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MARSHALL WILLIS, DIRECTOR
DIVISION OF ECONOMIC REGULATION
(850) 413-6900

Public Service Commission

March 30, 2012

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COMMISSION
CLERK

Mr. Martin S. Friedman
Rose, Sundstrom & Bentley, LLP
766 N. Sun Drive, Suite 4030
Lake Mary, FL 32746

STAFF'S SECOND DATA REQUEST

Re: Docket No. 110257-WS - Application for increase in water and wastewater rates in Seminole County by Sanlando Utilities Corporation

Dear Mr. Friedman:

Staff needs the following information related to the proposed construction of a reuse main from the Wekiva Hunt Club wastewater treatment plant (WWTP) to the City of Apopka and the current and future provision of reuse water to the City of Altamonte Springs, the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, plant nursery, and other residential customers. to complete our review of the application filed by Sanlando Utilities Corporation (Utility or Sanlando). According to a January 9, 2011 letter from CPH Engineers, Inc. to Sanlando Utilities Corporation, "reclaimed disposal has become an issue in the last couple of years due to a severe drop in demand caused by the closing of one golf course that was taking reclaimed water and a drastic reduction in the reclaimed water demand exerted by the City of Altamonte Springs through the existing interconnect."

1. Delivery of reuse water to the City of Altamonte Springs
 - a. Provide a copy of the current agreement with the City of Altamonte Springs for the provision of reuse water.
 - b. Provide an explanation and description of all anticipated changes or amendments to the current agreement with the City of Altamonte Springs that are contemplated as a result of the proposed reuse line to the City of Apopka.
 - c. Provide a schedule showing the monthly reuse flows to the City of Altamonte Springs for 2008-2011.
 - d. Provide a schedule showing the project annual reuse flows to the City of Altamonte Springs for 2012-2016.

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- e. Provide an explanation and supporting documentation for the projected reuse flows to the City of Altamonte Springs for 2012-2016.
 - f. Provide a map showing the existing reuse line to the City of Altamonte Springs.
2. Existing reuse line to the City of Altamonte Springs
- a. Does the Utility expect to discontinue providing reuse water to the City of Altamonte Springs in the future?
 - b. If the provision of reuse water to the City of Altamonte Springs is expected to be discontinued, will the reuse line be retired?
 - c. If the reuse line will be retired, provide a description of when the reuse line will be retired, the retirement entries that should be made to reflect the retirement, and the resulting impacts on the MFRs in the current docket. If the retirement of the reuse line is not expected to have an impact on the MFRs in the current docket, please explain why not.
3. Delivery of reuse water to the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery
- a. Provide a copy of all current agreements with the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery for the provision of reuse water.
 - b. Provide an explanation and description of all anticipated changes or amendments to the current agreements with the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery that are contemplated as a result of the proposed reuse line to the City of Apopka.
 - c. Provide a schedule showing the monthly reuse flows to the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery for 2008-2011.
 - d. Provide a schedule showing the project annual reuse flows to the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery for 2012-2016.
 - e. Provide an explanation and supporting documentation for the projected reuse flows to the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery for 2012-2016.
 - f. Provide a map showing all existing reuse lines to the Hunt Club Community, golf courses, parks, playgrounds, landscaped areas, and plant nursery.

- g. In Order No. PSC-07-0205-PAA-WS, issued in Docket No. 060258-WS, the Commission found that no charge was appropriate at that time for reuse service for these large reuse customers. The Commission also found that a rate may be appropriate in the future. Is Sanlando proposing to charge these large reuse customers for the provision of reuse service in this case? If not, please provide the rationale why these customers should continue to receive this service at no charge.
4. Proposed reuse line to the City of Apopka
 - a. According to the January 9, 2011 letter from CPH Engineers, Inc. to Sanlando Utilities Corporation, providing bulk reuse water to the City of Apopka is considered the best disposal alternative. Provide schedules and supporting documentation showing the expected capital costs and annual operating and maintenance expenses associated with each of the options considered in the evaluation.
 - b. Provide all bids or contracts for the construction of the proposed reuse line from the Wekiva Hunt Club WWTP to the City of Apopka.
 - c. Provide all agreements or documentation with the City of Apopka regarding the construction of the reuse line.
 - d. Provide a copy of the current agreement with the City of Apopka for the provision of reuse water. If there is no agreement with the City of Apopka, provide a copy of all correspondence with the City of Apopka related to the proposed provision of reuse water.
 - e. Provide a schedule showing the project annual reuse flows to the City of Apopka for 2012-2016.
 - f. Provide an explanation and supporting documentation for the projected reuse flows to the City of Apopka for 2012-2016.
 - g. Provide a copy of all correspondence or other documentation with the Department of Environmental Protection and the St. Johns River Water Management District regarding the construction of the reuse line.
 - h. According to the January 9, 2011 letter from CPH Engineers, Inc. to Sanlando Utilities Corporation, funding may be available from St. Johns River Water Management District for the construction of the reuse line to the City of Apopka. Provide a copy of all correspondence or other documentation regarding potential funding from the St. Johns River Water Management District for the proposed construction. Including a description of the current status and anticipated timeline for the potential funding.

- i. In Order No. PSC-07-0205-PAA-WS, issued in Docket No. 060258-WS, the Commission found that a portion of the reuse costs for Sanlando Utilities, Inc. should be allocated to the water customers as allowed by Section 367.0817, F.S., in recognition that all customers benefit from the water resource protection afforded by reuse. In this case, is the utility proposing to allocate any portion of the increase related to the reuse system to the water customers? If not, please explain your rationale for not doing so.
- j. Is Sanlando proposing to increase its service availability charges to recover any portion of the improvements to the reuse system? If not, please provide the rationale for not doing so.

5. Provision of reuse water to residential customers

- a. Provide a schedule showing the project annual reuse flows to residential customers for 2012-2016. Include the number of current and projected residential reuse customers.
- b. Provide a map showing all existing reuse lines to residential customers.

6. Des Pinar WWTP

- a. According to the January 9, 2011 letter from CPH Engineers, Inc. to Sanlando Utilities Corporation, diverting all of the flow from the Des Pinar WWTP to the Wekiva Hunt Club WWTP may be an additional option. Provide an explanation regarding when and under what circumstance measures would be taken to divert the flows, including the steps that would be taken and the anticipated timeline.

Please submit the above information to the Office of Commission Clerk by April 30, 2012. If you have any question, please contact Mark Cicchetti by phone at (850) 413-6066 or by e-mail at mark.cicchetti@psc.state.fl.us.

Sincerely,



Mark Cicchetti
Public Utilities Supervisor
Finance and Tax Section
Division of Economic Regulation

cc: Division of Economic Regulation (Maurey, Daniel, Simpson, Rieger, Fletcher, Springer, Stallcup, Thompson)
Office of the General Counsel (Jaeger)
Office of Commission Clerk (Docket No. 110257-WS)