LAW OFFICES

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TALLAHASSEE, FLORIDA 32301

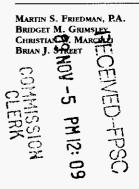
FREDERICK L. ASCHAUER, JR. CHRIS H. BENTLEY, P.A. ROBERT C. BRANNAN F. MARSHALL DETERDING JOHN R. JENKINS, P.A. KYLE L. KEMPER STEVEN T. MINDLIN, P.A. CHASITY H. O'STEEN WILLIAM E. SUNDSTROM, P.A. DIANE D. TREMOR, P.A. JOHN L. WHARTON

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November 5, 2009

# VIA HAND DELIVERY



FPSC-COMMISSION CLERK

Ms. Ann Cole Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: Docket No. 080695-WU Application of Peoples Water Service Company of Florida, Inc. for General Rate Increase; <u>Our File No.: 31007.06</u> Response to Staff Data Request Items 18-41

Dear Ms. Cole:

In response to the Staff's two letters dated October 29 and October 30 requesting responses to Staff's Data Request items 18-41, we are providing the following responses:

18. For the purpose of this question, please refer to the utility's response to Staff's First Data Request, question no. 1(c). Please provide, for each service address provided in the response, a grouping of all service addresses which are served by the same meter.

# **Utility Response:**

# The requested information was provided in Attachment No. 1c under cover of letter dated October 9, 2009.

COM	

ECR	19.	The fo	ollowing questions refer to the utility's application of multiple minimum billing
GCL	(MME	<b>B</b> ).	
OPC			
RCP		a.	When the utility applies MMB, the fixed charge portion of the bill is the base
SSC			facility charge for a $5/8$ " x $3/4$ " meter, regardless of actual size of the meter
SGA			through which the water flows, correct?
ADM			DOCUMENT NUMBER-DATE
CLK	<u> </u>		11146 NOV-58

### **Utility Response:**

# Correct. The fixed charge portion of the bill is the number of units behind the meter times the 5/8 x 3/4" meter rate regardless of the size of the meter.

- b. If the response to (a) is negative, please describe how the utility determines the appropriate MMB fixed charge portion of a bill.
- c. If the response to (a) negative, what is the utility's rationale for the amount of MMB billed by the utility in response to (b) above?
- d. Is the utility aware of any other case(s) in which the Florida Public Service Commission (Commission) approved MMB?

#### **Utility Response:**

- Yes. The short turnaround time for this response did not allow the Utility the time to research in depth all of the cases in which the Commission has allowed rate structures similar to, or the same as, the MMB. The Utility's consultants are, however, aware of several cases in which similar rate setting has been authorized by the Commission.
- e. If the response to (d) affirmative, please indicate the name of the utility, as well as the docket number in which MBB was approved by the Commission.

#### **Utility Response:**

As noted above, the Utility does not have the time to do in depth research concerning all of the cases in which the Commission has authorized similar rates to, or the same as, the proposed MMB rate. However, below is a listing of some utilities in which the Commission has previously authorized similar rates.

> Aloha Utilities, Inc. – Tahitian Gardens system St. Johns Service Company North Ft. Myers Utilities North Hutchinson Services Forest Utilities, Inc. – Jamaica Bay Mobile Home Park

The Utility was able to determine that these companies did have similar rates established using the equivalent of what has been termed "MMB" in this

> case. The Utility was able to determine that the similar rate structures were approved based upon a review of existing or prior Tariffs for these companies and through the memories of the Utility's attorneys and consultants. We do not have docket numbers readily available from which these rates were approved.

f. For each of the following customer classes, please provide both the total hydraulic flows and the number of customers served within that class:

Customer Class Total Hydraulic Flows

Number of Customers Served

#### **Utility Response:**

- The Staff Data Request calls for providing information regarding "The following customer classes," however, the question itself does not provide any specific customer classes for which this information is requested. Upon discussion with technical staff, we have determined that the Staff intended to include all non-residential customer classes in this list.
- However, the question also does not specify whether this is requesting information about all customers or just MMB customers.
- Finally, the Utility believes that the information requested was already provided as Attachment No. 1c to our previous letter dated October 9, 2009.
- To further supplement that answer below is a listing of the number of all MMB Customers by Meter Sizes:

171	5/8"
57	1"
60	1 1/2"
14	2"
2	3"
2	4"
6	6"

#### 312 MMB customers in total

20. For the purpose of the following questions, please assume a multiple minimum billing (MMB) customer, rate code 0051, served by a 5/8" x 3/4" meter. The AWWA meter factor for this meter is 1.0.

a. Would the utility apply MMB if the number of units served behind the meter is greater than 1?

# Utility Response:

Yes

b. If the response to (a) is affirmative, would the utility apply the base facility charge for a 5/8" x 3/4" meter?

# **Utility Response:**

# Yes, the utility would apply the base facility charge (BFC) for a 5/8" x 3/4" meter times the number of units served.

- c. If the response to (b) is negative, what specific condition(s) lead the utility to decide not to implement MMB?
- 21. For the purpose of the following questions, please assume a multiple minimum billing (MMB) customer, rate code 0052, served by a 1" meter. The AWWA meter factor for this meter is 2.5.
  - a. Would the utility apply MMB if the number of units served behind the meter is greater than 2.5?

# **Utility Response:**

Not necessarily. To clarify the use of MMB, the Utility provides the following explanation:

MMB is based on the number of units a meter serves. Meter size does not matter. The following examples are provided to illustrate MMB based on the information provided in Attachment to No. 1c on October 9, 2009:

Examples using rates with effective date September 2008 (8th Revised Sheet No. 17) Account #0100070006, Carco Properties, 314 S Navy Blvd. December 2008 Number of units served by meter: 5 Ending reading 2634

Trumper of units served by	meter. J
Ending reading	2634
Beginning reading	( <u>2527)</u>
Consumption	107 x 100 gallons = 10,700 gallons

Total Consumption 10,700 / 5 minimums = 2,140 average consumption for each user (roundest to nearest gallon)				
Consumption for 1 user Gallons included in BFC of \$10.05 Excess gallons	2,140 ( <u>3,000)</u>	0		
5 minimums x BFC \$10.05 =	\$50.25			

Account #0101040002, LJ Real Estate Inv LLC, 605 & 607 S. Second St. November 2008

Number of units served by meter: 3				
Ending reading	2848			
Beginning reading	( <u>2687)</u>			
Consumption	161 x 100 gallons = 16,100 gallons			

Total Consumption 16,100 / 3 minimums = 5,367 average consumption for each user (roundest to nearest gallon)

Consumption for 1 user	5,367
Gallons included in BFC of \$10.05	( <u>3,000)</u>
Excess gallons	2,367
	A.A.A.=
BFC (3,000 gallons)	\$10.05
2,367 @ 3.91 per M Gallons =	<u>9.25</u>
Total Average bill	\$19.30
Number of minimums	<u>x 3</u>
Total Bill Amount	\$57.90

The theory behind this method of calculation is that if each of the 3 users had their own meter and had consumed 5,367 each then each consumption would be run through the higher rate and would received a bill for \$19.30

- b. If the response to (a) is affirmative, would the utility apply the base facility charge for a 5/8" x 3/4" meter?
- c. If the response to (b) is negative, what specific condition(s) lead the utility to decide not to implement MMB?

# **Utility Response:**

#### The utility would not implement MMB if the meter serves 1 unit.

- 22 39 For the purpose of the following questions, please assume a multiple minimum billing (MMB) customer, rate codes 0053-0074, served by all sized meters. [These questions were reworded and combined to avoid duplication in answering.]
  - a. Would the utility apply MMB if the number of units served behind the meter is greater than the AWWA meter factor?

#### **Utility Response:**

# No. As stated in response to 21 a., the number of units served determines the MMB charge, not the meter size.

- b. If the response to (a) is affirmative, would the utility apply the base facility charge for a 5/8" x 3/4" meter?
- c. If the response to (b) is negative, what specific condition(s) lead the utility to decide not to implement MMB?

#### **Utility Response:**

# The Utility would not implement MMB if the meter serves 1 unit. As stated above, new accounts typically have individual meters and not MMBs.

40. In response to Staff's First Data Request, question no. 1, the utility stated that the Board of County Commissioners (BOCC) of Escambia County approved MMB in 1977 as well as in subsequent rate proceedings. Please provide a copy of the most recent BOCC Order approving MMB. Please ensure that the Order contains both a discussion of MMB, as well as a schedule of rates indicating the BOCC's approval of MMB and its applicability.

# **Utility Response:**

The BOCC issued a Resolution – Order dated Sept 15, 1977 to which is attached the approved tariffs. This was provided as Attachment to No. 1b in the October 9, 2009 response to Staff's First Data Request.

In October 1980, the BOCC issued a Resolution, effective October 1, 1980 (attached) that also incorporates the same wording as the 1977 Resolution (page 2, Section III.

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# Special Charges).

# In June 1991 the BOCC approved a rate increase effective June 5, 1991. The BOCC documented this action by providing a certified excerpt from the June 4, 1991 minutes (attached).

- 41. For the purpose of this question, please refer to all subparts of the utility's response to Staff's First Data Request, question no. 1.
  - a. Please refer to the "Min" column heading located immediately to the left of the Service Address column. Do the numbers in this column signify the minimum number of thousands of gallons (kgals) allotted to that customer each month before being charged?

#### **Utility Response:**

# No. The Min Column heading signify how many minimums bills are set for this account. Most accounts have 1 as they are separately metered.

b. If the response to (a) if negative, what do the numbers in the "Min" column signify?

#### **Utility Response:**

# The Min Column heading signify how many minimums bills are set for this account. Most accounts have 1 as they are separately metered.

c. What is the unit of measure for the numbers in the "Min" column?

# Utility Response:

# The unit of measure is the number of minimum bills/units for the account.

d. Are the units of measure for numbers in the "Start Reading" and "End Reading" columns in kgals?

# Utility Response:

No

e. If the response to (d) is negative, what are the units of measure?

# **Utility Response:**

#### The unit of measure is 100s of gallons.

f. Does each customer listed under the "Customer Name" column represent the owner of the multi-residential building?

# **Utility Response:**

# Yes, or the responsible party for the account.

- g. If the response to (f) is negative, what is the significance of the customers' names?
- h. For each different meter number listed, please indicate how many individual housing units are being served by that meter.

#### **Utility Response:**

# That information is provided under the "Min" column.

We believe that the above and attached information fully responds to the Staff's most recent Data Request. Should you need any further information, please let me know.

Sincerely, ROSE, SUNDSTROMA & BENTI F Marshall Deterding For the Firm

FMD/kem Enclosures

cc: Erik Sayler, Esq. Jennie Lingo Bob Casey Shockey Gillet, Jr. Robert C. Nixon, C.P.A.

#### BOARD OF COUNTY COMMISSIONERS ESCAMBIA COUNTY, FLORIDA

223 PALAFOX PLACE P.O. BOX 1591 PENSACOLA, FL 32597-1591

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WAYNE PEACOCK COUNTY ADMINISTRATOR

DAVE PAYLOCK District One W.A. \*Buck\* LEE District Two WILLE J. JUNIOR District Three STEVE DEL GALLO District Four WILSON B. ROBERTSON District Five

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June 8, 1991

Attorney Robert A. Emmanuel Emmanuel, Sheppard & Condon 30 South Spring Street Pensacola, Florida 32596

RE: Peoples Water Service - Petition for Rate Increase

Dear Mr. Emmanuel:

This will provide written confirmation to you that the Board of County Commissioners, in regular session held June 4, 1991, approved the Petition of Peoples Water Service for a rate increase as advertised in the Pensacola News Journal on April 21, 1991.

By copy of this letter, we are requesting County Comptroller Joe Flowers, as Clerk to the Board, to provide you a certified excerpt from the minutes of the June 4, 1991, which sets out the motion in which the rate increase was approved. It is our understanding that you can expect that excerpt within a few weeks.

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Sincerely yours,

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Wayne Peacock County Administrator

WP:blm

pc: Honorable Joe A. Flowers



Orig 1 - Charles Strates



#### Emmanuel, Sheppard & Condon

PATRICK G. EMMANUEL ALAN C. SHEPPARD A. G. CONDON, JR. WILLIAM E. MARSH ALAN B. BOOKMAN GARRETT W. WALTON ROBERT A. EMMANUEL KAREN D. EMMANUEL MATT E. DANNHEISSER ATTORHEYS AT LAW 30 SOUTH SPRING STREET POST OFFICE DRAWER 1271 PENSACOLA, FLORIDA 32596

TELEPHONE (904) 433-6581 FACSHILE (904) 434-5856 JOHN A. PANYKO WANDA K. WOODALL ERICK M. DRJICKA DOMALD R. WELCH VINCE J. WHIBBS, JR, T. A. BDROWER, JR, J. D. SMITH WARREN R. TODD

June 21, 1991

Mr. Sherlock S. Gillet, Sr. The Peoples Water Service Company Post Office Box 10626 Baltimore, Maryland 21285-0626

Re: Rate Petition Increase Our File No. P2-11781

Dear Mr. Gillet:

In line with my correspondence and discussions with you of a few weeks ago, please find enclosed a certified copy of the formal approval of the recent Rate Petition, certified by the Comptroller, Joe A. Flowers. I would recommend that Peoples retain this original certified copy in Towson. I am by copy of this letter providing a copy to J. W. Hellums for retention in the local office.

Please advise if you have any questions.

Yours very truly,

Robert A. Emmanuel For the Firm

RAE: cmr

Enclosure

cc: Mr. J. W. Hellums, Jr. - w/encl.

cmr:rae1

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#### CERTIFIED EXCERPT FROM THE REGULAR MEETING OF THE BOARD OF COUNTY COMMISSIONERS HELD JUNE 4,1991

Present:	Commissioner David E. Pavlock, Chairman
	Commissioner Wilson B. Robertson, Vice Chairman
	Commissioner Steven P. Del Gallo
	Commissioner Willie J. Junior
	Commissioner W. A. "Buck" Lee

#### APPROVAL OF THE RATE PETITION AND RATE SCHEDULE OF THE PEOFLES WATER SERVICE COMPANY FOR A RATE INCREASE

Upon inquiry from Chairman Pavlock, Comptroller Flowers advised the 10:30 a.m. Public Hearing was a continued Public Hearing and there was no requirement for re-advertisement.

Motion made by Commissioner Junior, for discussion, seconded by Commissioner Del Gallo, that the Board approve the rate petition and rate schedule of The Peoples Water Service Company for a rate increase.

Commissioner Del Gallo said he would like to express his appreciation to Peoples for its efforts in compiling the back-up information for the rate petition, which he had reviewed with its officials and attorney. He said it was his understanding that a majority of the users were notified of the Public Hearing for the proposed rate increase.

Mr. Robert A. Emmanuel, attorney representing The Peoples Water Service Company, said some of the users were notified, based on the billing cycle, in addition to the public notice which appeared in the newspaper.

Commissioner Junior said he would request that Peoples, in the future, anticipate its needs and petition the Board for a rate increase within two or three years instead of waiting seven or eight years, so that future increases would be less significant.

Commissioner Lee asked if the new rates were comparable to the Escambia County Utilities Authority's (ECUA) current rates.

Commissioner Junior said the new rates would be slightly higher than ECUA's current rates, since Peoples had to comply

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with mandates; whereas, ECUA had the advantage of being a public entity.

During discussion, Mr. Emmanuel said Peoples' rates, under the present rate structure, were considerably less than ECUA's; however, if approved, the proposed rates would exceed ECUA's present rate structure, assuming ECUA did not petition for a rate increase in the foreseeable future.

Mr. Emmanuel said the proposed rates (the following Notice of Petition for Rate Increase was published in the <u>Pensacola</u> <u>News-Journal</u> on April 21, 1991) indicated the average user at 5,500 gallons per month and the threshold user at 3,000 gallons per month:

#### THE PEOPLES WATER SERVICE COMPANY Existing Rate Schedule

#### I. BASIC RATE

First 3,000 gallons per month	Ş	5,81
Next 7,000 gallons per month		2.27/M gallons
Next 10,000 gallons per month		2.01/M gallons
All over 20,000 gallons per month		1.94/M gallons

#### II. MINIMUM CHARGES

 5/8" or 3/4" meter \$5.81 per month for
 3,000 gallons

 1" meter \$13.35 per month for
 6,333 gallons

 1 1/4" meter \$18.94 per month for
 8,800 gallons

 1 1/2" meter \$23.43 per month for
 10,875 gallons

 2" meter \$62.08 per month for
 30,500 gallons

 3" meter \$128.07 per month for
 64,591 gallons

 4" meter \$260.06 per month for
 132,773 gallons

 6" meter \$524.06 per month for
 269,137 gallons

#### Proposed Rate Schedule

I. BASIC RATE

First 3,000 gallons per month	\$ 8.52
Next 7,000 gallons per month	3.33/M gallons
Next 10,000 gallons per month	2.95/M gallons
All over 20,000 gallons per month	2.85/M gallons

#### II. MINIMUM CHARGES

5/8" or 3/4" meter \$8.52 per month for	3,000 gallons
1" meter \$19.51 per month for	6,000 gallons
1 1/4" meter \$27.83 per month for	8,800 gallons
1 1/2" meter \$34.49 per month for	10,900 gallons
2" meter \$91.26 per month for	30,500 gallons
3" meter \$188.44 per month for	64,600 gallons
4" meter \$382.81 per month for	132,800 gallons
6" meter \$771.27 per month for	269,100 gallons
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In addition, Peoples' Rate Petition seeks an increase in certain other special charges.

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Upon inquiry from Commissioner Lee. Mr. Emmanuel said the franchise did not require Peoples to petition for a rate increase at any given time; however, it was contemplated by Peoples that if this petition was approved, its requirements would be met for at least the next three years, and brief discussion followed.

Upon further inquiry from Commissioner Lee, Mr. Emmanuel said a portion of the increase would provide for upgrading fire protection in the franchise area. He said a program was underway, in conjunction with the Department of Housing and Urban Development (HUD), for which Peoples would spend approximately \$500,000, to upgrade the mains and install over seventy (70) additional fire hydrants, of which approximately twenty (20) were already installed or in the process of being installed, in the area. Mr. Emmanuel said this action should be reflected in lower fire insurance rates for the customers Peoples served.

Following comments from Commissioner Lee, Mr. Emmanuel said the area served by Peoples consisted primarily of Warrington and Pleasant Grove.

Upon inquiry from Commissioner Robertson, Mr. Emmanuel said the average customer of Peoples used approximately 5,500 gallons per month. He said Peoples used two comparisons to indicate the minimum rate and the average customer rate, and he explained briefly.

Commissioner Robertson said Peoples' average customer would pay \$16.85 per month, according to the proposed rate schedule, versus \$10.28 for ECUA's average customer. He said he believed the proposed rate increase would affect the majority of the users.

Mr. Emmanuel concurred and said the majority would be comparable to the average consumption.

Commissioner Robertson asked if the proposed rate of \$16.85 per month compared to Peoples' average current rate.

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Mr. Emmanuel said the current average rate was \$11.49 per month; therefore, the proposed rate would equal an increase of approximately \$5.30 per month.

Commissioner Lee said Peoples' users would pay more for the service than ECUA's because Peoples' was not tax exempt; therefore, the service had to be conducted as a business, and he commented briefly. He asked if some of the increase would cover replacement of pipes (mains) and installation of the additional fire hydrants.

Mr. Emmanuel concurred and said Federal regulations also required water service providers to retrofit existing commercial and residential uses with back-flow prevention devices, which were designed to prevent contaminants from the user side of the system from contaminating water to the detriment of other users. He said Peoples would continue the program already in place to install those devices for every residential and commercial establishment to provide additional protection to every user. Mr. Emmanuel said the cost to Peoples to maintain facilities such as water tanks was also more expensive under Federal guidelines now in place, and he explained briefly.

Commissioner Robertson said the proposed rate increase was approximately 46%, yet there was no apparent opposition from the users of the service, and brief discussion followed.

Commissioner Del Gallo asked whose responsibility it was to ensure that the terms of the petition were maintained.

County Administrator Peacock said the County Comptroller would be responsible for reviewing the records.

Commissioner Del Gallo asked if this petition would be reviewed at the time of the next rate petition to ensure the funds were used as they had been proposed.

County Administrator Peacock concurred.

Chairman Pavlock asked if there was anyone wishing to speak for or against the proposed rate increase; there was no response.

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Comptroller Flowers asked if the motion could indicate the amount of the increase.

County Administrator Peacock said the motion should indicate the percentage of the increase.

Comptroller Flowers said the proposed increase was \$8.52 per 3,000 gallons.

Mr. Emmanuel said the majority of the petition consisted of the rates; however, there were other increases relative to tap fees, line extension charges, etc. He said, technically, the motion should address the entire petition and the rate structure.

Chairman Pavlock asked if there was anyone wishing to speak for or against the proposed rate increase; there was no response.

There being no further discussion, Chairman Pavlock called for the question, and the motion carried 4-1, with Chairman Pavlock voting "no," approving the rate petition and rate schedule of The Peoples Water Service Company for a rate increase. (Attached and Shown as EXHIBIT "L")

#### STATE OF FLORIDA

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COUNTY OF ESCAMBIA

I, JOE A. FLOWERS, COMPTROLLER, and ex-officio Clerk to the Board of County Commissioners in and for the County and State aforesaid, do hereby certify that the above and foregoing is a true and correct copy of an excerpt from the Regular Meeting of the Board of County Commissioners held on the 4th day of June, 1991.

IN WITNESS WHEREOF, I hereunto set my hand and official seal this 17th day of June, 1991.

JOE A. FLOWERS, COMPTROLLER AND EX-OFFICIO CLERK TO THE BOARD OF COUNTY COMMISSIONERS OF ESCAMBIA COUNTY, FLORIDA By Left & Survey Clerk

(SEAL)

6/4/91

WEREINGTON BATE IN SEBASE

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#### RESOLUTION

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WHEREAS, The Peoples Water Service Company, a corporation, presently holding a franchise issued by the Board of County Commissioners of Escambia County, Florida, relative to the furnishing of water within a portion of Escambia County, Florida, did heretofore file with said Board and with the Comptroller of Escambia County, Florida, a Petition for a rate increase authorization; and

WHEREAS, there was filed with said Petition a profit and loss statement and balance sheet prepared by a certified public accountant; and

WHEREAS, notice of a public hearing on said Petition was published in the Pensacola Journal, a newspaper regularly published in Escambia County, Florida, in its issues of August 18 and August 25, 1980, as evidenced by certified proof of publication filed with said Board; and

WHEREAS, in accordance with such notice a public hearing on said Petition was held by the Board of County Commissioners of Escambia County, Florida, at 9:20 a.m., on Tuesday, September 2, 1980, in the Board Meeting Room, Third Floor, Escambia County Courthouse in Pensacola, Florida, and all persons desiring to be heard at said time and place were heard; and

WHEREAS, at said public meeting, the Board of County Commissioners voted to schedule a public hearing to receive and consider comments from the general public and the customers of The Peoples Water Service Company, at 7:00 p.m., on Tuesday, September 23, 1980, at Warrington Middle School, Pensacola, Florida, and voted further to resume said public hearing at 9:45 a.m., on Tuesday, October 7, 1980, in the Board Room of said Board of County Commissioners; and

WHEREAS, legal notice of the hearing scheduled for September 23, 1980, was published in the Pensacola Journal, a newspaper regularly published in Escambia County, Florida, in its issue of September 6, 1980, as evidenced by proof of publication filed with this Board; and

WHEREAS, said public hearing to receive and consider comments from the general public and the customers of The Peoples Water Service Company, was held at 7:00 p.m., on Tuesday, September 23, 1980, at Warrington Middle School, Pensacola, Florida, and all persons desiring to be heard concerning said matter were heard at said time and place; and

WHEREAS, at the conclusion of said public hearing on September 23, 1980, the Board of County Commissioners of Escambia County, Florida, voted to approve the rate increase effective October 1, 1980, according to the schedule of rates and charges set forth herein below; and

WHEREAS, this matter came back before the Board of County Commissioners at 9:45 a.m., on October 7, 1980, being the continued public hearing scheduled for said time and place, and all parties desiring to be heard at said time and place were heard; and

WHEREAS, the Board of County Commissioners of Escambia County, Florida, has determined that good and proper basis for said Petition for a rate increase authorization has been shown by said Company and that a rate increase should be granted to it, effective October 1, 1980, so that it can effectively and properly furnish water service to the persons and parties within its franchise area in Escambia County, Florida; and WHEREAS, the Board has determined that all conditions precedent to the adoption of this Resolution have been duly done and performed; and

WHEREAS, this Board has determined that the rates for water and water service now being charged by The Peoples Water Service Company in its franchise area (the community of Warrington, Florida, and surrounding territory), does not produce a reasonable rate of return to it, with the result that an increase in rates is justified;

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NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Escambia County, Florida, as follows:

1. The rates for water and water service previously being charged by The Peoples Water Service Company in its franchise area (the community of Warrington, Florida, and its surrounding territory), does not produce a reasonable rate of return to said Company, with the result that an increase in rates is justified.

2. Effective October 1, 1980, the following rates for water and water service are approved and shall be effective as to The Peoples Water Service Company within its franchise area in Escambia County, Florida, and shall continue until changed by action of this Board:

#### I. BASIC RATE

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First	÷	3,000	gallons	per month	Ş	4.05
Next		7,000	gallons	per month	Ş	1.58/M gals.
Next	1. A 4	10,000	gallons	per month	Ş	1.40/M gals.
All Over	• ;	20,000	gallons	per month	Ş	1.35/M gals.

# II. MINIMUM CHARGES 5/8" or 3/4"

rt	or 3/4"	meter	\$	4.05	per	month	for	3,000	gals.
	1"	meter	Ş	9.31	per	month	for	6,333	gals.
	1-1/4"	meter	\$	13.21	per	month	for	8,800	gals.
	1-1/2"	meter	Ş	16.34	per	month	for	10,875	gals.
	2"	meter	ş	43.29	per	month	for	30,500	gals.
	<u></u> '3"	meter	Ş	83.91	per	month	for	64,591	gals.
	4 "	meter	\$	181.35	per	month	for	132,773	gals.
	6"	meter	\$	365.45	per	month	for	269,137	gals.

#### III. SPECIAL CHARGES

- Where more than one living unit is served by one meter, a multiple unit charge shall apply.
- 2. A. A reconnection fee of \$10.00 will be charged for reinstating service after discontinuation of service for failure to pay, plus an additional \$10.00 if meter is removed for non-payment.
  - B. A turn-on fee of \$5.00 will be collected for each turn-on or connection for service.
  - C. A fee of \$5.00 will be collected for each interruption of service made at the customer's request, i.e. for turn-off for repairs on customer's premises.

#### 3. Sprinkler rates and private hydrants

3 inch 4 inch	connection connection connection	\$ \$ \$ \$ \$ \$	5.15 6.19 8.25 12.37
	connection connection	\$ \$	12.37 20.62

10 inch connection

\$ 30.92

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Connections to sprinklers and private hydrants . shall be for fire-fighting purposes only and no . other uses shall be permitted.

#### 4. Tapping Fees

3/4"	service	tap	Ş	85.00	÷	cost	of	materials.
1"	service	tap	Ş	150.00	+	cost	of	materials
1-1/2"	service	tap	\$	260.00	+	cost	of	materials

2" service tap or larger to be negotiated.

200 fire hydrants for public fire protection are furnished free of charge.

3. That all conditions precedent to the adoption of this Resolution have been duly done and performed.

4. That in the event it subsequently appears that the rates herein authorized should result in a rate of return to The Peoples. Water Service Company which is in excess of 10%, Peoples will make an equitable adjustment to its customers to return profits in excess of those which would have been realized with a 10% rate of return.

> ESCAMBIA COUNTY, a political subdivision of the State of Florida, by and through its BOARD OF COUNTY COMMISSIONERS

1 ٢ Chairman By:

ADOPTED: 10/7/80

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ATTEST: JOE A. FLOWERS,

By: C. <u>A. Mc alliste</u>, Deputy clerk

(seal)

#### STATE OF FLORIDA,

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COUNTY OF ESCAMBIA.

I, JOE A. FLOWERS, COMPTROLLER, and ex-officio Clerk to the Board of County Commissioners in and for the County and State aforesaid, do hereby certify that the above and foregoing is a true and correct copy of a resolution as the same was duly adopted and passed at a regular meeting of the Board on the <u>7th</u> day of <u>October</u>, 1980, and as the same appears on record in my office.

IN WITNESS WHEREOF, I hereunto set my hand and official seal this <u>21st</u> day of <u>October</u>, 1980.

JOE A. FLOWERS, COMPTROLLER AND EX-OFFICIO CLERK TO THE BOARD OF COUNTY COMMISSIONERS OF ESCAMBIA COUNTY, FLORIDA

By: C. A. M' (allister) Deputy Clerk

(SEAL)

#### RESOLUTION

WHEREAS, on October 7, 1980, the Board of County Commissioners of Escambia County, Florida, adopted a Resolution relative to a rate increase authorization for The Peoples Water Service Company; and

WHEREAS, it has been brought to the attention of said Board that there was a clerical error in Paragraph 2.11., line  $\delta$ , in that the figure "\$83.91" appeared through clerical error when the correct figure should have been "\$89.31";

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Escambia County, Florida, that the Resolution of this Board adopted at its meeting on October 7, 1980, relative to the rate increase for The Peoples Water Service Company, be changed and amended by deleting the figure "\$83.91" in the 6th line of Paragraph 2.II., to read "\$89.31" so that said 6th line will now read "3" meter \$89.31 per month for 64,591 gals.".

EXCEPT as hereby modified and amended, said Resolution shall remain in full force and effect.

ESCANBIA COUNTY, a political subdivision of the State of Florida, by and through its BOARD OF COUNTY COMMISSIONERS

Marven Chairman

ATTEST: JOE A. FLOWERS

B. M. QUIL BY:

ADOFTED: October 16, 1980 (seal)

STATE OF FLORIDA, COUNTY OF ESCAMBIA.

I, Joe A. Flowers, Comptroller, and ex-officio Clerk to the Board of County Commissioners in and for the County and State aforesaid, do hereby certify that the above and foregoing is a true and correct copy of a resolution as the same was duly adopted and passed at a regular meeting of the Board on the <u>l6th</u> day of <u>October</u>, 1980, and as the same appears on record in my office.

In Witness Whereof, I hereunto set my hand and official seal this <u>17th</u> day of <u>October</u>, 1980.

JOE A. FLOWERS, COMPTROLLER AND EX-OFFICIO CLERK TO THE BOARD OF COUNTY COMMISSIONERS OF ESCAMBIA COUNTY, FLORIDA

By: <u>C. A. W' Alloster</u> Deputy Clerk

(SEAL)