ORIGINAL

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

)

)

)

Petition to Initiate Rulemaking to Amend Rule 25-30.041, F.A.C., Application for Approval of Transfer to Governmental Agency, by City of Palm Coast. Docket No. 021128-WS

Filed: November 27, 2002

CITY OF PALM COAST'S RESPONSE TO MOTION TO DISMISS

COMES NOW the Petitioner, CITY OF PALM COAST ("City"), and responds to the Motion to Dismiss filed in this proceeding by Florida Water Services Corporation ("FWSC") and requests the Commission to deny the Motion and, in support thereof, states as follows:

- (1) The City is a customer of FWSC. See copies of attached bills. The City has standing both as a customer and a local government with constitutionally vested powers relating to serving and protecting the citizens of the City.
- (2) The City has standing as a representative of the citizens of the City of Palm Coast under the provisions of Article VIII, Section 2 of the Constitution of the State of Florida and Chapter 166, Florida Statutes. Article VIII, Section 2(a) of the Constitution of the State of Florida provides, in pertinent part, that "[m]unicipalities shall have governmental, corporate and proprietary powers to enable them to conduct municipal government, perform municipal functions and render municipal services, and may exercise any power for municipal purposes except as otherwise provided by law." (Emphasis added). Section 166.021(a), Florida Statutes, provides that "[a]s provided in s. 2(b), Art. VIII of the State Constitution, municipalities shall have the governmental, corporate, and proprietary powers to enable them to conduct municipal government, perform municipal functions, and render municipal services, and may exercise any power for municipal purposes, except when expressly prohibited by law." (Emphasis added). Section 166.021(b), Florida Statutes, defines the term "municipal purpose" as meaning "... any activity or power which may be exercised by the state or its political subdivisions." (Emphasis added).
- (3) The City, acting through its City Council has the right and obligation to take any and all administrative and legislative actions that it deems appropriate and in the public interest in order to protect the citizens of the City of Palm Coast and the economic well being of the businesses within the City.

Page 1 of 3

COM CTR ECR GCL CPC MMS SEC OTH

AUS

CAF CMP

.

13510 DEC118

CONTRACTOR OF TRE

DOCUMENT NUMBER -DATE

- (4) The City, under the provisions of Article VIII, Section 2, Constitution of the State of Florida, and Chapter 166, Florida Statutes, has any and all powers of local government not prohibited by general law.
- (5) The movant, FWSC, acknowledges in paragraph 3 of its Motion that it does not seek dismissal on the basis of this Commission's statutory and rulemaking authority to promulgate the proposed rule. FWSC also acknowledges in paragraph 5 of its Motion that counties have express statutory authority to participate in administrative proceedings on behalf of citizens/consumers residing within the jurisdictional limits of counties. As quoted above, Article VIII. Section 2 of the Constitution of the State of Florida and Chapter 166, Florida Statutes, provides for very little limitation of a city's right to exercise governmental powers on behalf of its citizens. Although counties, to some extent, may need to obtain express legislative approval to take certain actions, municipalities are constitutionally entitled to operate within the entire and plenary range and spectrum of local government powers absent an express constitutional or statutory prohibition. There is no such prohibition relative to municipalities initiating rulemaking proceedings on behalf of its citizens or itself. Indeed, the reference in footnote 3 to FWSC's Motion to Section 120.52(12)(d), Florida Statutes, indicates that the power granted to counties by that statute is a local governmental power in a general sense that municipalities have not been prohibited from exercising by constitutional or statutory provision.
- (6) The Commission has the overarching substantive and procedural powers to promulgate, in the public interest, the Rule requested by the City.
- (7) The City has the overarching obligation to protect the rights and interest of the citizens of the City.

WHEREFORE, for the foregoing reasons, the City respectfully requests the Commission to deny the Motion to Dismiss filed by FWSC.

DATED this 9th day of December, 2002.

Lonnie N. Groot, Esquire Florida Bar No. 266094 STENSTROM, McINTOSH, COLBERT, WHIGHAM & SIMMONS, P.A. 200 West First Street, Suite 22 Post Office Box 4848 Sanford, FL 32772-4848 (407) 322-2171 Attorneys for Plaintiff City of Palm Coast.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a copy of the City of Palm Coast's Response to Florida Water Services Corporation's Motion to Dismiss was furnished by U.S. Mail, this 44 day of December, 2002, to the following:

Lonnie N. Groot, Esquire

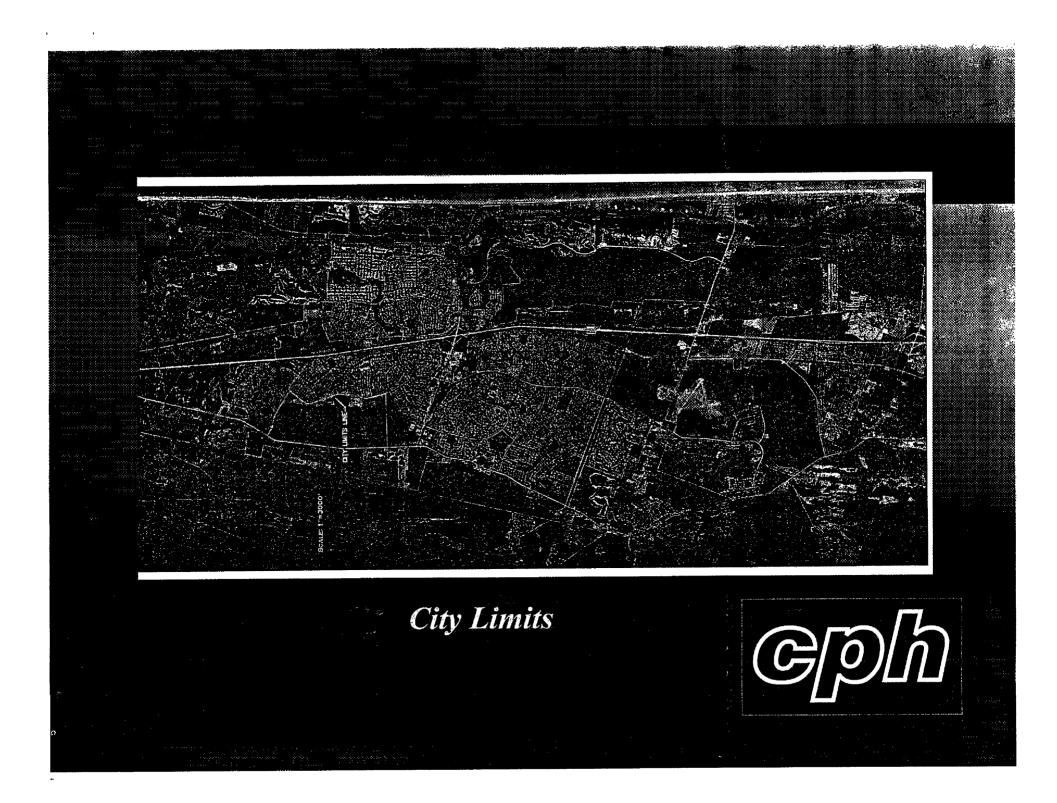
Samantha Cibula, Esquire Division of Legal Services Florida Public Service Commission 2540 Shumard Oak Boulevard Room 370 Tallahassee, Florida 32399-0850

Kenneth A. Hoffman, Esquire RUTLEDGE, ECENIA, PURNELL & HOFFMAN Post Office Box 551 Tallahassee, Florida 323701-1841

I:\Lng\Cities\2002\Palm Coast\Florida Water Services Corp\Response to Motion to Dismiss.wpd

Palm Coast

Incorporated as a City on December 31, 1999 32,600 Acres (51 Square Miles) Provision for 44,000 RSF Homes / 33% Developed 2002 Population = 38,348



.

•

PAGE Ø2

| Florida Water | FLORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32860-9520 Call Toll Free 1-800-432-4501 | | CUSTOME 010021 | |
|---|---|---|---|---------------------|
| SERVICE ADDRESS 264 NE PALM COAST PARKWAY | CITY OF PALM COAST P O BOX 354610 PALM COAST FL 32135-4610 | CURRENT CHARGES DUE BY 11/22/02 | TOTAL AMO \$ | oun 1 0 9 |
| Bill Date 10/23/02 Plant 3001 Location Number 0000090010 | PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU | | 109, 71 109, 71CR | |
| WATER Rate Code-533 Billing Period 6/15/02 TO 10/16/02 Days in Billing Period: 62 Meter Readings: Present Previous Usage 613860 597540 16320 Gal Meter Size: 1" Meter Number 47744154 3 Connect 5/16/00 SEWER Rate Code-533 Connect 5/16/00 | WATER BASE FACILITY CHARGE GALLONAGE CHARGE TOTAL WATER SEWER BASE FACILITY CHARGE GALLONAGE CHARGE TOTAL SEWER | 30. 03 54. 34 25. 20 54. 68 | , 00 84, 37 79. 88 | |
| | MISC PREVIOUS EST WATER BILL CREDIT PREVIOUS EST SEWER BILL CREDIT TOTAL MISC CURRENT CHARGES DUE BY 11/22/02 | 011010 ² 27, 16CR 27, 32CR | 54. 480R | 1 |
| | TOTAL AMOUNT DUE | | \$ - | 10 |
| | Free sewer cleanout cap! If your sewer cleanout c Care Department at 1-800-432-4501 to request a re install it free of charge. This will help us reduce e collection system from rain, stormwater runoff, ar in this project is greatly appreciated. For additional information about Florida Water Se conservation tips please visit our WEB site. | placement. A Utility System xcess water flows into the r id high groundwater levels. rvices, Corp. and water | ns Technician wastewater Your coopera | wition |
| Daity Average Water Use: Current Month 263 Gal/Day Same Month Last Yr 244 Gal/Day | Florida Water's bill payment address has changed envelope enclosed with this bill. It you are using a the payment address to avoid a processing delay. for all the payment options we offer. | affective September 2002. In online payment service, | Please use the please update | 22 |
| | | | | |

| SERVICE ADDRESS 22 UTILITY DRIVE | FLORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32880-9520 Calt Toll Free 1-800-432-4501City OF PALM COAST | CUSTOMER NUL 010034034 TOTAL AMOUNT \$ 23. |
|---|---|---|
| Bill Date 10/23/02 Plant 3001 Location Number 0000087670 WATER Rate Code-533 Billing Period 9/16/02 TO 10/16/02 Days in Billing Period: 30 Meter Readings: Present Previous Usage 162080 159570 3410 Gat Meter Size: ⁵ / ₄ " x ³ / ₄ " Meter Number 39971303 1 Connect 10/01/00 | PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU WATER BASE FACILITY CHARGE 12.00 GALLONAGE CHARGE 3410 Gal @ \$.003330 11.36 TOTAL WATER 12.00 CURRENT CHARGES DUE BY 11/22/02 11.36 TOTAL AMOUNT DUE 11.22/02 Free sewer cleanout cap! If your sewer cleanout cap is broken or missing, or Care Department at 1-800-432-4501 to request a replacement. A Utility Systeminstall it free of charge. This will help us reduce excess water flows into the collection system from rain, etormwater runoff, and high groundwater levels in this project is greatly appreciated. For additional information about Florida Water Services, Corp. and water conservation tips please visit our WEB alte www.florida-water.com ************************************ | ems Technician will wastewater s. Your cooperation . Please use the . please update |
| Daily Average Water Use Current Month 114 Gal/Day Same Month Last Yr 5 Gal/Day Daily Average Water Cost; \$.78 | 792511110 | EIVE) 28 2392 |

1

•

-

| Florida Water SERVICES | FLORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32660-9520 Call Toll Free 1-800-432-4501 | | CUSTOME 010034 | |
|--|--|--|---|------------|
| SERVICE ADDRESS US ROAD DEPT SITE APT# 1 | PALM COAST FL 32135-4610 | RENT CHARGES DUE BY 11/22/02 | TOTAL AM \$ | 1001 69 |
| Bill Date 10/23/02 Plant 3001 Location Number 0000090140 | PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU | | 68. 97 68. 97CR | 8 |
| WATER Rate Code-533 Billing Period 9/16/02 TO 10/16/02 Days in Billing Period: 30 Meter Readings; | WATER BASE FACILITY CHARGE GALLONAGE CHARGE 7070 Gal @ \$.003330 | 12.00 23.54 | . 00 | |
| Present Previous Usage 1014330 1007760 7070 Gal Meter Size: %" x ¾" Meter Number 41309000 1 | GALLONAGE CHARGE 7070 Gal@\$.003330 TOTAL WATER | <u></u> | 35, 54 | |
| Connect 10/03/00 SEWER Rate Code-533 | SEWER BASE FACILITY CHARGE GALLONAGE CHARGE 7070 Gai @ \$. 003350 | 10. 07 23. 68 | | |
| Çonnect 10/03/00 | | | 33.75 | |
| | CURRENT CHARGES DUE BY 11/22/02 TOTAL AMOUNT DUE | | \$ \$ | 6 |
| | · · · · · · · · · · · · · · · · · · · | | | |
| 7928/110102 | Free sewer cleanout cap! If your sewer cleanout cap is bro Care Department at 1-800-432-4501 to request a replacement install it free of charge. This will help us reduce excess wa collection system from rain, stormwater runoff, and high gr in this project is greatly appreciated. For additional information about Florida Water Services, Co conservation tips please visit our WEB site www.florida-w *******IMPORTANT MESSAGE ****** Florida Water's bill payment address has changed effective | nt. A Utility System ter flows into the w roundwater levels. orp. and water ater.com September 2002. | ns Technician vasiswater Your coopers Please use th | ation |
| WATER USE Daily Average Water Use: Current Month 236 Gal/Day Same Month Lest Yr 416 Gal/Day | Care Department at 1-800-432-4501 to request a replacement install it free of charge. This will help us reduce excess we collection system from rain, stormwater runoff, and high gr in this project is greatly appreciated. For additional information about Florida Water Services, Co conservation tips please visit our WEB site www.florida-w ******* IMPORTANT MESSAGE ****** | nt. A Utility System ter flows into the w roundwater levels. orp. and water vater.com September 2002, payment service, p | ns Technician Vaciewater Your coopera Please use th please update rida-water.con | atio n |

| Florida Water SERVICES | FL.ORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32860-9520 Call Toll Free 1-800-432-4501 | | CUSTOMER NUI 010033896 |
|--|---|---|--|
| SERVICE ADDRESS 305 NE PALM COAST PARKWAY | CITY OF PALM COAST PO BOX 354610 PALM COAST FL 32135-4610 | CURRENT CHARGES DUE BY 11/22/02 | TOTAL AMOUNT \$ 151 |
| Bill Date 10/23/02 Plant 3001 Location Number 0000087750 | PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU |] | 148, 69 148, 69CR |
| WATER Rate Code-533 Billing Period 9/16/02 TO 10/16/02 Days in Billing Period: 30 Meter Readings: Present Previous Usage 971980 957510 14470 Gal Meter Size: 1° Meter Number 46740120 3 Connect 10/03/00 | WATER BASE FACILITY CHARGE GALLONAGE CHARGE 14470 Gal @ \$ TOTAL WATER SEWER BASE FACILITY CHARGE | 30, 03 003330 48. 19 25. 20 | , 00 78, 22 |
| SEWER Rate Code-533 Connect 10/03/00 | GALLONAGE CHARGE 14470 Gal@\$ TOTAL SEWER | . 003350 48. 47 | 73, 67 |
| 7929/110102 | CURRENT CHARGES DUE BY 11/22/02 TOTAL AMOUNT DUE Free sewer cleanout cap! If your sewer cleano Care Department at 1-800-432-4501 to request install it free of charge. This will help us reduc collection system from rain, stormwater runoff in this project is greatly appreciated. For additional information about Florida Water conservation tips please visit our WEB site w ******IMPORTANT MESSAC Florida Water's bill payment address has chan- envelope enclosed with this bill. If you are usit | a replacement. A Utility System excess water flows into the v , and high groundwater levels. Setvices, Corp. and water ww.florida-water.com iE ****** and other the Sectember 2002. | ns Technician will vastewater Your cooperation Please use the |
| Daily Average Water Use Current Month 482 Gal/Day Same Month Last Yr 352 Gal/Day Daily Average Water Cost; \$ 2,61 | the payment address to avoid a processing de for all the payment options we offer. | | rida-water.com |

2

,

•

| Florida Water SERVICES | FLORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32860-9520 Call Toll Free 1-800-432-4501 | | CUSTOMER NU 010033891 |
|--|--|--|---|
| SERVICE ADDRESS 4751 BELLE TERRE PARKWAY | CITY OF PALM COAST PO BOX 354610 PALM COAST FL 32135-4610 | CURRENT CHARGES DUE BY 11/22/02 | TOTAL AMOUN ⁻ \$ 109 |
| Bill Date 10/23/02 Plant 3001 Location Number 0000090150 WATER Rate Code-533 Billing Period 9/16/02 TO 10/16/02 Days In Billing Period: 30 Meter Readings: Present Previous Usage 343310 330250 13060 Gal Meter Size: %" x ¾" Meter Number 74170223 1 Connect 10/03/00 SEWER Rate Code-533 Connect 10/03/00 SEWER Rate Code-533 Connect 10/03/00 | PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU WATER BASE FACILITY CHARGE GALLONAGE CHARGE 13060 Gal @ \$.0 TOTAL WATER SEWER BASE FACILITY CHARGE GALLONAGE CHARGE 13060 Gal @ \$.0 TOTAL SEWER CURRENT CHARGES DUE BY 11/22/02 TOTAL SEWER CURRENT CHARGES DUE BY 11/22/02 TOTAL AMOUNT DUE | 10, 07 43, 75 1010 Z coap is broken or missing, ce replacement. A Utility System | ms Teohnician will |
| | Collection system from rain, stormwaler runoff, a In this project is greatly appreciated. For additional information about Florids Water S- conservation tips please visit our WEB site www ********************************** | and high groundwater levels. ervices, Corp. and water w.florida-water.com deflective September 2002. an online payment service, y. Visit our website www.flo DECET | Your cooperation Please use the please update side-water.com |

.

| FLORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32980-9520 Call Toll Free 1-800-432-450 | CUSTOMER NUM 010071308- |
|---|--|
| CITY OF PALM COAST ATT LORI SIEGLER RK 264 PALM COAST PARKWAY BY: PALM COAST FL 32137 CURRENT CHARGES DUE BY DUE BY PALM COAST FL 32137 | TOTAL AMOUNT \$ 108. |
| PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU | 61. 89 61. 890R |
| WATER BASE FACILITY CHARGE GALLONAGE CHARGE 13010 Gal @ \$, 003330 43.32 TOTAL WATER SEWER BASE FACILITY CHARGE 10, 07 | . 00 55. 32 |
| GALLONAGE CHARGE 13010 Gal @ \$. 003350 43.58 TOTAL SEWER | 53. 65 |
| CURRENT CHARGES DUE BY 11/17/02 | \$ 10 |
| TOTAL AMOUNT DUE | \$ 100 |
| Care Department at 1-800-432-4501 to request a replacement. A Utility Syste Install it free of charge. This will help us reduce excess water flows into the collection system from rain, stormwater runoff, and high groundwater levels in this project is greatly appreciated. For additional information about Florida Water Services, Corp. and water conservation tips please visit pur WEB site www.florida-water.com ************************************ | me Technician will wastewater . Your cooperation . Please use the . please update |
| | |
| | P.O. BOX 609520 Call Toll Free 1-800-432-450 Call Toll Free 1-800-432-450 Call Toll Free 1-800-432-450 CITY OF PALM COAST ATT LORI SIEGLER CURRENT CHARGES 264 PALM COAST PARKWAY BY: PALM COAST FL 32137 PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU WATER BASE FACILITY CHARGE GALLONAGE CHARGE 13010 Gal @ \$.003330 43. 32 TOTAL WATER SEWER BASE FACILITY CHARGE 13010 Gal @ \$.003350 43. 58 TOTAL SEWER CURRENT CHARGES DUE BY 11/17/02 TOTAL AMOUNT DUE Free sewer cleanout cap! If your sewer cleanout cap is broken by missing, c Care Department at 1-800-432-4501 to request a replacement. A Utility Syste Instalk if these of charge, This will help us reduce crease water flows into the collection system from rain, stormwater runoff, and high groundwater levels in this project is greatly appreciated. For additional information about Florida Water Services, Corp. and water conservation the please visit pur WEB site www.florida-water.com ************************************ |

12/09/2002 17:36 3864467648

.

٠

CITY OF PALM COAST N

| SERVICE ADDRESS 268 NE PALM COAST PARKWAY | FLORIDA WATER SERVICES P.O. BOX 609520 ORLANDO, FL 32660-9520 Call Toll Free 1-800-432-4501 CITY OF PALM COAST 264 PALM COAST PKWY NE PALM COAST FL 32137-8217 | CURRENT CHARGES OUE BY 11/22/02 | CUSTOMER NU 010068919 TOTAL AMOUN \$ 118 |
|--|---|--|---|
| 268 NE PALM COAST PARKWAY APT# B Bill Date 10/23/02 Plant 3001 Location Number 0000131320 WATER Rate Code-533 Billing Period 9/16/02 TO 10/16/02 Days in Billing Period: 30 Meter Readings: Present Previous Usage 46960 32480 14480 Gal Meter Size: 5% x 3% Meter Number 51576905 1 Connect 9/21/01 SEWER Rate Code-533 Connect 9/21/01 | PREVIOUS BALANCE PAYMENT RECEIVED ON 9/30/02 THANK YOU WATER BASE FACILITY CHARGE GALLONAGE CHARGE 14480 Gal @ \$ TOTAL WATER BASE FACILITY CHARGE GALLONAGE CHARGE 14480 Gal @ \$ TOTAL SEWER CURRENT CHARGES DUE BY 11/22/02 TOTAL AMOUNT DUE |) . 003330 <u>12. 00</u> . 003330 <u>48. 22</u> 10. 07 | 33. 96 33. 96CR 00 60. 22 58. 58 \$ 11 \$ 112 |
| WATER USE Current Month Last Yr 30 Gal/Day Daily Average Water Cost: \$ 2.01 | Free sewer cleanout cap1 if your sewer cleano Care Department at 1-800-432-4501 to request install if free of charge. This will help us reduc collection system from rain, stormwater runoff in this project is greatly appreciated. For additional information about Florida Water conservation tips please visit our WEB site w ************************************ | but cap is broken or missing, ca a replacement. A Utility System ce excess water flows into the w l, and high groundwater levels. r Services, Corp. and water www.florida-water.com aE ***** ged effective September 2002. Ing an online payment service, j lay. Vielt our website www.flor | ns Technician will vastewater Your cooperation Please use the please update |

CITY OF PALM COAST N

| 12/09/2002 17:36 386448 • • • | 57548 CITY OF PALM | CDAST N | PAGE Ø | 9 |
|--|---|--|--|-----|
| Florida Water S E R V I C E S | FLORIDA WATER SERVICES P.O. BOX 508520 ORLANDO, FL 32850-8520 Call Toll Free 1-800-432-4501 | | CUSTOMER 1 9000102 | |
| SERVICE ADDRESS | CITY OF PALM COAST 264 PALM COAST PKWY | CURRENT CHARGES | TOTAL AMOL | JNT |
| 264 PALM COAST PKWY (CTHM) | PALM COAST, FL 32137 | DUE BY 11/22/02 | \$ 4 | 41. |
| Bill Date 10/23/02 Plant 3001 | PAYMENT RECEIVED ON \$/23/02 THANK YOU | | 15.00CR | |
| Location Number 0300104086 | CREDIT BALANCE CARRIED | FORWARD> | \$ | 15 |
| WATER Rate Code-533 Billing Period 9/17/02 TO 10/16/02 Days in Billing Period: 29 Meter Readings: | WATER BASE FACILITY CHARGE GALLONAGE CHARGE B800 Gal@\$.0 | 12.00 03330 29 .30 | | |
| Present Previous Usage 9000 200 8800 Gal Meter Size: %" | TOTAL WATER | | 41. 30 | |
| Meter Size: ¾" Meter Number 70067189 2 Deposit \$ 535.00 Connect 9/17/02 | MISC NEW CONNECTION FEE | 15. 00 | | |
| Connect 9/17/02 | TOTAL MISC | | 15.00 | |
| | CURRENT CHARGES DUE BY 11/22/02 | | \$ | 64 |
| | TOTAL AMOUNT DUE | , | \$ 4 | 41, |
| | Free sower cleanout cap! If your sower cleanout Care Department at 1-800-432-4501 to request a m Install it free of charge. This will help us reduce of collection system from rain, stormwater runoif, a in this project is greatly appreciated. For additional information about Florids Water Sa conservation tipe please visit our WEB elte www """""""IMPORTANT MESSAGE Florida Water's bill payment address has changed envelope enclosed with this bill. If you are using the payment address to avoid a processing delay tor all the payment options we offer. | epiacement. A Utility System excess water flows into the w nd high groundwater levels. ervices, Corp. and water v.fiorida-water.com ****** d effective September 2002. an online payment service, j | na Technician wi vastowater Your cooperatio Please use the please update | |
| Daily Average Water Use Current Month 303 Gal/Day | 7900/110102 | DECEIV DOCT 25 20 BY: | 52 <i>CI</i> | |
| Daily Average Water Cost: \$ 1.42 | PLEASE BRING ENTIRE BILL WHEN PAYING IN | | ***** | |

1