU Application for increase in water rates in Highlands County by Placid Lakes

Utilities, Inc.

Larry,

Attached find the checks where the 2 invoices were paid in full. Both were paid in 2019. The two that were coded to 618.3 are not provided on the break down that the PSC received for the Rate case information for dates 01/1/13-12/31/18.

#### Marie

On Mon, Jul 22, 2019 at 1:49 PM Larry King < larrypaulking@gmail.com > wrote:

Marty; I discussed the hydrogen peroxide project pump situation with Nathan Brewer, Plant Supervisor. All 6 pumps listed on the 2 SPER Chemical invoices have been received by PLU. Three of them are being used currently in the hydrogen peroxide project. The other 3 pumps are back-ups, as required by the Florida DEP. All 6 pumps on both invoices have also been paid for. The 2 pumps on the 4/3/19 invoice that were crossed off were posted to Account # 618.3, Chemicals - Treatment - Operations (\$2,653.36 total, with sales tax). This posting was in error. Because these 2 pumps are back-ups for the hydrogen peroxide project, they should have been posted to Account # 320.3, Water Treatment Equipment. We will make this adjustment to PLU general ledger; and the PSC should also add this \$2,653.36 to the total cost of the hydrogen peroxide project. Larry

On Sat, Jul 20, 2019 at 10:56 AM Larry King < larrypaulking@gmail.com > wrote:

Nathan & Marie; On the 3/15/19 SPER Chemical invoice (see attached), we purchased 3 pumps posted to the Hydrogen Peroxide Project. On the 4/10/19 SPER invoice, the same 3 amounts are listed, but 2 of them are crossed out. The 3rd one was purchased and posted to the Hydrogen Peroxide Project. The PSC Staff wants to know if it accurate that we purchase 4 pumps for this project. Are any of these 4 pumps "back-up" pumps? Are the other 2 pumps on the 4/10/19 invoice going to be needed, and purchased in the future? Thanks, Larry

On Sat, Jul 20, 2019 at 10:29 AM Martin S. Friedman < MFriedman@deanmead.com > wrote:

Marie & Larry,

The PSC staff called yesterday and had a couple of questions about the attached Invoices. They also had other questions as well but said they would follow up on those in a letter/email.

From the attached Invoices it appears that PLU in April was going to purchase 3 back up pumps, but only purchased the back up pump for Hydrogen Peroxide injection. Please verify that is accurate, and let me know if PLU does not need the other 2 back up pumps, or purchased them at a later date. Are the other back up pumps not necessary?

Thanks, Marty



Martin S Friedman Attorney at Law MFriedman@deanmead.com D: 407-310-2077

Dean, Mead, Egerton, Bloodworth, Capouano & Bozarth, P.A. 420 S. Orange Avenue, Suite 700, Orlando, FL 32801 Orlando | Fort Pierce | Tallahassee | Viera/Melbourne



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Larry P. King, CPA Treasurer, Placid Lakes Utilities, Inc. 410 Washington Blvd. NW Lake Placid, FL 33852 (407) 758-1730 (cell) (863) 465-0345 (office)

Any tax advice contained in this communication, including any attachments, was not intended or written to be used, and cannot be used, for the purpose of avoiding federal tax-related penalties or promoting, marketing or recommending to another party any transaction or matter addressed herein. Any assembled financial statements are prepared without an expression of any form of opinion or assurance and they are prepared by an entity that lacks independence and is licensed by the Florida Board of Accountancy.

Larry P. King, CPA
Treasurer, Placid Lakes Utilities, Inc.
410 Washington Blvd. NW
Lake Placid, FL 33852
(407) 758-1730 (cell)
(863) 465-0345 (office)



Invoice Number: 111399 Invoice Date:

March 15, 2019

14770 62nd. Street N. Clearwater, FL 33760

Voice: Fax:

727/535-9033 727/530-0741

Placid Lakes Utilities 410 Washington Blvd., NW Lake Placid, FL 33852

Placid Lakes Communities 410 Washington Blvd., NW Lake Placid, FL 33852

Customer (D)	Güstömer PØ	Payment	Terms
Placid Lakes	Nathan	Net 30 Days	
Sales Rep ID	Shipping Method	Ship Date	Due Date
	UPS Ground	3/11/19	4/14/19

Quantity	Item 2	».Description	Unit Price	Amount
1.00	<ul><li>(4) (1) (2) (2) (2) (3) (4) (3) (3) (4) (3) (4) (3) (4) (4) (4) (4) (4) (4) (4) (4) (4) (4</li></ul>	LMI AD911-A18AI chemical injection pump	1,260.000	1,260.00
1		(Hydrogen Peroxide) 0.15 gph against 250 psi with	-	
		Autoprime Head. Variable 4~20 mA output. (S/N		=
		19024568144-1)	1 000 400	1 222 40
1.00		LMI AD 951-930SI chemical injection pump	1,222.400	1,222.40
		(Sequest-All polyphosphate) 1.0 gph against 110 psi		
		with Fastprime Head. Variable 4~20 mA output. (S/N		
1.00		19024568058-2) LMI B921-D98AI chemical injection pump (Sodium	1,414.400	1,414.40
1.00		Hypochlorite - Bleach) 2.3 gph against 100 psi with	.,,,,,	
ľ		Autoprime Head. Variable 4~20 mA output. S/N		
		19034568059-1)		
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		**		
			2	

### WIRE TRANSFER:

Swift Code: SNTRUS3A Account: SPER Chemical IBAN#: 0001111041915 ABA: 061000104

#### REMIT CHECK TO:

SPER Chemical Corporation P. O. Box 5566 Clearwater, FL 33758

ALL SHIPMENTS: FOB, CLEARWATER, FL 33760, Unless otherwise noted. The Consignee is responsible to comply with import laws of the destination Country; including, but not limited to: obtaining the proper import permits and licenses, submitting the propter documentation required and paying the duty and taxes. Failure to fulfill these obligations will result in additional charges

Subtotal	3,896.80
Sales Tax	
Freight	24.85
Total Invoice Amount	3,921.65
Payment/Credit Applied	
TOTAL ST. S. A.	3,921.65

"Thank You" For Your Business!

#### **TERMS A**

- EXCUSE OF PERFORMANCE. Either party may suspend or car hinders, limits, or makes it impractical for such party to manufact dependent. Such events include, but are not limited to, war, I adequate fuel, power, raw materials, containers or transporation strikes and lockouts. If Seller determines that any such event h this secton, shall be made without liability, and suspensions or c
- BUYER'S CREDIT. In the event Buyer fails to pay for any s shipments of Goods hereunder. In the event Buyer's financial v shipments of Goods until Buyer's financial credit worthiness h shipments; (c) require other security for payment before future
- WEIGHTS AND SAMPLING. Selier's weights and sampling sl RISK OF LOSS AND TITLE. Unless otherwise provided here 4. the Goods by the transportaion carrier at Seller's facility.
- FREIGHT, TAXES AND OTHER CHARGES: Seller has esta 5. occur including, but not limited to all freight charges, import to
- 6. PRICE REVISION. Unless otherwise provided herein, Selfer
- RESTRICTION. Buyer represents and warrants that: (i) it is indirectly by, a person(s) designated, named, or identified prohibitions or restrictions (a "Sanctioned Entity"); and (ii) i Sanctioned Entity. Seller may terminate this Contract imme MISCELLANEOUS. This contract constitutes the full undestatement of the terms and condition of their agreement.
- that it has a claim or set-off against Seller. No condition vary, explain or supplement the terms or conditions of this modification shall be effected by the acknowledgment of variance with or in addition to those set forth herein. No course of dealing, shall be deemed to constitute a cor expressed in writing signed by the party to be bound.

#### WAI

RISK OF LOSS - Risk of loss and responsibility for containers ar

WARRANTY - LIABILITY: Seller warrants that the goods shall WARRANTY, EXPRESSED OR IMPLIED, COVERING THE GC the goods, Buyer assumes all responsibility and liability for, ar handling, sale or use of the goods or their containers.

Buyer shall examine all goods for any damage, defect, or short unless made in writing and received by Seller within thirty (30) notice of any claim, within the applicable time period shall be of to such claim shall have then been discovered or of whether it. Seller be liable for transportation charges for the return of good In no event shall Seller be liable to Buyer for any technical whether or not provided by Seller at Buyer's request.

Cash in Bank-Operati Sequest-All invoice # 111399

Placid Lakes Utilities, Inc ទំន of ibor Sper Chemical Corporation hder iture uture Type Reference uture ding of ost that otice of rectly or anctions, with any exclusive he ground to modify, nd, and no inditions at edy and no waiver be

freight carrier.

ES NO OTHER issage of title to Buyer's storage,

deemed waived seller with written ie facts given rise in no event shall

sale of the goods,

Balance Due 3,921.65

Check Amount

3/21/2019 Discount

Payment 3,921.65 3,921.65



INVOICE

Invoice Number: 111417 Invoice Date: April 10, 2019

14770 62nd. Street N. Clearwater, FL 33760

Voice: 7

727/535-9033 727/530-0741

BillTo

Placid Lakes Utilities 410 Washington Blvd., NW Lake Placid, FL 33852 Ship To

Placid Lakes Communities 410 Washington Blvd., NW Lake Placid, FL 33852

Customer ID	Gustomer PO	Paymen	Terms
Placid Lakes	Nathan backup pumps	Net 30 Days	
Sales Rep ID	Shipping Viethod	Ship Date	Due Date:
	. UPS Ground	4/3/19	5/10/19

Quantity	Item *	Description	Unit Price	Amount
1.00	2.2 Change Serve Belley & College of the College Server	LMI AD911-A18AI chemical injection pump	1,260.000	1,260.00
		(Hydrogen Peroxide) 0.15 gph against 250 psi with		
	(	Autoprime Head. Variable 4~20 mA output. (S/N		
		19024568144-2)		
1.00		LMI AD 951-930SI chemical injection pump	1,222.400	1,222.40
		(Sequest-All polyphosphate) 1.0 gph against 110 psi		1
		with Fastprime Head. Variable 4~20 mA output. (S/N		
		19024568058-1)		1 414 40
1.00		LMI B921-D98AI chemical injection pump (Sodium	1,414.400	1,414.40
	120,3	Hypochlorite - Bleach) 2.3 gph against 100 psi with		
	M. 500 3	Autoprime Head. Variable 4~20 mA output. S/N		
RIGHT	1018,	19034568059-2)		
1/4/00	20, 320,3 36-618,3			
1 53	1,50	NICOTEL (IN) - 1- 4- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1-		
12000		NOTE: This is the backup pumps for the system -		
/ /0		which are identical to the ones received in March.		
	L Company of the comp	0.14.4.1		2.006.00

#### WIRE TRANSFER:

Swift Code: SNTRUS3A Account: SPER Chemical IBAN#: 0001111041915 ABA: 061000104

#### **REMIT CHECK TO:**

SPER Chemical Corporation P. O. Box 5566 Clearwater, FL 33758

ALL SHIPMENTS: FOB, CLEARWATER, FL 33760, Unless otherwise noted. The Consignee is responsible to comply with import laws of the destination Country; including, but not limited to: obtaining the proper import permits and licenses, submitting the propter documentation required and paying the duty and taxes. Failure to fulfill these obligations will result in additional charges

Subtotal	3,896.80
Sales Tax	O.
Freight	24.85
Total Invoice Amount	3,921.65
Payment/Credit Applied	
TOTAL	-3,921,65

"Thank You" For Your Business!

Placid Lakes Utilities,

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of the goods,

,921.65

Check Amount

Balance Due 3,921.65

4/18/2019 Discount

Payment 3,921.65 3,921.65

3,921.65

TI

- EXCUSE OF PERFORMANCE. Either party may s hinders, limits, or makes it impractical for such part dependent. Such events include, but are not limit adequate fuel, power, raw materials, containers or a strikes and lockouts. If Seller determines that any a
- BUYER'S CREDIT. In the event Buyer fails to pa shipments of Goods hereunder. In the event Buyer: 2. shipments of Goods until Buyer's financial credit we shipments; (c) require other security for payment bef
- WEIGHTS AND SAMPLING. Seller's weights and s RISK OF LOSS AND TITLE. Unless otherwise prov 3. 4.
- the Goods by the transportaion carrier at Seller's faci FREIGHT, TAXES AND OTHER CHARGES: Seller 5.
- occur including, but not limited to all freight charges, i 6. PRICE REVISION. Unless otherwise provided herein
- RESTRICTION. Buyer represents and warrants that; 7. indirectly by, a person(s) designated, named, or ide prohibitions or restrictions (a "Sanctioned Entity"); an Sanctioned Entity. Seller may terminate this Contract MISCELLANEOUS. This contract constitutes the full
- statement of the terms and condition of their agreema that it has a claim or set-off against Seller. No cond vary, explain or supplement the terms or conditions of modification shall be effected by the acknowledgmer variance with or in addition to those set forth herein. course of dealing, shall be deemed to constitute a u expressed in writing signed by the party to be bound.

#### WAI

RISK OF LOSS - Risk of loss and responsibility for containers and

WARRANTY - LIABILITY: Seller warrants that the goods shall  $\alpha$  WARRANTY, EXPRESSED OR IMPLIED, COVERING THE GOOI the goods, Buyer assumes all responsibility and liability for, and a

handling, sale or use of the goods or their containers.

Buyer shall examine all goods for any damage, defect, or shortage unless made in writing and received by Seller within thirty (30) day notice of any claim, within the applicable time period shall be deem to such claim shall have then been discovered or of whether process. Seller be liable for transportation charges for the return of goods unl In no event shall Seller be liable to Buyer for any technical or other whether or not provided by Seller at Buyer's request.

Rey 371

## PLACID LAKES UTILITIES, INC.

A DIVISION OF LAKE PLACID HOLDING CO.

410 Washington Blvd. NW Lake Placid, FL 33852 Office: (863) 465-0345 Water Plant: (863) 465-2427 Fax: (863) 465-1313

Martin S. Friedman Dean, Mead, Egeton, Bloodworth, Capouano & Bozarth, P.A. 420 S. Orange Ave., Suite 700 Orlando, FL 32801

Dear Marty;

Our answers to the questions from the PSC Staff engineer follow:

1. Please refer to Placid Lakes' response to Staff's first data request question No. 3.b. When did the tank maintenance occur? If the maintenance took more than one day, please provide the start and finish dates.

Annual Tank Maintenance started Feb 2018 and ended in May 2018. There are three hydro tanks that take 2 days each to perform the maintenance; total of 6 days. The first hydro tank maintenance began in February, the second began in March and the third began in April. There are two ground storage tanks that take 3 days each to perform the maintenance; total of 6 days. The first ground stage tank maintenance began in April, and the second began in May. The above annual tank maintenance program does not include other required maintenance for the chlorine room, pump maintenance, painting, and other routine maintenance factors.

2. Please refer to MFR, Volume I, Schedule F-3. On which day or days was the main water line on Placid Lakes Blvd. Moved?

The water line on Placid Lakes Blvd. was moved, per county's request, on May 26, 2018. The line was flushed after moving. This work used extra water, but occurred after the April 11<sup>th</sup> date, which was the highest pumpage rate day listed on Schedule F-3. Thus, the footnotes on Schedule F-3, Items 2 & 3, referring to moving a line on Placid Lakes Blvd., were in error. A line break on Farrell occurred March 26, 2018, with significant water loss. This water line break had to be readdressed on April 11, 2018, as indicated on the plant water usage graph. This was the actual cause of the high usage on that date.

3. How many fire hydrants does Placid Lakes have? 44, 52? [the Annual Report says 52, and the MFRs say 44] Please provide the fire hydrants size and discharge water flow.

There are 52 total fire hydrants. MFR, Schedule E-6 correctly provides a list of all 52 fire hydrants. Any reference elsewhere to 44 fire hydrants is incorrect. All the fire hydrants have

- a 5 1/4 inch diameter connection. Most of the fire hydrants tap into a 6" water line. The discharge water flow has not been measured and is unknown.
- 4. Please refer to Placid Lakes' response to Staff's first data request question No. 7.
- a. For the meter(s) that is being used to measure the amount of raw water pumped from the wells, please provide the meter's installation date, current reading, current reading's date, meter's size, and meter's location.
- Well #1 The installation date was 11/18/13. The current meter reading is 299,680,000 as read on 7/24/19. The meter's size is 8 inch. Its location is 400 Washington Blvd NW, Lake Placid, FI 33852.
- Well #2 The installation date was 11/18/13. The current meter reading is 201,680,000 as read on 7/24/19. The meter's size is 8 inch. Its location is 400 Washington Blvd NW, Lake Placid, FI 33852.
- Well #3 The installation date was 9/9/11. The current meter reading is 166,062,000 as read on 7/24/19. The meter's size is 8 inch. Its location is 400 Washington Blvd NW, Lake Placid, FI 33852.
- b. For the meter(s) that is being used to measure the amount of treated water sent to the distribution system, please provide the meter's installation date, current reading, current reading's date, meter's size, and meter's location.

The water Plant flow meter was installed on 7/9/04. The current reading is 330,233,000 as read on 7/23/19. The meter's size is 14 inch. Its location is 400 Washington Blvd NW, Lake Placid, FI 33852.

#### **Luis Salvador**

From:

Martin S. Friedman < MFriedman@deanmead.com>

Sent:

Thursday, July 25, 2019 10:46 AM

To:

Luis Salvador

Subject:

RE: Docket No. 20190031-WU Application for increase in water rates in Highlands

County by Placid Lakes Utilities, Inc.

**Attachments:** 

4 A #1 serial (O2530829x9F8AD).jpeg; 4A #1 reading (O2530852x9F8AD).jpeg; 4A #2 Reading (O2530851x9F8AD).jpeg; 4A #2 serial (O2530854x9F8AD).jpeg; 4A #3 reading

(O2530858x9F8AD).jpeg; 4A Serial #3 (O2530857x9F8AD).jpeg; 4B Mag Meter

(O2530826x9F8AD).jpeg; 4B Mag Meter reading (O2530831x9F8AD).jpeg; Responses to

Luis Salvador (7-25-19) (O2530762x9F8AD).pdf

Luis,

Please see the attached response and photos. Let me know if you have any questions or need anything further.

Marty

DEAN MEAD ATTORNEYS AT LAW www.deanmead.com

Martin S Friedman Attorney at Law MFriedman@deanmead.com

D: 407-310-2077

Dean, Mead, Egerton, Bloodworth, Capouano & Bozarth, P.A. 420 S. Orange Avenue, Suite 700, Orlando, FL 32801 Orlando | Fort Pierce | Tallahassee | Viera/Melbourne









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From: Luis Salvador < lsalvado@psc.state.fl.us>

Sent: Monday, July 22, 2019 10:27 AM

To: Martin S. Friedman < MFriedman@deanmead.com >

Subject: Docket No. 20190031-WU Application for increase in water rates in Highlands County by Placid Lakes Utilities,

Good Morning Marty,

Please provide the following information:

- 1. Please refer to Placid Lakes' response to Staff's first data request question No. 3.b. When did the tank maintenance occur? If the maintenance took more than one day. Please provide the start and finish dates.
- 2. Please refer to MFR, Volume 1, Schedule F-3. On which day or days was the main water line on Placid Lakes Blvd. moved?
- 3. How many fire hydrants does Placid Lakes have? 44, 52? Please provide the fire hydrants size and discharge water flow.
- 4. Please refer to Placid Lakes' response to Staff's first data request question No. 7.
  - a. For the meter(s) that is being used to measure the amount of raw water pumped from the wells, please provide the meter's installation date, current reading, current reading's date, meter's size, and meter's location.
  - b. For the meter(s) that is being used to measure the amount of treated water sent to the distribution system, please provide the meter's installation date, current reading, current reading's date, meter's size, and meter's location.

Please call me if you have any questions.

Have a Great Day!



Luis Salvador, P.E.
Engineering Specialist
Division of Engineering
Florida Public Service Commission

Email: <u>Isalvado@psc.state.fl.us</u> Telephone: (850) 413-6226

Fax: (850) 413-6227





Senal # MX14-MX0 Senal # MX107-0147 Meter® 14 PIS RATE BOOD GPM Bort 03W025417

ULTRA MAG.



| Mocel : FC101-00-K |
| Elec. Ser al #: E13-03865 |
| Meter Ser al #: 954256 |
| Full Scale 20 11/4: 11/A |
| Totalizer: x1000 GAL |

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