COMMISSIONERS:
MATTHEW M. CARTER II, CHAIRMAN
LISA POLAK EDGAR
NANCY ARGENZIANO
NATHAN A. SKOP
DAVID E. KLEMENT



TIMOTHY DEVLIN, DIRECTOR
DIVISION OF ECONOMIC REGULATION
(850) 413-6900



December 14, 2009

Mr. Troy Rendell Aqua Utilities Florida, Inc. 2228 Capital Circle N.E. Suite 2A Tallahassee, Florida 32308-4306

Re: Docket No. 090489-WS – Ordinance by Board of County Commissioners of Hardee County relating to regulation of water and wastewater utilities within the unincorporated areas of Hardee County.

Dear Mr. Rendell:

As you may be aware, the Board of County Commissioners of Hardee County passed Ordinance No. 2010-02 on October 22, 2009. The ordinance transferred jurisdiction over privately-owned water and wastewater utilities in Hardee County to the Florida Public Service Commission (FPSC), effective the date the ordinance was properly filed with the FPSC, which was October 26, 2009. A copy of the Commission's order acknowledging the transfer of jurisdiction is attached.

The FPSC is a state agency which provides economic regulation over utility rates and charges pursuant to Chapter 367, Florida Statute (F.S.). Our jurisdiction is separate and distinct from the jurisdiction of the Florida Department of Environmental Protection and your local water management district. Please be aware that you may <u>not</u> change any rate or charge, extend or delete any territory, acquire another utility, transfer your utility or majority control of your utility, or change the name of your utility without prior Commission approval.

Pursuant to Section 367.171(2), F. S., you are entitled to receive a grandfather certificate for the area you are currently serving if you file an application by January 25, 2010. Pursuant to Rule 25-30.035, F.A.C., the application must include, among other things, a map and legal description of the existing service area and a tariff listing all existing rates and charges. In addition, the application must be accompanied by a filing fee, as provided by Rule 25-30.020(2)(d), Florida Administrative Code.

If a utility fails to register with the FPSC within the prescribed time, the FPSC require that the utility apply for an original certificate of authorization in accordance with Chapter 367, which is a more rigorous and expensive application. Therefore it important for you to take advantage of your right to file a grandfather certificate application on or before January 25, 2010. An application form

Internet E-mail: contact@psc.state.fl.us

Mr. Troy Rendell Page 2 December 14, 2009

and model tariff, in PDF format, may be downloaded from the Commission's website at www.psc.state.fl.us. The application and filing fee should be mailed to:

Director, Office of Commission Clerk 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

In addition, regardless of whether you have a filed an application or whether or not the application has been approved, your utility has been subject to FPSC regulation since October 26, 2009. Therefore, you will be required to file an annual report for 2009 and remit 4.5% of your gross utility revenues to the Commission as regulatory assessment fees (RAFs) on or before March 30, 2010, and every year beyond that. If you are not collecting RAFs for payment to the County, or if you are collecting less than 4.5% of your gross revenues, you are entitled to file for a pass through of RAFs.

If you have any questions or need any assistance completing the application, please contact Cheryl Johnson at (850) 413-6984 or cjohnson@psc.state.fl.us. If you have any questions about annual reports or RAFs, please contact Kathy Kaproth at (850) 413-6742 or kaproth@psc.state.fl.us.

Sincerely,

Patti Daniel

Public Utilities Supervisor

Bureau of Certification, Economic & Tariffs

PD/CJ:kb Enclosure

cc: Jo

Johnson (Division of Economic Regulation)

Kaproth (Division of Economic Regulation)

Slemkewicz (Division of Economic Regulation)

Fleming (Office of the General Counsel)

Office of Commission Clerk