

# JUMPER CREEK UTILITY COMPANY

FILED 11/26/2018  
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FPSC - COMMISSION CLERK

November 19, 2018

Office of Commission Clerk  
Public Service Commission  
2540 Shumard Oak Blvd.  
Tallahassee, FL 32399

Re: Petition of Jumper Creek Utility Company for Limited Alternative Rate Increase pursuant to Rule No. 25-30.457, Florida Administrative Code

Dear Commission Clerk,

Jumper Creek Utility Company's (Jumper Creek or Utility) hereby submits its application for a Limited Alternative Rate Increase pursuant to Rule No. 25-30.457, Florida Administrative Code (F.A.C.) in Sumter County.

**In support of its petition thereof, Jumper Creek states the following:**

Pursuant to Rule 25-30.457, F.A.C., as an alternative to a rate case, a Class C utility may petition the Commission for a limited alternative rate increase of up to 20 percent of service revenues. This rule was designed to streamline the rate increase process for qualifying small water or wastewater companies, by establishing an abbreviated procedure for a limited rate increase that is less time consuming and thus less costly for the utilities, customers, and Commission staff. This rule is similar to the rules governing price index and pass-through increases, in that an engineering or financial audit of the utility's books and records is not required.

COM \_\_\_\_\_  
AFD \_\_\_\_\_  
APA \_\_\_\_\_  
ECO \_\_\_\_\_  
ENG 2 \_\_\_\_\_  
GCL \_\_\_\_\_  
IDM \_\_\_\_\_  
CLK \_\_\_\_\_

The rule was adopted by the Commission on March 15, 2005. The Commission has previously approved such petitions twice in the following Orders:

<u>Order No.</u>	<u>Issued</u>	<u>Utility</u>
PSC-06-0822-PAA-WU	October 6, 2006	Pincrest Ranches, Inc.
PSC-06-0444-PAA-WU	May 22, 2006	Brendenwood Water System, Inc.

**Rule 25-30.457, F.A.C.**

Jumper Creek provides the following criteria for consideration:

- 1) Utility is eligible for staff assistance,
- 2) Utility's books and records are organized consistent with Rule 25-30.110, F.A. C.,
- 3) Utility has on file with the Commission its Annual Reports,
- 4) Utility has paid all applicable regulatory assessment fees,

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- 5) Utility has at least one year of experience in operations. The utility was purchased on March 28, 2013.
- 6) Utility has provided additional relevant information contained below within the body of its petition.
- 7) Utility's last rate case was approved in Order No. PSC-15-0335-PAA-WS, issued August 20, 2015 (SARC Order),
- 8) Said SARC Order established the Utility's rate base, capital structure, annual operating expenses and revenues and was issued with the 7-year period prior to petition.

**General Utility Information**

- A) The Utility's name as it appears on its certificates and its mailing address are:

Jumper Creek Utility Company  
4939 Cross Bayou Blvd.  
New Port Richey, Florida 34652  
(727) 848-8292 (Telephone)  
(727) 848-7701 (Facsimile)

- B) The names and addresses of the Utility's authorized representatives are:

Troy Rendell  
Vice President  
Investor Owned Utilities  
U.S. Water Services Corporation  
4939 Cross Bayou Blvd.  
New Port Richey, Florida 34652  
(727) 848-8292 (Telephone)  
(727) 848-7701 (Facsimile)  
trendell@uswatercorp.net

- C) Jumper Creek Utility Company is a Florida corporation authorized to do business in Florida as of March 6, 2013. The names and addresses of the persons who own 5 percent or more of the Utility's stock are:

Gary A. Deremer  
President and CEO  
5320 Captains Court  
New Port Richey, FL 34652

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Victoria Penick  
6043 Fall River Dr  
New Port Richey, FL 34655

### **Petitioner's Schedules**

Attached hereto are the following required schedules:

- (a) Annualized revenues by customer class and meter size for the most recent 12-month period using the rates in effect at the time the utility files its petition. The most recent 12-month period used is October 2017 through September 2018.
- (b) Current and proposed rates for all classes of customers utilizing 20 percent of the annualized water service revenue.
- (c) Additional informational schedule showing most recent 12-month Operating Expenses.

### **Petitioner's Statements**

Jumper Creek through the undersigned representative hereby states that the figures and calculations upon which the change in rates is based are accurate.

Jumper Creek further states that the change in rates will not cause the Utility to exceed its last authorized rate of return on equity of 8.74 percent, with a range of 7.74 percent to 9.74 percent as established by Order No. PSC-15-0335-PAA-WS, issued August 20, 2015.

### **Filing Fee**

The total filing fee in the amount of \$1,000 is also attached to this LARI petition pursuant to Rule 25-30.30.020(2)(f), Florida Administrative Code.

**WHEREFORE**, the Utility respectfully requests that the Commission:

- A. Accept jurisdiction of this Petition and utilize the procedure set forth in Rule 25-30.457, F.A.C.;
- B. Evaluate the petition and determine the petitioner's eligibility for a limited alternative rate increase within 30 days of receipt of said petition.
- C. Notify the petitioner in writing as to whether the petition is accepted or denied.
- D. Approve final rates as requested herein within 90 days from the official filing date as established by Rule 25-30.457(4), F.A.C.;

Jumper Creek Utility Company  
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Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Troy Rendell". The signature is fluid and cursive, with a large initial "T" and "R".

Troy Rendell  
Vice President  
Investor Owned Utilities  
*// for Jumper Creek Utility Company*

**Jumper Creek Utility Company**

<b><u>WATER</u></b>			
<b>Residential</b>	<b><u>Bills</u></b>	<b><u>Current Rates</u></b>	<b><u>Annualized Revenue</u></b>
Residential			
All meter sizes	481	18.27	\$ 8,787.87
Gallons			
(per 1,000 gallons)	2,249	6.77	\$ 15,225.73
Total Water Annualized Revenue			\$ 24,013.60

<b><u>WASTEWATER</u></b>			
<b>Residential</b>	<b><u>Bills</u></b>	<b><u>Current Rates</u></b>	<b><u>Annualized Revenue</u></b>
Residential			
All meter sizes	481	28.84	\$ 13,872.04
Gallons			
0 - 6000 gallons	1,948	7.17	\$ 13,967.16
Total Wastewater Annualized Revenue			\$ 27,839.20

**Jumper Creek Utility Company  
CURRENT AND PROPOSED - WATER**

			Jumper Creek Utility Company	
Line No.			CURRENT RATES	PROPOSED RATES
				20.00%
1		% Increase		
2	<b>RESIDENTIAL &amp; GENERAL SERVICE</b>			
3		Sheet #	3rd Revised	13.0 & 14.0
4	<b>BFC:</b>			
5		5/8" x 3/4" Meters	\$18.27	\$21.92
6		3/4" Meters	\$27.41	\$32.89
7		1" Meters	\$45.68	\$54.82
8		1 1/2" Meters	\$91.35	\$109.62
9		2" Meters	\$146.16	\$175.39
10		3" Meters	\$292.32	\$350.78
11		4" Meters	\$456.75	\$548.10
12		6" Meters	\$913.50	\$1,096.20
13		8" Meters	\$1,461.60	\$1,753.92
14				
15	<b>Gallonage Charge</b>		\$6.77	\$8.12
16				

**Jumper Creek Utility Company**  
**CURRENT AND PROPOSED - WASTEWATER**

			Jumper Creek Utility Company	
Line No.			CURRENT RATES	PROPOSED RATES
			20.00%	
1		% Increase		
2	<b>RESIDENTIAL SERVICE</b>			
3		Sheet #	3rd Revised	13.0
4	<b>BFC:</b>			
5		All meter sizes	\$28.84	\$34.61
6				
7	<b>Gallonge Charge</b>			
8		Per 1,000 Gallons	\$7.17	\$8.60
9		(6,000 gallonge cap)		
10				
11	<b>GENERAL SERVICE AND MULTI-FAMILY</b>			
12		Sheet #	2ND Revised	12.0
13	<b>BFC:</b>			
14		5/8" x 3/4" Meters	\$28.84	\$34.61
15		3/4" Meters	\$43.26	\$51.91
16		1" Meters	\$72.10	\$86.52
17		1 1/2" Meters	\$144.20	\$173.04
18		2" Meters	\$230.72	\$276.86
19		3" Meters	\$461.44	\$553.73
20		4" Meters	\$721.00	\$865.20
21		6" Meters	\$1,442.00	\$1,730.40
22		8" Meters	\$2,307.20	\$2,768.64
23				
24	<b>Gallonge Charge</b>		\$8.61	\$10.33
25				

**Jumper Creek Utility Company**  
**Operating Expenses**  
October 2017 through September 2018

	TOTAL
	Oct 17 - Sept 18
<b>401 - Operating Expense</b>	
<b>401.1 - WATER SYSTEM O&amp;M</b>	
603 - Salaries - Officers, Directors	1,599.96
615 - Purchased Power	1,494.52
618 - Chemicals	211.93
<b>630 - Professional Fees</b>	
632 - Accounting Fees	375.00
633 - Legal Fees	282.75
<b>Total 630 - Professional Fees</b>	657.75
<b>636 - Contractual Services</b>	
636.1 - Operating & Billing Services	23,796.18
<b>Total 636 - Contractual Services</b>	23,796.18
657 - Insurance - Gen Liability	1,350.00
666 - Regulatory Commission Fees	249.96
670 - Bad Debt Expense	321.92
<b>675 - Miscellaneous Expense</b>	
675.5 - Misc Expense - Trans Distrib Op	12.50
675 - Miscellaneous Expense - Other	194.89
<b>Total 675 - Miscellaneous Expense</b>	207.39
<b>Total 401.1 - WATER SYSTEM O&amp;M</b>	29,889.61
<b>401.2 - WASTEWATER SYSTEM O&amp;M</b>	
703 - Wages Officers Directors	1,599.96
715 - WW Purchased Power	2,124.43
718 - Chemicals	2,019.86
733 - Contractual Services - Legal	282.75
736 - Contractual Services Other	22,479.84
770 - Bad Debt Expense	690.79
<b>Total 401.2 - WASTEWATER SYSTEM O&amp;M</b>	29,197.63
<b>403 - Depreciation</b>	
403.1 - Water System Deprec.	23,924.51
403.2 - Wastewater System	19,335.63
<b>Total 403 - Depreciation</b>	43,260.14
<b>406 - Amortization Acquisition Adjtmnt</b>	
406.1 - Water System	-20,066.52
406.2 - Wastewater System	-10,515.00
<b>Total 406 - Amortization Acquisition Adjtmnt</b>	-30,581.52
<b>407 - Amortization Expense Plant/Othr</b>	
407.1 - Water System	-7,339.17
407.2 - Wastewater System	-10,894.16
407.3 - Hydro Tank Coating	264.53
<b>Total 407 - Amortization Expense Plant/Othr</b>	-17,968.80
<b>408 - Taxes Other than Income</b>	
<b>408.10 - Regulatory Assessment Fees</b>	
408.11 - RAF - Water	1,189.34
408.12 - RAF - Wastewater	1,534.68
<b>Total 408.10 - Regulatory Assessment Fees</b>	2,724.02
<b>408.2 - Property Taxes</b>	
408.21 - Property Taxes - Water	110.56
408.22 - Property Taxes - Wastewater	110.55
<b>Total 408.2 - Property Taxes</b>	221.11
<b>408.3 - Tangible Taxes</b>	
408.31 - Tangible Taxes - Water	1,341.38
408.32 - Tangible Taxes - Wastewater	1,341.37
<b>Total 408.3 - Tangible Taxes</b>	2,682.75
<b>Total 408 - Taxes Other than Income</b>	5,627.88
<b>427 - Interest Expense</b>	
427.1 - Interest on Debt	0.00
427.4 - Interest on Customer Deposits	36.89
<b>Total 427 - Interest Expense</b>	36.89
<b>Total 401 - Operating Expense</b>	59,461.83