

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

ORIGINAL

In re: Application for a staff-assisted rate case in Bay County by Bayside Utilities, Inc.)

DOCKET NO. 971401-WS

NOTICE OF FILING

Applicant, BAYSIDE UTILITIES, INC., hereby notices the filing of the Prefiled Direct Testimony of Dorothy J. Burton in the above referenced docket.

Respectfully submitted this 18th day of December, 1998, by:

DOROTHY J. BURTON, President
Bayside Utilities, Inc.
6325 Big Daddy Drive
Panama City Beach, FL 32407
(850) 234 - 6668

Dorothy J. Burton
DOROTHY J. BURTON
For the Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Notice of Filing has been forwarded via U. S. Priority Mail to Blanca Bayo, Director of Records and Reporting, Florida Public Service Commission, Division of Records and Reporting, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850 and 2 by U. S. Mail to Tarver Kitchens, 1045 Bay Circle, Panama City Beach, Florida, 32407 on this 18th day of December, 1998.

Dorothy J. Burton
DOROTHY J. BURTON

Dec 22 1 20 PM '98

RECEIVED

DOCUMENT NUMBER-DATE
14467 DEC 22 1998
FPSC-RECORDS/REPORTING

- ACK _____
- AFA 1 _____
- APP _____
- CAF _____
- CMU _____
- CTR _____
- EAG _____
- LEG 2 _____
- LIN 3 _____
- OPC _____
- RCP _____
- SEC 1 _____
- WAS _____
- OTH _____

1 BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

2 IN Re: Application for a Staff Assisted Rate Case in Bay County, Florida by
3 Bayside Utilities, Inc.

4 DOCKET NO. 971401-WS

5
6 PREFILED DIRECT TESTIMONY OF DOROTHY J. BURTON

7 Q. Please state your name and business address.

8 A. Dorothy J. Burton, 6325 Big Daddy Drive, Panama City Beach, Florida 32407.

9 Q. What is your relationship to Bayside Utilities, Inc.?

10 A. I am the President and owner.

11 Q. As President, what are your responsibilities with Bayside Utilities, Inc.?

12 A. I have the overall responsibility for all facets of the business, including policy
13 decisions, such as to file for a staff assisted rate case. I am also responsible
14 for all financial information of Bayside Utilities, Inc.

15 Q. Was the application for a staff assisted rate case, attached hereto as Exhibit
16 DJB-1, prepared under your direct supervision and control?

17 A. Yes it was. I signed the Affirmation that the statements set forth in the
18 Application are true and correct to the best of my knowledge, information and
19 belief. The PSC Staff subsequently conducted an audit of our financial books
20 and records, and a PSC engineer evaluated our water distribution and
21 wastewater collection systems.

22 Q. Have you reviewed the results of the PSC audit and engineering reports?

23 A. Yes, I have. In fact, we had an exit conference with the PSC staff regarding the
24 audit.

1 Q. Does Exhibit DJB-2 accurately reflect the financial and engineering information
2 regarding Bayside Utilities, Inc. as of December 31, 1997?

3 A. Yes, it does. I would sponsor the recommendations set forth in that Exhibit.

4 Q. Do you have any changes or corrections to Exhibit DJB-1?

5 A. Yes. As a result of the protest to the PSC's Proposed Agency Action Order,
6 Bayside Utilities, Inc. may have to retain attorneys to represent its interests.
7 We estimate additional rate case expense for legal fees could exceed \$20,000
8 for the services of the attorneys through the conclusion of this case. If, as this
9 case develops, Bayside Utilities, Inc. requires the services of other outside
10 professional consultants, such as accountants or engineers, then we will
11 expect further rate case expense in addition to that of our attorneys.

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DOCKET NO. 971401-WS
EXHIBIT DJB-1

FLORIDA PUBLIC SERVICE COMMISSION

APPLICATION FOR A
STAFF ASSISTED RATE CASE

I. General Data

- A. Name of utility Bayside Utilities, Inc.
 B. Address 6325 Big Daddy Drive
Panama City Beach, Florida 32407
 1. Telephone Nos. ASU 234-6668
 2. County BAY Nearest city Panama City, Fla.
 3. General area served Bayside Park

C. Authority:

1. Water Certificate No. 469-W Date received 7-24-86
 2. Sewer Certificate No. 358-5 Date received 10-8-85
 3. Date utility started operations: Water 1972 Sewer 1972

D. How system was acquired Purchase

If utility was purchased, give date 1984 Amount Paid _____

1. Name of Seller Buckaroo Ranch, Inc.
 2. Was seller affiliated with present owners? NO
 3. Did you purchase: Stock _____ or assets only X

E. Type of legal entity: Corporation, Partnership or Sole

Proprietorship CORPORATION

F. Ownership & Officers:

	<u>Name</u>	<u>Title</u>	<u>Percent Ownership</u>
1.	<u>Bayside Partnership</u>	<u>OWNER</u>	<u>500 shares (100%)</u>
2.	_____	_____	_____
3.	_____	_____	_____
4.	_____	_____	_____

PSC/WAS 2 (Rev. 11/86)

G. List of Associated Companies and Addresses:

1. Bayside Partnership DBA Bayside Mobile Home Park
 2. _____
 3. _____

H. If you have retained an attorney and/or a consultant to represent the utility for this application, furnish the name(s) and address(es):

II. Accounting Data

A. Outside Accountant

- 1. Name Roch D'Aoust CPA
- 2. Firm Weathersby, D'Aoust and HARRIS
- 3. Address 2232 24th St. PANAMA City, FL 32406
- 4. Telephone (850) 784-6733

B. Individual to contact on accounting matters:

- 1. Name Leonard Jeter (IN House) Roch D'Aoust-CPA (outside Accountant)
- 2. Telephone (850) 234-6668 (850) 784-6733

C. Location of books and records 6325 Big Daddy Drive AND 2232 24th St.

D. Have you filed an Annual Report with the Commission? Yes
Date last filed 1997

E. Has your latest semiannual regulatory assessment fee payment been made (January 30 or July 30 whichever is applicable)? ND

F. Basic Rate Base Data (Most recent two years)

	1996	1997
1. Water		
Cost of Plant In Service:	\$ _____	\$ _____
Less Accumulated Depreciation:	_____	_____
Less Contributed Plant:	_____	_____
Net Owner's Investment:	\$ _____	\$ _____

See Attached Statements

- A. Outside Engineering Consultant:
1. Name NONE
 2. Firm _____
 3. Address _____
 4. Telephone (____) _____
- B. Individual to contact on engineering matters:
1. Name LEONARD JETER
 2. Telephone (850) 234-6668
- C. Is the utility under citation by the Department of Environmental Regulation (DER) or county health department? If yes, explain. _____
NO
- D. List any known service deficiencies and steps taken to remedy problems. 2ND For 2 control Panels for 2 Lift Stations
- E. Name of plant operator(s) and DER operator certificate number(s) held. NONE
- F. Is the utility serving customers outside of its certificated area? NO If yes, explain. _____
- G. Wastewater:
1. Gallons per day capacity of treatment facilities existing NONE under construction _____ proposed _____
 2. Type and make of present treatment facilities NONE
 3. Approximate average daily flow of treatment plant effluent _____
NONE
 4. Approximate length of sewer mains:
Size (diameter) See Attached
Linear feet _____
 5. Number of manholes 15
 6. Number of liftstations 3
 7. How do you measure treatment plant effluent? N/A
 8. Is the treatment plant effluent chlorinated? N/A If yes, what is the normal dosage rate? N/A

- 9. Tap in fees - Sewer \$ N/A
- 10. Service availability fees - Sewer \$ N/A
- 11. Note DER Treatment Plant Certificate Number and date of expiration: Number N/A Expiration Date N/A
- 12. Total gallons treated during most recent twelve months N/A
- 13. Sewage treatment purchased during most recent twelve months \$ 49,290⁰⁰

H. Water

Distribution System Only

- 1. Gallons per day capacity of treatment facilities existing N/A
N/A under construction N/A proposed N/A
- 2. Type of treatment N/A
- 3. Approximate average daily flow of treated water 44,000 gallons
- 4. Source of water supply City of Panama City Beach
- 5. Types of chemicals used and their normal dosage rates NONE
- 6. Number of wells in service NONE Total capacity in gallons per minute (gpm) N/A
 Diameter/Depth N/A _____ / _____
 Motor horsepower N/A _____
 Pump capacity (gpm) N/A _____
- 7. Reservoirs and/or hydropneumatic tanks:
 Description N/A _____
 Capacity N/A _____
- 8. High service pumping:
 Motor horsepower N/A _____
 Pump capacity (gpm) N/A _____
- 9. How do you measure treatment plant production? N/A
- 10. Approximate feet of water mains:
 Size (diameter) See Attached _____
 Linear feet _____

- 11. Note any fire flow requirements and imposing government agency
Fire Hydrants And Thomas Drive Volunteer Dept.
- 12. Number of fire hydrants in service 7
- 13. Do you have a meter change out program? Yes - if needed
- 14. Meter installation or tap in fees - Water \$ 10⁰⁰
- 15. Service availability fees - Water \$ 10⁰⁰
- 16. Has the existing treatment facility been approved by DER?
Yes (NO TREATMENT - Collection on Sewer and distribution on water)
- 17. Total gallons pumped during most recent twelve months _____
- 18. Total gallons sold during most recent twelve months Approx 1,859,000
- 19. Gallons unaccounted for during most recent twelve months Approx 356,000
- 20. Gallons purchased during most recent twelve months Approx 15,664,000

IV. Rate Data

A. Individual to contact on tariff matters:

- 1. Name Leonard Telee
- 2. Telephone Number (850) 234-6668

B. Schedule of present rates (Attach additional sheet if more space is needed):

- 1. Water:
 - a. Residential Water BFC - 11.24 + 1.82 per Thousand gallons
 - b. General Service _____
 - c. Special Contract _____
 - d. Other _____
- 2. Sewer:
 - a. Residential Sewer BFC \$ 10.73 + 3.15 per Thousand gallons
 - b. General Service Gapped @ 6000 gallons
 - c. Special Contract _____
 - d. Other _____

C. Number of Customers (Most recent two years):

	19 <u>96</u>	19 <u>97</u>
1. Water Metered		
a. Residential - 3/4" meters	<u>307</u>	<u>307</u>
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - specify	_____	_____
2. Water Unmetered		
a. Residential	<u>0</u>	<u>0</u>
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - specify	_____	_____
3. Sewer		
a. Residential	<u>307</u>	<u>307</u>
b. General Service	_____	_____
c. Special Contract	_____	_____
d. Other - specify	_____	_____

V Affirmation

I, Anthony J. Burton the undersigned owner, officer, or partner of the above named public utility, doing business in the State of Florida and subject to the control and jurisdiction of the Florida Public Service Commission, certify that the statements set forth herein are true and correct to the best of my information, knowledge and belief.

Signed Anthony J. Burton
 Title President

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.

Kind of Pipe (Cast iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
CAST IRON	8"	4825			4825
PVC	6"	3530			3530
PVC	4"	6290	2640		8930
PVC	2"	4420			4420
PVC	1"	4700			4700
PVC	3/4"	2760			2760

PUMPING EQUIPMENT

YEAR OF REPORT
DECEMBER 31, 19 9

	TICK 1	MIDDLE	EASTERN	TICK 1		
Lift station number						
Make or type and nameplate data of pump	ABS-2 SER-100	ABS SER-200	ABS SER-15W	207225		
Year installed	1972	1992	1992	1994		
Rated capacity	1 HP	2 HP	1 1/2 HP	2 HP		
Size						
Power:						
Electric						
Mechanical						
Nameplate data of motor	208/220 3 PHASE	208/220 3 PHASE	208/220 1 PHASE	208/230 3 PHASE		

SERVICE CONNECTIONS

Size (inches)	4"					
Type (PVC, VCP, etc.)	PVC					
Average length	30'					
Number of active service connections						
Beginning of year	307					
Added during year						
Retired during year						
End of year						
Give full particulars concerning inactive connections	N/A					

COLLECTING AND FORCE MAINS AND MANHOLES

	Collecting Mains				Force Mains			
	4"	10"	4"		10"	4"		
Size (inches)								
Type of main					PVC	PVC		
Length of main (nearest foot):								
Beginning of year	17250	5000	1730		3670	2640		
Added during year								
Retired during year								
End of year								

Manholes

Size	0'-6"			
Type				
Number:				
Beginning of year	15			
Added during year				
Retired during year				
End of year				