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090531-WS

December 8, 2009

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

Re: Lake Placid Utilities, Inc. – Application for Staff Assisted Rate Case
Our File No. 30057.178

Dear Ms. Cole:

Enclosed for filing is the application of Lake Placid Utilities, Inc. for a Staff Assisted Rate Case.

Very truly yours,

CHRISTIAN W. MARCELLI
For the Firm

COM ___
APA ___
ECR ___
GCL 2
RAD 1
SSC ___
ADM 1
OPC 1
CLK ___

Enclosure

cc: John Hoy, Chief Regulatory Officer
Ms. Kirsten E. Weeks
Rick Durham, Regional Vice President for Operations
Patrick C. Flynn, Regional Director
John Williams, Director of Governmental Affairs
Ms. Cheryl Bulecza-Banks, Division of Economic Regulation
Mr. Bart Fletcher, Division of Economic Regulation

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090531-WS

FLORIDA PUBLIC SERVICE COMMISSION
APPLICATION FOR A STAFF ASSISTED RATE CASE

I. General Data

A. Name of utility — Lake Placid Utilities, Inc.

B. Address — 2335 Sanders Road, Northbrook, IL 60062
1. **Telephone Nos.** — (847) 498-6440
2. **County** — Highlands County — **Nearest city** — Lake Placid
3. **General area served** — Sun'N Lakes Estates of Lake Placid and Dee Ann Estates (sewer only)

C. Authority
1. **Water certificate no.** — 414-W — **Date received** — 10/4/1993
2. **Wastewater certificate no.** — 347-S — **Date received** — 10/4/1993
3. **Date utility started operations** — **Water** — 1969 — **Wastewater** — 1969

D. How system was acquired — Sale of utility
If utility was purchased, give date — Jul-93 — **Amount paid** — $55,000
1. **Name of seller** — CFD Incorporated out of receivership
2. **Was seller affiliated with present owners** — No
3. **Did you purchase** — **Stock** — X — **Or assets only**

E. Type of legal entity: corporation, partnership, or sole proprietorship — Corporation

F. Ownership & officers

Name	Title	Percent Ownership
1. Utilities, Inc.	Owner	100%
2. Jim Japczyk	CFO	None
3. John Hoy	CRO	None
4. Lisa Sparrow	President/COO	None
5. John Stover	Vice President	None

G. List of associated companies and addresses
1. Please see the enclosed document. The business address for all companies is 2335 Sanders Road, Northbrook, IL 60062

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)

Martin S. Friedman
Rose, Sundstrom, & Bentley
Sanlando Center, 2180 W. State Road
2180 W. State Road 434, Suite 2118
Longwood, FL 32779

II. Accounting Data

A. Outside accountant
1. **Name** — N/A
2. **Firm** — N/A
3. **Address** — N/A
4. **Telephone** — N/A

B. Individual to contact on accounting matters

1. **Name** Kirsten Weeks
2. **Telephone** (847) 498-6440

C. Location of books and records 2335 Sanders Road, Northbrook, IL 60062

D. Have you filed an annual report with the Commission? Yes
Date last filed Apr-09

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

E. Basic rate base data (most recent two years)

1. Water	2007	2008
Cost of plant in service	$340,024	$503,237
Less accumulated depreciation	(102,180)	(120,654)
Less contributed plant	(61,960)	(181,869)
Net owner's investment	$175,884	$200,714

2. Wastewater	2007	2008
Cost of plant in service	$380,791	$527,539
Less accumulated depreciation	(265,822)	(283,213)
Less contributed plant	(81,821)	(213,851)
Net owner's investment	$33,149	$30,475

G. Basic income statement (most recent two years)

1. Water	2007	2008
Revenue (by class)		
a. Residential	$35,444	$30,976
b. Multi-family	-	7,842
c. Commercial	11,830	12,115
d. Miscellaneous	416	1,187
Total operating revenues	$47,690	$52,120
Less expenses		
a. Salaries & wages - employees	($1,428)	$4,628
b. Salaries & wages - officers, directors, & majority stockholders	496	778
c. Employee pension & benefits	729	2,527
d. Purchased water	-	-
e. Purchased power	2,620	1,943
f. Fuel for power reduction	-	-
g. Chemicals	2,076	2,720
h. Materials & supplies	4,070	4,400
i. Contractual services	1,046	1,119
j. Rents	-	(0)
k. Transportation expenses	11	907
l. Insurance expense	258	1,092
m. Regulatory commission expense	2,014	12,972
n. Bad debt expense	163	357
o. Miscellaneous expense	28,632	23,190
p. Depreciation expense	11,787	10,338
q. Property taxes	5,213	58
r. Other taxes	2,971	4,002
s. Income taxes	3,515	(6,044)
Operating income (loss)	($16,482)	($12,868)

1. Sewer	2007	2008
Revenue (by class)		
a. Residential	53,569.83	42,281.31
b. Multi-family	-	11,349
c. Commercial	20,111	27,375
d. Miscellaneous	416	1,187
Total operating revenues	$74,097	$82,193
Less expenses		
a. Salaries & wages - employees	($2,857)	$4,628
b. Salaries & wages - officers, directors, & majority stockholders	992	778
c. Employee pension & benefits	1,458	2,527
d. Purchased water	-	-
e. Purchased power	2,620	3,735
f. Fuel for power reduction	-	-
g. Chemicals	2,076	2,720
h. Materials & supplies	4,070	1,821
i. Contractual services	2,526	1,119
j. Rents	-	(0)
k. Transportation expenses	11	907
l. Insurance expense	258	1,092
m. Regulatory commission expense	2,014	12,972
n. Bad debt expense	163	357
o. Miscellaneous expense	32,439	23,526
p. Depreciation expense	11,787	13,157
q. Property taxes	5,213	58
r. Other taxes	2,971	4,002
s. Income taxes	3,515	(6,044)
Operating income (loss)	$4,842	$14,837

H. Outstanding debt

Creditor	Date borrowed	Balance due	Interest rate	Expiration date
1. JP Morgan	Various	49,775,000	Libor/Prime	N/A - short term revolver
2. JP Morgan	Jul-06	180,000,000	6.58%	Jul-36

I. Indicate type of tax return filed

X Form 1120 - Corporation
Form 1120S - Subchapter S Corporation
Form 1065 - Partnership
Form 1040 - Schedule C - Individual (Proprietorship)

III. Engineering Data

A. Engineering data

1. **Name** George MacDonald
2. **Firm** MacDonald Group International, Inc.
3. **Address** Inverness, FL
4. **Telephone** (352) 637-1572

B. Individual to contact on engineering matters

1. **Name** Patrick Flynn
2. **Telephone** (407) 869-1919

C. Is this utility under citation by the Department of Environmental Protection (DEP) or county health department?
If yes, please explain.

No

D. List any known service deficiencies and steps taken to remedy problems

None

E. Name of plant operator(s) and DEP operator certificate(s) held

Otto Krucker	Contract Operator	C -water treatment, C - wastewater treatment
Danny Holmes	Contract Operator	C -water treatment, C - wastewater treatment
Stewart, M. Scott	Area Manager	C -water treatment, B - wastewater treatment

F. Is the utility serving customers outside of its certificated area?

If yes, please explain.

No

G. Wastewater

1. **Gallons per day capacity of treatment facilities existing** 90,000 gpd
   Under construction No **Proposed** None
2. **Type and make of present treatment facilities** Extended aeration, Marolf design
3. **Approximate average daily flow of treatment plant effluent** 38,000 gpd
4. **Approximate length of wastewater mains**
   Size (diameter) 8"
   Linear feet 3,500 LF (approximately)
5. **Number of manholes** 20
6. **Number of liftstations** 3
7. **How do you measure treatment effluent?** Ultrasonic flow meter
8. **Is the treatment plant effluent chlorinated?** Yes
   If yes, what is the normal dosage rate? 6-8 gallons/day
9. **Tap in fees - wastewater** $817.00 Single family
10. **Service availability fees - wastewater** None
11. **Note DEP treatment plant certificate number and date of expiration**
    Number FLA014386 **Expiration date** 10/11/2010
12. **Total gallons treated during most recent twelve months (Jan-Dec '08)** 13,657,000
13. **Wastewater treatment purchased during most recent twelve months (Jan-Dec '08)** None

H. Water

1. **Gallons per day capacity of treatment facilities existing** 288,000 gpd
   Under construction No **Proposed** None
2. **Type of treatment** Disinfection
3. **Approximate average daily flow of treated water** 18,000 gpd
4. **Source of water supply** Groundwater
5. **Types of chemicals used and their normal dosage rates** Sodium hypochlorite, 1-2 gallons/day
6. **Number of wells in service** 2
   Total capacity in gallons per minute (gpm) 400 gpm
   Diameter/depth 6"/392' (#1) and 5"/6"/649' (#2)
   Motor horsepower 15/15
   Pump capacity (gpm) 80/80
7. **Reservoirs and/or hydropneumatic tanks**
   Description Hydro tank
   Capacity 5,000 gallon
8. **High service pumping**
   Motor horsepower N/A
   Pump capacity (gpm) N/A
9. **How do you measure treatment plant production?** Plant flow meter
10. **Approximate feet of water mains**
    Size (diameter) 2"/4"/6"
    Linear feet 275'/2,907'/3,090

11. Note any fire flow requirements and imposing government agency	None			
12. Number of fire hydrants in service	1			
13. Do you have a meter change out program?	Yes			
14. Meter installation or tap in fees - water	$383.00	Single family		
15. Service availability fees - water	None			
16. Has the existing treatment facility been approved by DEP?			Yes	
17. Total gallons pumped during most recent twelve months (Jan-Dec '08)			7,773,000	
18. Total gallons sold during most recent twelve months (Jan-Dec '08)			5,576,000	
19. Total gallons unaccounted for during most recent twelve months (Jan-Dec '08)				2,197,000
20. Gallons purchased during most recent twelve months (Jan-Dec '08)	None			

IV. Rate Data

A. Individual to contact on tariff matters

1. Name	Christian Marcelli, Rose Sundstrom, & Bentley
2. Telephone number	(407) 830-6331

B. Schedule of present rates

1. Water		
a. Residential	Base	$12.71
	Gallonage	$3.67
b. Multi-residential	Base - 5/8"	$12.71
	Base - 1"	$31.78
	Base - 4"	$317.71
	Gallonage	$3.67
c. General service	Base - 5/8"	$12.71
	Base - 1"	$31.78
	Base - 2"	$101.67
	Base - 4"	$317.21
	Gallonage	$3.67
2. Wastewater		
a. Residential	Base	$16.66
	Gallonage (6K gallon cap)	$5.20
b. Multi-residential	Base - 5/8"	$16.66
	Base - 1"	$41.66
	Base - 4"	$416.62
	Gallonage	$6.24
c. General service	Base - 5/8"	$16.66
	Base - 1"	$41.66
	Base - 4"	$416.62
	Dee Ann Estates bulk	$567.95
	Gallonage	$6.24
	Gallonage - Dee Ann Estates bulk	$4.99

C. Number of customers

1. Water metered	**2007**	**2008**
a. Residential	100	102
b. Multi-residential	14	12
c. General service	9	9
2. Water unmetered	**2007**	**2008**
a. Residential	N/A	N/A
b. Multi-residential	N/A	N/A
c. General service	N/A	N/A
1. Wastewater	**2007**	**2008**
a. Residential	109	105

b. Multi-residential	5	11
c. General service	5	5
d. Dee Ann Estates	1	1

IV. Affirmation

I, John P. Hoy, 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 statemetns set forth herein are true and correct to the best of my information, knowledge, and belief.

Signed _____

Title Chief Regulatory Officer

Notice: Section 837.06, Florida Statues, provides that any person who knowlingly 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.

UTILITIES, INC. LIST OF COMPANIES

Company Name

Utilities Inc
Water Service Corporation
Water Service Disbursement
UI Consolidating Entries
Corporate Projects
Apple Canyon Utility Co
Camelot Utilities Inc
Charmar Water Co
Cherry Hill Water Co
Clarendon Water Co
Hilldale Manor
Del Mar Water Co
Ferson Creek Utilities Co
Galena Territory Utilities
Killarney Water Co
Lake Holiday Utilities Corp
Lake Wildwood Utilities Co
Northern Hills W & S Co
Lake Marian Water Corp
Wildwood Water Service Co
Valentine Water Service Inc
Walk Up Woods Water Co
Whispering Hills Water Co
Holiday Hills Utilities Inc
Medina Utilities Corp
Westlake Utilities Inc
Cedar Bluff Utilities Inc
Harbor Ridge Utilities Inc
Great Northern Utilities
Twin Lakes Utilities Inc
WSC Indiana
Indiana Water Service Inc
Holiday Service Corp
Hardscrabble
Elk River Utilities Inc
Carolina Water Service Inc of NC
CWS Systems
Carolina Trace Utilities Inc
Transylvania Utilities Inc
North Topsail Utilities Inc
Carolina Pines Utilities Inc
Bradfield Farms Water Co
Nero Utility Services Inc
Maria Park
Tennessee Water Service
Tierra Verde Utilities Inc
Lake Placid Utilities Inc
Pebble Creek Utilities Inc
Alafaya Utilities Inc
Utilities Inc of Longwood
Cypress Lakes Utilities Inc
Utilities Inc of Eagle Ridge
Mid-County Services Inc
Lake Utility Services Inc
Utilities Inc of Florida
Sanlando Utilities Corp
Utilities Inc of Sandalhaven
Bayside Utility Services
Labrador Utilities Inc
Utilities Inc of Pennbrooke
Sandy Creek Utility Services

Green Ridge Utilities Inc
Provinces Utilities Inc
Maryland Water Services Inc
Montague Water Co
Montague Sewer Co
Utilities Inc of Westgate
Utilities Inc of Pennsylvania
Penn Estates Utilities Inc
Colchester Public Service Corp
Massanutten Public Serv Corp
Water Serv Corp of Kentucky
Louisiana Water Service Inc
Utilities Inc of Louisiana
Utilities Inc of Georgia
Water Service Co of Georgia
Carolina Water Service Inc
Util Serv of South Carolina
Southland Utilities Inc
United Utility Company
Tega Cay Water Service Inc
Bermuda Water Co
Utilities Inc of Nevada
Spring Creek Utilities Co
Sky Ranch Water Service
Util Inc of Central Nevada
Midwest Region Cost Center
Atlantic Region Cost Center
Florida Region Cost Center
Mid-Atlantic Region Cost Center
South Region Cost Center
Southeast Region Cost Center
West Region Cost Center
State of IL Cost Center
State of IN Cost Center
State of OH Cost Center
State of NC Cost Center
State of TN Cost Center
State of FL Cost Center
State of MD Cost Center
State of NJ Cost Center
State of PA Cost Center
State of VA Cost Center
State of KY Cost Center
State of LA Cost Center
State of MS Cost Center
State of GA Cost Center
State of SC Cost Center
State of AZ Cost Center
State of NV Cost Center
Biotech Inc