FLORIDA PUBLIC SERVICE COMMISSIÓN

#### INSTRUCTIONS FOR COMPLETING

#### APPLICATION FOR ORIGINAL CERTIFICATE FOR A PROPOSED OR EXISTING SYSTEM REQUESTING INITIAL RATES AND CHARGES

(Section 367.045, Florida Statutes)

#### **General Information**

The attached form has been prepared by the Florida Public Service Commission to aid utilities under its jurisdiction to file information required by Chapter 367, Florida Statutes, and Chapter 25-30, Florida Administrative Code. Any questions regarding this form should be directed to the Division of Economic Regulation, Bureau of Certification, Economics and Tariffs (850) 413-6900.

#### **Instructions**

- 1. Fill out the attached application form completely and accurately.
- 2. Complete all the items that apply to your utility. If an item is not applicable, mark it "N.A." Do not leave any items blank.
- 3. Notarize the completed application form.
- 4. Remit the proper filing fee pursuant to Rule 25-30.020, Florida Administrative Code, with the application.
- 5. The **original and five copies** of the completed application and attached exhibits; **one copy** of each territory and system map; the **original and two copies** of the proposed tariff(s); and the proper **filing fee** should be mailed to:

COM ECR Map forwarded. GCL / provinced. OPC / RCP SSC

SGA ADM Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

neck received with filing and forwarded to Fiscal for deposit. Fiscal to forward deposit information to Records.

nittels of person who forwarded check

DOCUMENT NUMBER-DATE

07031 JUL 148

FPSC-COMMISSION CLERK

#### PART X AFFIDAVIT

	going application and all exhibits attached thereto atements of fact thereto constitutes a complete
	Applicants Title *
Subscribed and sworn to before me the in the year of 20 09 by $Arna/clo$	is 9 day of July month  Barros who is personally known to
me or produced identification	<del>-</del>
	Susan R Jankins
	Notary Public's Signature
	Print, Type or Stamp Commissioned Name of Notary Public SUSAN R JENKINS  MY COMMISSION # DD840664  EXPIRES November 23, 2012  EXPIRES November 23, 2012  Florida Notary Service.com

\* If applicant is a corporation, the affidavit must be made by the president or other officer authorized by the by-laws of the corporation to act for it. If applicant is a partnership or association, a member of the organization authorized to make such affidavit shall execute same.

#### APPLICATION FOR ORIGINAL CERTIFICATE FOR A PROPOSED OR EXISTING SYSTEM REQUESTING INITIAL RATES AND CHARGES

(Pursuant to Section 367.045, Florida Statutes)

To: Office of Commission Clerk

Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

water submi	The undersigned hereby make and/or wastewater its the following information:		
PART	APPLICANT INFORMA	TION	
A)	The full name (as it appears or the applicant:	n the certificate), address and	telephone number of
	ARMA WATER SERVICE, LLC Name of utility	C	
	(646 ) 795-9054	(954) 922-55	4.0
	Phone No.	Fax No.	×V
	900 WASHINGTON STREE	m	
	Office street address		
	HOLLYWOOD	FLORIDA	33019
	City	State	Zip Code
	Mailing address if different fron	n street address	
	Internet address if applicable		
B)	The name, address and telephoapplication:	one number of the person to co	ontact concerning this
	LEN TABOR	(352 )598-30	54
	Name 5421 SW 42 Place	Phone No.	
	Street address OCALA	FLORIDA	34474
	City	State	Zip Code

PSC/ECR 009-W (Rev. 2/91)

DOCUMENT NUMBER - DATE - 07031 JUL 148

C)	Indicate the organization	onal character of the applican	it: (circle one)
	Corporation	Partnership	Sole Proprietorship
	Other (Specify)		
D)		orporation, indicate whether it e Section 1362 to be an S Co	t has made an election under rporation:
	YesX No		
E)	officers, directors, part		and addresses of corporate or entities owning an interest in hal sheet if necessary).
	ARNOLD BARRO	· · · · · · · · · · · · · · · · · · ·	HOLLWOOD FL. 33019
	MARIA BARROS	900 WASHINGTON ST. H	COLLINCOD FIL. 33019
F)			d addresses of all persons or additional sheet if necessary.)
PARI	II NEED FOR SE	RVICE	
A)	such as anticipated (o within the area propos	r actual) development in the a ed to be served which could p	ervice in the proposed territory, rea. Identify any other utilities otentially provide such service ain whether such other service
B)	provision of service will local comprehensive p the time the application	I be consistent with the water a lan, as approved by the Depar n is filed. If the provision of se	ne applicant's knowledge, the and wastewater sections of the rtment of Community Affairs at ervice is inconsistent with such g the certificate would be in the

#### **EXHIBIT A**

Due to regulations in Marion County Florida, Single or Multi-Family homes cannot be permitted for construction unless one or more of the following conditions is met. Five acre tract, public and Department of Environmental Protection permitted water or wastewater system, on any lot less than five acres. The above is to the best of my knowledge.

Mr. and Mrs. Barros had no choice but to install a permitted water system in order to build single and multi-family units.

#### **EXHIBIT B**

The water system is permitted by the Florida Department of Environmental Protection and is consistent with the water sections of the local comprehensive plan, as approved by the Department of Community Affairs at the time this application is filed

# **EXHIBIT C**

Water system will only serve potable water to residential consumers

#### **EXHIBIT D**

There are 58 total residential connections proposed to be served using standard house type meters 5/8 x 3/4 inch.

Water utility is in service servicing 22 duplex units Standard house type meters 5/8 x 3/4 inch. This system only serves residential customers

# PART III SYSTEM INFORMATION

A)

<u> </u>	<u>:                                    </u>
	ExhibitC - A statement describing the proposed type(s) of water service to be provided (i.e., potable, non-potable or both).
	Exhibit The number of equivalent residential connections (ERCs) proposed to be served, by meter size and customer class. If development will be in phases, separate this information by phase. In addition, if the utility is in operation, provide the current number of ERCs by meter size and customer class.
	Description of the types of customers anticipated (i.e., single family, mobile homes, clubhouse, commercial, etc.):
	Residential, Single family, and Duplex houses
	In the case of an existing utility, provide the permit number and the date of approval of facilities by the Department of Environmental Protection (DEP) or the agency designated by DEP to issue permits:
	Permit Number WD-42-0246114-002 Dated June 16, 2005
	Indicate the design capacity of the treatment plant in terms of equivalent residential connections (ERCs) and gallons per day (gpd). If development will be in phases, separate this information by phase.
	94 Res. Connection RCs) 65.800 (GPD)
	Indicate the type of treatment: Liquid Chlorine
	Indicate the design capacity of the transmission and distribution lines in terms of ERCs and gpd. If development will be in phases, separate this information by phase.
	94 Residentail Connections 65,800 gpd.
	Provide the date the applicant began or plans to begin serving customers:
	Serving 22 connections as of this date

#### **EXHIBIT E**

Warranty deed will be filed as soon as possible, As the owners are separating the land for the water treatment plant

(9)	Exhibit _E Evidence, in the form of a warranty deed, that the utility owns the land where the water facilities are or will be located. If the utility does not own the land, a copy of the agreement which provides for the long term continuous use of the land, such as a 99-year lease. The Commission may consider a written easement or other cost-effective alternative.
	The applicant may submit a contract for the purchase and sale of land with an unexecuted copy of the warranty deed provided the applicant files an executed and recorded copy of the deed, or executed copy of the lease, within thirty days after the order granting the certificate.
WAS	TEWATER
(1)	Exhibit N/A - The number of equivalent residential connections (ERCs) proposed to be served, by meter size and customer class. If development will be in phases, separate this information by phase. In addition, if the utility is in operation, provide the current number of ERCs by meter size and customer class.
(2)	Description of the types of customers anticipated (i.e., single family, mobile homes, clubhouse, commercial, etc.):
	N/A
(3)	In the case of an existing utility, provide the permit number and the date of approval of facilities by the Department of Environmental Protection (DEP) or the agency designated by DEP to issue permits:
	N/A
(4)	Indicate separately the design capacity of the treatment plant and effluent disposal system in terms of equivalent residential connections (ERCs) and gallons per day (GPD). If development will be in phases, separate this information by phase.
	N/A
(5)	Indicate the method of treatment and disposal (percolation pond, spray field, etc.):
	N/A

B)

	(6)	Exhibit $N/A$ - If the applicant does not propose to use reuse as a means of effluent disposal, provide a statement that describes, with particularity, the reasons for not using reuse.
	(7)	Indicate the design capacity of the collection lines in terms of ERCs and GDP. If development will be in phases, separate this information by phase.
		N/A
	(8)	Provide the date the applicant began or plans to begin serving customers:
	(9)	Exhibit $N/A$ - Evidence, in the form of a warranty deed, that the utility owns the land where the utility treatment facilities are or will be located. If the utility does not own the land, a copy of the agreement which provides for the long term continuous use of the land, such as a 99-year lease.
		The Commission may consider a written easement or other cost-effective alternative. The applicant may submit a contract for the purchase and sale of land with an unexecuted copy of the warranty deed, provided the applicant files an executed and recorded copy of the deed, or executed copy of the lease, within thirty days after the order granting the certificate.
PART	IV	FINANCIAL AND TECHNICAL INFORMATION
A)		$t \ \underline{\hspace{0.1cm}} F \ \underline{\hspace{0.1cm}}$ - A statement regarding the financial and technical ability of the ant to provide reasonably sufficient and efficient service.
B)	staten all ass for the year, staten Admir	t <u>G</u> - A detailed financial statement (balance sheet and income nent), certified if available, of the financial condition of the applicant, showing sets and liabilities of every kind and character. The income statement shall be preceding calendar or fiscal year. If an applicant has not operated for a full then the income statement shall be for the lesser period. The financial nent shall be prepared in accordance with Rule 25-30.115, Florida histrative Code. If available, a statement of the source and application of funds also be provided.
C)	relying amount finance	t $\underline{\hspace{0.1cm}}$ - A list of all entities, including affiliates, upon which the applicant is to provide funding to the utility , and an explanation of the manner and not of such funding, which shall include their financial statements and any ial agreements with the utility. This requirement shall not apply to any person ity holding less than 10 percent ownership interest in the utility.

# EXHIBIT F, G, H.

Confidential financial statement.

Will be provided at a later date by owners of LLC

- D) Exhibit \_\_\_\_\_I A schedule showing the projected cost of the proposed system (or actual cost of the existing system) by uniform system of accounts (USOA) account numbers pursuant to Rule 25-30.115, F.A.C. In addition, provide the capacity of each component of the system in ERCs and gallons per day. If the utility will be built in phases, this schedule shall apply to the design capacity of the first phase only. Provide a separate exhibit for the water and wastewater systems.
- Exhibit \_\_\_\_\_\_\_ A schedule showing the projected operating expenses of the proposed system by USOA account numbers when 80 percent of the designed capacity of the system is being utilized. If the utility will be built in phases, this schedule shall apply to the design capacity of the first phase only. In addition, if the utility has been in existence for at least one year, provide actual operating expenses for the most recent twelve months. Provide a separate exhibit for the water and wastewater systems.
- F) Exhibit N/A A schedule showing the projected capital structure, including the methods of financing the construction and operation of the utility reaches 80 percent of the designed capacity of the system(s).
- G) Exhibit N/A- A cost study, including customer growth projections, which supports the proposed rates, miscellaneous service charges, customer deposits and service availability charges. A sample cost study is enclosed with the application package. Provide a separate cost study for the water and wastewater systems.
- H) Exhibit N/A If the base facility and usage rate structure (as defined in Rule 25-30.437(6), F.A.C.) is not utilized for metered service, provide an alternative rate structure and a statement supporting why the alternative is appropriate.
- l) Exhibit N/A If a different return on common equity other than the current equity leverage formula established by order of the Public Service Commission pursuant to Section 367.081(4), F.S. is utilized, provide competent substantial evidence supporting the use of a different return on common equity. Information on the current equity leverage formula may be obtained by contacting the accounting section at the listed number.

#### PART V ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION (AFUDC)

#### Please note the following:

- A) Utilities obtaining initial certificates pursuant to Rule 25-30.033, F.A.C., are authorized to accrue AFUDC for projects found eligible pursuant to Rule 25-30.116(1), F.A.C.
- B) A discounted monthly AFUDC rate calculated in accordance with Rule 25-30.116(3),

#### EXHIBIT I

#### Company ARMA WATER SERVICE LLC

# Pro Forma Water Utility Plant

Date 07-11,2009

Acct. No.			
301.	Organization		\$_6,200
302.	Franchises		\$ 0
303.	Land and Land Rights		\$ 40,000
304.	Structures and Improvements		\$ 12,600
305.	Collecting and Impounding Reservoirs		\$
306.	Lake, River and Other Intakes		\$
307.	Wells and Springs		\$_24,000
309.	Supply Mains		\$ 6,300
310.	Power Generation Equipment		\$0
311.	Pumping Equipment		\$ 19.800
320.	Water Treatment Equipment		\$ 36,400
330.	Distribution Reservoirs and Standpipes		\$2,400
331.	Transmission and Distribution Mains		\$_ <u>196,500</u>
333.	Services		\$ 12,200
334.	Meters and Meter Installation		\$ 14,600
335.	Hydrants		\$
339.	Other Plant and Miscellaneous Equipment		\$
340.	Office Furniture and Equipment		\$2,200
341.	Transportation Equipment		\$0
343.	Tools, Shop and Garage Equipment		\$0
345.	Power Operated Equipment		\$0
348.	Other Tangible Plant		\$0
			\$_ <del>375,700</del>
Treatr	ment Capacity65,800 GPD		94 ERCs
Line C	Capacity 65,800	_	94 ERCs
		ERC =	65,800 GPD

#### EXHIBIŤ J

# Company ARMA WATER SERVICE LLC

# **Pro Forma Schedule of Expenses for Water Utility**

# Date 07-11,2009

Acct. No.			
601.	Salaries and Wages - Employees	\$	O
603.	Salaries and Wages - Other	\$	0
604.	Employees Pensions and Benefits	\$	0
610.	Purchased Water	\$	0
615.	Purchased Power	\$	1,617.04
616.	Fuel for Power Production	\$	
618.	Chemicals	\$	415.00
620.	Materials and Supplies	\$	
630.	Contractual Services	\$	2,820.00
640.	Rents	\$	0
650.	Transportation Expense	\$	
655.	Insurance Expense	\$	3,220.14
665.	Regulatory Commission Expense	\$	750.00
670.	Bad Debt Expense	\$	0
675.	Miscellaneous Expense	\$	1,250.00
<b>4</b> 03.	Depreciation Expense	\$.	. 0
<b>40</b> 7.	Amortization Expense - Other	\$	0
<b>4</b> 08.	Taxes Other Than Income	\$.	0
409.	Income Taxes	\$.	0
	Total Expenses	\$_	10,072.18
	Average cost per customer per month	\$_	<u>38.1</u> 5

#### **EXHIBIT K**

Township 16 South, Range 21 East, Marion County, Florida

#### Section 23

The north ½ of the center ½ and the north ½ of East Section 23

# Marion County Property Appraiser

Villie M. Smith, CFA, ASA

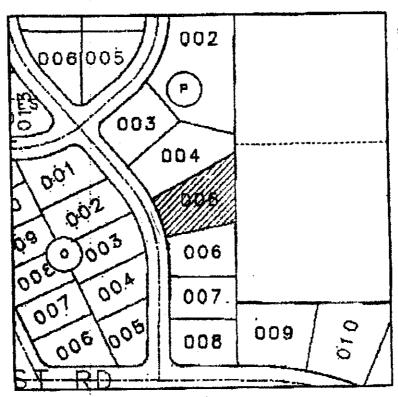
Property Focus Map

EHHIBIT L

THING: These maps are no longer being maintained and will soon be discontinued. A new mapping system will be provided at that

dest Section Map. 165 C4 231621

ARMA WATER SERVICE LLC



Data Summary for Parcel 3570-016-005

Owner Name

AN BREAL ESTATES INVESTING

Situs Address

Section/Town/Range

23 16 21

Property Acreage

0.50

Exh.b.T N

#### APPLICATION FOR ORIGINAL CERTIFICATE

(Section 367.045, Florida Statutes)

#### **LEGAL NOTICE**

Notice is hereby given on 7-11-2009, Pursuant to Section 367.045, Florida Statues, Of the application of ARMA WATER SERVICE, LLC to operate a water utility to provide service to the following described territory in Marion County, Florida.

Section 23 Township 16 Range 21 located at the north section of Leighton Estates. County road 475A and SW 32 Ave. Rd.

Any objection to the said application must be made in writing and filed with the office of the Commission Clerk, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within thirty (30) days of this notice. At the same time a copy of said objection should be mailed to the applicant whose address is set forth below. The objection must state the grounds for the objection with particularity.

ARMA WATER SERVICE LLC 900 Washington Street Hollywood FL, 33019 F.A.C., shall be used to insure that the annual AFUDC charged does not exceed authorized levels.

C) The date the utility shall begin to charge the AFUDC rate shall be the date the certificate of authorization is issued to the utility so that such rate can apply to initial construction of the utility facilities.

#### PART VI <u>TERRITORY DESCRIPTION AND MAPS</u>

# A) <u>TERRITORY DESCRIPTION</u> Exhibit <u>K</u> - An accurate description, using township, range and section references as specified in Rule 25-30.030(2), Florida Administrative Code. If the water and wastewater service territories are different, provide separate descriptions. B) <u>TERRITORY MAPS</u>

Exhibit \_\_\_\_L\_ - One copy of an official county tax assessment map or other map showing township, range and section with a scale such as 1"=200' or 1"=400' on which the proposed territory is plotted by use of metes and bounds or quarter sections and with a defined reference point of beginning. If the water and wastewater service territories are different, provide separate maps.

#### C) SYSTEM MAPS

Exhibit  $\underline{\phantom{M}}$  - One copy of detailed map(s) showing proposed lines, facilities and the territory proposed. Additionally, identify any existing lines and facilities. Map(s) should be of sufficient scale and detail to enable correlation with a description of the territory to be served. Provide separate maps for water and wastewater systems.

#### PART VII NOTICE OF ACTUAL APPLICATION

- A) Exhibit N An affidavit that the notice of actual application was given in accordance with Section 367.045(1)(a), Florida Statutes, and Rule 25-30.030, Florida Administrative Code, by regular mail to the following:
  - (1) the governing body of the municipality, county, or counties in which the system or the territory proposed to be served is located;
  - (2) the privately owned water and wastewater utilities that hold a certificate granted by the Public Service Commission and that are located within the county in which the utility or the territory proposed to be served is located;

(3)	if any portion of the proposed territory is within one mile of a county
	boundary, the utility shall notice the privately owned utilities located in the
	bordering counties and holding a certificate granted by the Commission;

- (4) the regional planning council;
- (5) the Office of Public Counsel;
- (6) the Public Service Commission's Director of the Division of the Commission Clerk and Administrative Services;
- (7) the appropriate regional office of the Department of Environmental Protection; and
- (8) the appropriate water management district.

Copies of the Notice and a list of entities noticed shall accompany the affidavit. THIS MAY BE A LATE-FILED EXHIBIT

- B) Exhibit \_\_\_O\_\_ An affidavit that the notice of actual application was given in accordance with Rule 25-30.030, Florida Administrative Code, by regular mail or personal delivery to each customer of the system. A copy of the notice shall accompany the affidavit. THIS MAY BE A LATE-FILED EXHIBIT.
- C) Exhibit <u>P</u> Immediately upon completion of publication, an affidavit that the notice of actual application was published once in a newspaper of general circulation in the territory in accordance with Rule 25-30.030, Florida Administrative Code. A copy of the proof of publication shall accompany the affidavit. <u>THIS MAY BE A LATE-FILED EXHIBIT.</u>

#### PART VIII FILING FEE

Indicate the filing fee enclosed with the application:

 $\frac{50.00}{100}$  (for water) and  $\frac{50.00}{100}$  (for wastewater).

Note: Pursuant to Rule 25-30.020, Florida Administrative Code, the amount of the filing fee as follows:

- (1) For applications in which the utility has the capacity to serve up to 500 ERCs, the filing fee shall be \$750.
- (2) For applications in which the utility has the capacity to serve from 501 to 2,000 ERCs the filing fee shall be \$1,500.

#### Revenue Proof for Water Utility

#### **EXHIBIT Q**

#### ARMA WATER SERVICE, LLC

#### Requested Rates - Residential - Monthly

#### **Base Facility Charge**

	5/8" X 3/4	Meter	\$ 21.45
	1"	Meter	48.50
	1-1/2"	Meter	76.25
	2"	Meter	94.12
Charge per 1,000 gallon	<u>s</u>		\$ 1.62
94 ERCs X 12 Months x	x \$ 21.45	=	\$ 24,195.60
94 X 350 GPD = 32, 900 32,900 GPD X 365 X 1.		=	\$ 53,298.00
Water Revenue at 100 %	% of design Cap	pacity	\$ 77,493.00

#### Note:

The requested rates are designed to cover operating expenses at 100% of design capacity and allow a fair rate of return on rate base. Due to the current economy the design capacity may not be met for several years.

- (3) For applications in which the utility has the capacity to serve from 2,001 to 4,000 ERCs the filing fee shall be \$2,250.
- (4) For applications in which the utility has the capacity to serve more than 4,000 ERCs the filing fee shall be \$3,000.

#### PART IX <u>TARIFF</u>

Exhibit Q - The original and two copies of water and/or wastewater tariff(s) containing all rates, classifications, charges, rules and regulations. Sample tariffs are enclosed with the application package.

#### Questionnaire

1. Number of connections anticipated:

WATER	1 <sup>st</sup> Year	2 <sup>nd</sup> Year	3 <sup>rd</sup> Year
Residential %" x ¾" meter	22	35	4.5
Residential meter	0	0	
Multiple dwelling units	22	30	50
Commercial	0		
Fire Protection	0		<del></del>
TOTAL	22	35	45
WASTEWATER	1 <sup>st</sup> Year	2 <sup>nd</sup> Year	3 <sup>rd</sup> Year
Residential	N/A	N/A	N/A
Multiple dwelling units			
Commercial			
TOTAL			
2. Describe the anticipated single family, retirement  Single and Di	areas, golf courses		, industrial, etc.
3. How many years will it to	ake for the utility to	reach design capac	ity?3_6
4. Give the approximate da	•	aving your first conr	nection.
5. Do you anticipate future	expansion or addit	ional phases of con	struction? <u>No</u> (Yes or No)

#### Questionnaire, continued

N/A		
	Attachr	nent No.
Attach a copy of the deed for the land	on which the plant facilities	are locate
	Attachr	ment No.
Provide number and date of issuance Department of Environmental Protection acilities. PWS TD Number 342510.	on for construction of water	r or waste
	per month, at 80% of desi	gn capac
customer class:  Residential 5/8" x 3/4" meter	26,000	
customer class:		
Residential 5%" x 3/4" meter  Residential1 " meter	<u>26,000</u> 0	
Residential 5%" x 3/4" meter Residential1_ " meter Multiple dwelling units	26,000 0 26,000	
Residential %" x ¾" meter Residential1_ " meter Multiple dwelling units Commercial	26,000 0 26,000 0	
Residential %" x ¾" meter Residential1_ " meter Multiple dwelling units Commercial		e capacit

#### Questionnaire, continued

	Residential	N/A	
	Multiple dwelling units  Commercial	N/A	-
		n/a	•
2.	Describe the wastewater treatment streatment etc.		
<u>2</u> .	Describe the wastewater treatment s treatment, etc. N/A		
3.			

#### Schedule 5

# **Cost Justification for Meter Installation Fees**

	5/8 x 3/4"	1"	1-1/2"	Other
Meter	\$ <u>52.00</u>	\$ 127.00	\$ 210.00	\$N/A
Meter Box	14.00	14.00	26.00	N/A
Fitting and Curb Stop	24.00	31.00	45.00	N/A
Labor @ \$ 65 • 00 per hour	65.00	65 <u>.0</u> 0	65.00	N/A
Overhead @ \$ 75,00 per hour				
Total	\$ 155.00	\$ 237.00	\$ 346.00	\$ N/A

#### **Cost Justification for Miscellaneous Service Charges**

	Charge During Regular Business Hours	Charge After Regular Business Hours
Initial Connection:	\$ 25.00	\$ 50.00
Normal Reconnection:	\$	\$ 50.00
Violation Reconnection:	\$25.00	\$_50.00
Premise Visit Charge:	\$50.00	\$ 75.00

#### Note:

A request for approval of miscellaneous service charges must be accompanied by supporting cost justification which clearly reflects the costs incurred to provide the particular miscellaneous service and the requested charges are reasonable fees as required by our rules.