LAW OFFICES

## ROSE, SUNDSTROM & BENTLEY, LLP

2548 BLAIRSTONE PINES DRIVE TALLAHASSEE, FLORIDA 32301

(850) 877-6555

MAILING ADDRESS PORT OFFICE BOX 1567 TALLADAMER, PLOREDA 52502-1567

TELECOPER (\$50) 656-4029

NUBERT M. C. ROSE OF COUNSE

FPSC-RECORDS/REPORTING

CHER H. BENTLEY, PA. F. MARIHALL DETERING BRAN L. DUSTER MARTIN S. FRIEDRAN, PA. JOINT S. JENKEN, PA. STEVEN T. MODELN, PA. DARN L. SHIPPY WELLOW F. N. NUMPRO, PA. DIANE D. TREMOR, PA. JOINT L. WHARTON

# May 8, 1998

### VIA HAND DELIVERY

Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida

Re: Rainbow Springs Utilities, L.C.; PSC Docket No. 971621-WS Application for Extension of Service Territory <u>Our File No. 29030.06</u>

Dear Ms. Bayo:

ACK .

Attached are the original and fifteen copies of the Joint Stipulation and Settlement Agreement entered into between Rainbow Springs Utilities, L.C. and the Rainbow Springs Homeowners Association to resolve the outstanding dispute in the abovereferenced case. With the filing of this Settlement Agreement, the Commission can now cancel the hearing in this case and move forward with the approval of the Extension Application of Rainbow Springs Utilities, L.C. as amended.

AFA \_\_\_\_\_ Should you have any questions in this regard, please let me APP know.

CAF Sincerely, CMU\_RECEIVED & FILED ROSE, SUNDSTROM & BENTLEY LLP CTR OF RECORDS EAG FPSC-BURE LEG \_ F. Marshall Deterding 1.111 For The Firm OPC ---- PMD/tms CC: Ralph Jaeger, Esquire RCH Bobbie Reyes, Esquire SEC Mike Twomey, Esquire DOCUMENT NUMBER-DATE ellemdr. J.T. Collins OTH 05218 HAY-8g

ORIGINAL

### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for amendment ) of Certificate No. 355-W and 311-S ) to add territory in Marion County ) Docket No. 971621-WS by Rainbow Springs Utilities, L.C. )

#### JOINT STIPULATION AND SETTLEMENT AGREEMENT

Comes now RAINBOW SPRINGS UTILITIES, L.C. (hereinafter "Rainbow Springs" or the "Utility") and the Village of Rainbow Springs Homeowners Association (hereinafter the "Homeowners Association"), and file this Joint Stipulation and Settlement Agreement in order to resolve the protest of the Homeowners Association and its members to the Application for Extension of Service Territory filed by the Utility in the above-referenced docket, and in support thereof states as follows:

 On December 16, 1997 the Utility filed its Application for Amendment of its Water and Wastewater Service Territory in order to include the entirety of the Rainbow Springs development within its service area.

2. Several members of the public and members of the Homeowners Association filed timely protests to the Utility's Application expressing concern over inclusion of two subdivisions known as "The Forest" and "The Woodlands" within the service territory of the Utility. The Homeowners Association itself was granted intervenor status in this proceeding.

3. On March 4, 1998 the Utility filed a Restrictive Amendment to its original Application by which it proports to remove completely the areas encompassing the individual residential lots serviced by DOCUMENT NUMBER-DATE

05218 MAY-88

FPSC-RECORDS/REPORTING

well and septic tank within the areas commonly known as "The Forest" and "The Woodlands" in an attempt to eliminate the basis for the protest and resolve this dispute with the Association and its members.

4. The parties have now agreed that the following language represents the basis of their settlement and that such language should be included within the Florida Public Service Commission's Final Order granting the remaining territory requested by the Utility:

The Village of Rainbow Springs Homeowners Association sought and was granted intervener status in this proceeding based on its assertion that certain of its members resided on residential lots of one acre or larger, which lots were already served by individual potable water wells and septic tank wastewater systems in subdivisions known as "The Forest" and "The Woodlands". The Village of Rainbow Springs Homeowners Association asserted that these members' substantial interests would be affected by the granting of the original amendment and the resulting potential that the Utility might force them to switch from the expensive individual systems to the Utility's centralized systems.

Seeking to eliminate the basis of the protests, the Utility filed a Restrictive Amendment to its original application by which it purported to remove completely the areas encompassing The Forest and The Woodlands. The Village of Rainbow Springs Homeowners Association is agreeable to the Restrictive Amendment but has been unable to confirm to its satisfaction that all the one acre or larger residential lots in The Forest and The Woodlands are excluded by the revised maps and legal descriptions submitted by the Utility with its Restrictive Amendment. Because the names "The Forest" and "The Woodlands" are not defined terms in recorded plats or elsewhere no such definitive assurances can be gained by reference to those names.

However, based on assurances by the Utility that all currently platted one acre and larger lots either currently utilizing individual potable wells and septic tanks and those currently entitled to use such systems within the areas commonly referred to as The Forest and The Woodlands have been removed by the Restrictive Amendment and, further, that the Utility has no intention of trying to force service on any of those lots as a result of territory awarded through this proceeding, the Village of Rainbow Springs Homeowners Association has agreed to withdraw from its intervener status in this proceeding and to withdraw its protest to the requested territorial expansion, as modified by the Restrictive Amendment. The Utility will not attempt, through the award of territory in this proceeding, to require service by any currently platted residential lot of one acre or larger that is currently utilizing individual potable wells and septic tanks, or which is currently entitled to use such systems and located within either The Forest or The Woodlands, but whose legal description might have been inadvertently included in the service territory approved by the Commission in this docket.

WHEREFORE, the parties request that the Plorida Public Service Commission enter its Final Order approving the Application of Rainbow Springs Utilities, L.C. as restrictively amended, and include the above-referenced language within the Commission's Final Order.

day of May, 1998, by:

ROSE, SUNDSTROM & BENTLEY, LLP 2548 Blairstone Pines Drive Tallahassee, Florida 32301 (850) 877-6555

F. MARSHALL DETERDING For the Firm

BY: TWOMEY MIKE

Attorney for Rainbow Springs Homeowners Association Post Office Box 5652 Tallahassee, Florida 32314-5652

#### CERTIFICATE OF SERVICE Docket No. 971621-WS

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished by Hand Delivery\* to the following parties this day of May, 1998.

Ralph Jaeger, Esquire\* Florida Public Service Commission Legal Department 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850

Bobbie Reyes, Esquire\* Division of Legal Services Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0873

F. MARSHALL DETERDING

rainbow\settle.agr