

BARNES & THORNBURG LLP

Jeffrey M. Peabody
Partner
317-231-6465
jpeabody@btlaw.com

11 South Meridian Street
Indianapolis, IN 46204-3535 U.S.A.
(317) 236-1313
Fax (317) 231-7433

www.btlaw.com

July 20, 2016

Via Hand Delivery and email

Mary M. Becerra
Secretary to the Commission
Indiana Utility Regulatory Commission
101 West Washington Street, Suite 1500 East
Indianapolis, Indiana 46204

RECEIVED

JUL 20 2016

INDIANA UTILITY
REGULATORY COMMISSION

Re: Twin Lake Utilities Inc. – 30-Day Filing

Dear Ms. Becerra:

Pursuant to Indiana Code § 8-1-2-42(a) and the Commission's Rules as found at 170 IAC 1-6-1, et seq., Community Utilities of Indiana, Inc. ("CUII") is by this letter requesting the processing of changes to certain language in its existing tariff through the Commission's 30-day filing process. Specifically, CUII is seeking to revise the Appendix A – Sewer Improvement Charge ("SIIC") applicable to the CUII service territory formally known as Twin Lakes Utilities, Inc. The current SIIC of \$2.36 per month was approved by the Commission's October 7, 2015 Order in Cause No. 44646. Since that time, and as explained in the supplemental testimony filed by CUII in its pending rate case (Cause No. 44724), CUII has determined that the SIIC should be adjusted downward to \$2.06 per month.

In support of the requested downward adjustment to the SIIC, CUII has provided the following: a proposed revised tariff; redlined changes to existing tariff; supporting schedules; and a copy of the notice to customers that will be published in the Chesterton Tribune and The Northwest Indiana Times, newspapers of general circulation published in CUII's Twin Lakes service territory. Also attached hereto is a verified statement by the utility as required by 170 IAC 1-6-5.

Undersigned counsel for CUII has also provided a copy of this letter and all attachments to the Office of Utility Consumer Counselor and individually to its Director of Water/Wastewater Division, as well as to counsel for Lakes of the Four Seasons Property Owners' Association. To the extent that you have any questions or need additional information please contact me at 317-231-6465.

Very truly yours,



Jeffrey M. Peabody

JMP/jn
Enclosures

cc: Office of Utility Consumer Counselor (w/ attachments)
Nikki Shoultz, counsel for Lakes of the Four Seasons Property Owners' Association (w/ attachments)

LEGAL NOTICE

Notice is hereby given that Community Utilities of Indiana, Inc. has proposed a decrease to its Sewer Infrastructure Improvement Charge applicable to its Twin Lakes service territory and will initiate a 30-day filing process with the Indiana Utility Regulatory Commission (IURC) on or about July 13, 2016 to obtain authorization for such changes. The requested change, if approved, would result in a decrease in the monthly charges for sewer customers within the Twin Lakes service territory. Objections to this filing can be forwarded to Secretary, IURC, 101 West Washington Street, Suite 1500 East Indianapolis, Indiana and Office of Utility Consumer Counselor, 115 West Washington Street, Suite 1500 South, Indianapolis, IN 46204.

VERIFIED STATEMENT IN SUPPORT OF CHANGE IN SCHEDULE OF RATES

I, Justin P. Kersey, Vice President of Operations for Utilities, Inc., affirm under penalties of perjury that affected customers have been notified as required by 170 IAC 1-6-5(6) by publishing notice in at least one (1) newspaper of general circulation in each of the counties within the Twin Lakes service territory.

A handwritten signature in black ink, appearing to read 'Justin P. Kersey', written over a horizontal line.

Justin P. Kersey

SCHEDULE OF RATES AND CHARGES FOR SEWAGE SERVICE

Service Territory Formally Known as Twin Lakes Utilities Inc.
(Lake and Porter Counties, Indiana)

Appendix A – Sewer Infrastructure Improvement Charge (SIIC)

The Sewer Infrastructure Improvement Charge (SIIC) set forth on this schedule is applicable where clearly denoted on other rate schedules, and shall be added to the amount billed monthly. Changes to the SIIC shall be occasioned by filings in accordance with Indiana Code Chapter 8-1-31.

SIIC (per month).....\$2.06

SCHEDULE OF RATES AND CHARGES FOR SEWAGE SERVICE

Service Territory Formally Known as Twin Lakes Utilities Inc.
(Lake and Porter Counties, Indiana)

Appendix A – Sewer Infrastructure Improvement Charge (SIIC)

The Sewer Infrastructure Improvement Charge (SIIC) set forth on this schedule is applicable where clearly denoted on other rate schedules, and shall be added to the amount billed monthly. Changes to the SIIC shall be occasioned by filings in accordance with Indiana Code Chapter 8-1-31.

SIIC (per month).....\$2,362.06

Line No.	A	B		C		D	
		Surcharge Calculation		Adjustment* CP 2014137 Sewer Impv Project		Adjusted Calculation	
1	Additions Subject to DSIC	\$ 809,783	\$	(80,750)	\$	729,033	
2							
3	Less: Reimbursement by INDOT	\$ -			\$	-	
4							
5	Less: Retirements	\$ (59,735)	\$	873	\$	(58,862)	
6							
7	Less: Removal of IDC - No Support	\$ (5,418)			\$	(5,418)	
8							
9	Less: Cost of Captive (1350/1353)- No Support	\$ (55,666)			\$	(55,666)	
10							
11	Less: Removal of Account 1345	\$ (3,454)			\$	(3,454)	
12							
13	Less: Removal of Account 1365	\$ (1,418)			\$	(1,418)	
14							
15	Less: Removal of Account 1380	\$ (58,573)			\$	(58,573)	
16							
17	Net Investor Supplied DSIC Additions	\$ 625,519	\$	(79,877)	\$	545,642	
18							
19	*Pre-Tax Rate of Return	11.51%				11.51%	
20							
21	Pre-Tax Return on Net DSIC Additions	\$ 71,970			\$	62,779	
22							
23	Depreciation on DSIC Additions	\$ 15,638			\$	13,641	
24							
25	Total DSIC Revenues	\$ 87,608			\$	76,420	
26							
27	DSIC Rate - Flat	\$ 2.36	\$	(0.30)	\$	2.06	
28							
29	Annualized Service Revenues 2014	\$ 1,837,696			\$	1,837,696	
30							
31	% Increase	4.77%				4.16%	
32							
33	Base Revenues Approved in Cause No. 44388	\$ 1,854,617			\$	1,854,617	
34							
35	% Increase (limited to 10%)	4.72%				4.12%	
36							

*Reflects removal of PO 182962

Line No.	A	B	C	D
			As Approved CP 2014137 Sewer Impv Project	Adjustment* CP 2014137 Sewer Impv Project
		Gross Plant		
1	1290	Struct/Imprv Collection Plant		-
2	1295	Struct/Imprv Pump Plant LS		-
3	1310	Struct/Imprv Reclaim Water Dist Pit		-
4	1320	Power Gen Equip Coll Pit		-
5	1325	Power Gen Equip Pump Pit		-
6	1340	Power Gen Equip Rcl Wtr Dist		-
7	1345	Sewer Force Main		-
8	1350	Sewer Gravity Main	577,546.97	(74,490.30)
9	1353	Manholes	48,533.48	(6,259.70)
10	1355	Special Coll Structures		-
11	1360	Services to Customers		-
12	1365	Flow Measure Devices		-
13	1370	Flow Measure Install		-
14	1375	Receiving Wells		-
15	1380	Pumping Equipment Pump Pit		-
16	1390	Pumping Equipment Rcl Wtr Dist		-
17				
18		Total	\$ 626,080.45	\$ (80,750.00)
19				
20		Retirements		
21			Project	Total
22	1290	Struct/Imprv Collection Plant		-
23	1295	Struct/Imprv Pump Plant LS		-
24	1310	Struct/Imprv Reclaim Water Dist Pit		-
25	1320	Power Gen Equip Coll Pit		-
26	1325	Power Gen Equip Pump Pit		-
27	1340	Power Gen Equip Rcl Wtr Dist		-
28	1345	Sewer Force Main		-
29	1350	Sewer Gravity Main	(6,770.02)	873.18
30	1353	Manholes		-
31	1355	Special Coll Structures		-
32	1360	Services to Customers		-
33	1365	Flow Measure Devices		-
34	1370	Flow Measure Install		-
35	1375	Receiving Wells		-
36	1380	Pumping Equipment Pump Pit		-
37	1390	Pumping Equipment Rcl Wtr Dist		-
38				
39		Total	\$ (6,770.02)	\$ 873.18
40				
41		Net Plant		
42			Project	Total
43	1290	Struct/Imprv Collection Plant	-	-
44	1295	Struct/Imprv Pump Plant LS	-	-
45	1310	Struct/Imprv Reclaim Water Dist Pit	-	-
46	1320	Power Gen Equip Coll Pit	-	-
47	1325	Power Gen Equip Pump Pit	-	-
48	1340	Power Gen Equip Rcl Wtr Dist	-	-
49	1345	Sewer Force Main	-	-
50	1350	Sewer Gravity Main	570,776.95	(73,617.12)
51	1353	Manholes	48,533.48	(6,259.70)
52	1355	Special Coll Structures	-	-
53	1360	Services to Customers	-	-
54	1365	Flow Measure Devices	-	-
55	1370	Flow Measure Install	-	-
56	1375	Receiving Wells	-	-
57	1380	Pumping Equipment Pump Pit	-	-
58	1390	Pumping Equipment Rcl Wtr Dist	-	-
59				
60		Total	\$ 619,310	\$ (79,877)

*Reflects removal of PO 182962