- 19 10 WHOSHUM OF BE

Diamond Williams

100330-WS

From:

jennifer.gillis@hklaw.com

Sent:

Monday, February 07, 2011 4:52 PM

To:

Filings@psc.state.fl.us

Cc:

christensen.patricia@leg.state.fl.us; Katherine Fleming; KELLY.JR@leg.state.fl.us;

kenneth.curtin@arlaw.com

Subject:

100330-WS - Electronic Filing

Attachments: 100330-WS - AUF Response.pdf

a. Person responsible for this electronic filing:

D. Bruce May, Jr. Holland & Knight LLP Post Office Drawer 810 Tallahassee, FL 32302-0810 (850) 224-7000 bruce.may@hklaw.com

- b. Docket number and title for electronic filing are: Docket No. 100330-WS In Re: Application for increase in water and wastewater rates in Alachua, Brevard, DeSoto, Highlands, Lake, Lee, Marion, Orange, Palm Beach, Pasco, Polk, Putnam, Seminole, Sumter, Volusia, and Washington Counties by Aqua Utilities Florida, Inc.
- c. The name of the party on whose behalf the document is filed: Aqua Utilities Florida, Inc. ("AUF")
- d. Total number of pages: 3
- e. Brief description of filing: Aqua Utilities Florida, Inc.'s Response in Opposition to Motion for Intervention by YES Communities, Inc. d/b/a Arredondo Farms in Relation to Arredondo Farms Mobile Home Park.

Jennifer Gillis | Holland & Knight

Sr Legal Secretary
315 South Calhoun Street, Suite 600 | Tallahassee FL 32301
Phone 850.425.5605 | Fax 850.224.8832
iennifer.gillis@hklaw.com | www.hklaw.com

-			
Add	to	address	book

0886 FEB-7=

To ensure compliance with Treasury Regulations (31 CFR Part 10, Sec. 10.35), we

inform you that any tax advice contained in this correspondence was not intended or written by us to be used, and cannot be used by you or anyone else, for the purpose of avoiding penalties imposed by the Internal Revenue Code.

NOTE: This e-mail is from a law firm, Holland & Knight LLP ("H&K"), and is intended solely for the use of the individual(s) to whom it is addressed. If you believe you received this e-mail in error, please notify the sender immediately, delete the e-mail from your computer and do not copy or disclose it to anyone else. If you are not an existing client of H&K, do not construe anything in this e-mail to make you a client unless it contains a specific statement to that effect and do not disclose anything to H&K in reply that you expect it to hold in confidence. If you properly received this e-mail as a client, co-counsel or retained expert of H&K, you should maintain its contents in confidence in order to preserve the attorney-client or work product privilege that may be available to protect confidentiality.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for increase in water and wastewater rates in Alachua, Brevard, DeSoto, Hardee, Highlands, Lake, Lee, Marion, Orange, Palm Beach, Pasco, Polk, Putnam, Seminole, Sumter, Volusia, and Washington Counties by Aqua Utilities Florida, Inc. Docket No. 100330-WS

Filed: February 7, 2011

AQUA UTILITIES FLORIDA, INC.'S RESPONSE IN OPPOSITION TO MOTION FOR INTERVENTION BY YES COMMUNITIES, INC. D/B/A ARREDONDO FARMS IN RELATION TO ARREDONDO FARMS MOBILE HOME PARK

Pursuant to Rule 28-106.204, Florida Administrative Code, Aqua Utilities Florida, Inc. ("AUF"), hereby files its response in opposition to the motion to intervene filed by YES Communities, Inc. d/b/a Arredondo Farms ("Arredondo Farms") on January 31, 2011. As explained below, Arredondo Farms' motion to intervene should be denied because it fails to comply with rules governing intervention in Commission proceedings.

Background

- 1. On September 1, 2010, AUF filed its application for increased water and wastewater rates and requested that the matter be processed under Commission's proposed agency action ("PAA") procedures under Section 367.081(8), Florida Statutes.
- 2. On June 17, 2010, the Office of Public Counsel (OPC") filed its notice of intervention in this docket pursuant to Section 350.0611, Florida Statutes, which charges the OPC with the duty to provide legal representation to the people of Florida in Commission proceedings and, in so doing, advocate any position that it deems to be in the public interest. On August 19, 2010, the Commission granted OPC's intervention and thereafter the OPC has actively represented the people of Florida, including AUF's customers, in this proceeding.

1

COCOMENT MEMBER-DATE

- 3. On January 31, 2011, Arredondo Farms filed a sparsely worded motion to intervene which made the following general allegations:
 - As to Alachua County, the water and wastewater systems operated by Aqua and which are part of the Rate Case serve what is known as the Arredondo Farms Mobile Home Park ("Park"). The Park consists of 445 mobile home lots along with various common area elements and facilities. Aqua supplies the water and wastewater to all of the mobile home lots and the common area elements and facilities.
 - [Arredondo Farms] is the owner of the Park and, as such, would and can be greatly affected by the outcome of the Rate Case in relation to the Park and, as a result, has a substantial interest in the outcome of the Rate Case.

Argument

4. Arredondo Farms' motion to intervene should be denied because it fails to comply with Rules 25-22.039 and 28-106.201(2), Florida Administrative Code, which govern intervention in Commission proceedings. Rule 25-22.039, Florida Administrative Code, states:

Intervention. Persons other than the original parties to a pending proceeding, who have a substantial interest in the proceeding, and who desire to become parties may petition the presiding officer for leave to intervene. Petitions for leave to intervene must be filed at least five (5) days before the final hearing, must conform with Rule 28-106.201(2), and must include allegations sufficient to demonstrate that the intervenor is entitled to participate in the proceeding as a matter of constitutional or statutory right or pursuant to Commission rule, or the substantial interests of the intervenor are subject to termination or will be affected through the proceeding. Interveners take the case as they find it. (Emphasis added.)

- 5. As set forth in the above rule, a petition for intervention in a Commission proceeding must conform to Rule 28-106.201(2), and therefore <u>must</u> contain:
 - (a) The name and address of each agency affected and each agency's file or identification number, if known;
 - (b) The name, address, and telephone number of the petitioner; the name, address and telephone number of the petitioner's representative, if any, which shall be the address for service purposes during the course of the proceeding; and an explanation of how the petitioner's substantial interests will be affected by the agency determination;
 - (c) A statement of when and how the petitioner received notice of the agency decision;
 - (d) A statement of all disputed issues of material fact. If there are none, the petition

must so indicate:

- (e) A concise statement of the ultimate facts alleged, including the specific facts the petitioner contends warrant reversal or modification of the agency's proposed action;
- (f) A statement of the specific rules or statutes the petitioner contends require reversal or modification of the agency's proposed action, and;
- (g) A statement of the relief sought by the petitioner, stating precisely the action petitioner wishes the agency to take with respect to the agency's proposed action.
- R. 28-106.201(2)(a)-(g), Fla. Admin. Code.
- 6. The specific pleading requirements in Rule 28-106.201(2) are designed to ensure regulatory efficiency, control costs and to provide the agency and all parties fair notice of factual matters in dispute.

Just as the agency is obligated to give citizenry "fair notice" of the charged being faced, see *Totura v. Department of State*, 553 So. 2d 272, 273 (Fla. 1st DCA 1989), it is fair to narrow the factual matters in dispute and alert the agency to the undisputed aspects of the charges at issue. Considering the costs associated with any agency action, an effort to tailor those expenses while still providing a full and fair opportunity to be heard, cannot be faulted. Thus, we find application of the rule [Rule 28-106.202] both logical and entirely capable of being accomplished.

Brookwood Extended Care Center of Homestead v. Agency for Healthcare Administration, 870 So.2d 834 (Fla. 3rd DCA 2003).

7. The specific pleading requirements set forth in Rules 25-22.039 and 28-106.201(2) are not to be taken lightly. *Id., see also Blackwood v. Agency for Healthcare Administration*, 869 So.2d 656 (Fla. 4th. DCA 2004) (upholding denial of petition for failure to comply with the pleading requirements in Rule 28-106.201(2)). Indeed the Commission has been quick to dismiss petitions which fail to comply with these specific pleading requirements. *See e.g.* Order No. PSC-01-1674-PCO-WU (motion to intervene was not in substantial compliance with Rule 28-106(2) and therefore was dismissed without prejudice); Order No.

PSC-05-0301-PCO-WU; Order No. PSC-99-0146-FOF-TX; Order No. PSC-99-0147-FOF-TI.

- 8. Arredondo Farms' motion to intervene completely fails to comply with subsections (b), (c), (d), (e), (f) and (g) of Rule 28-106.201(2). Arredondo Farms' failure to comply with Rule 28-106.201(2) is material and prejudicial. Allowing Arredondo Farms to intervene in blatant disregard to Rule 28-106.201 would eviscerate the regulatory efficiency and cost control policies of the rule, and leave AUF to speculate as to:
- a) the issues of material fact that Arrendondo Farms disputes (see Rule 28-106.201(2)(d) above);
- b) the ultimate facts that Arrendondo Farms alleges (see Rule 28-106.201(2)(e) above);
- c) the specific rules or statutes, if any, that support the relief Arrendondo Farms seeks (see Rule 28-106.201(2)(f)); and,
- d) the relief Arredondo Farms seeks (see Rule 28-106.201(2)(g)).

 Arrendondo Farms' motion to intervene should be denied for failure to comply with Rules
 25-22.039 and 28-106.201(2), Florida Administrative Code.
- 9. In addition, the motion to intervene should be denied because Arrendondo Farms has failed to show that its interests in this PAA proceeding are not being adequately protected by the OPC. Florida Wildlife Federation v. Board of Trustees of the Internal Improvement, 707 So.2d 841 (Fla. 5th DCA 1998) is instructive. In that case, the Florida Wildlife Federation and the Save Our St. Johns River, Inc. ("Affected Groups"), sought to intervene in support of a lawsuit initiated by the Board of Trustees of the Internal Improvement Trust Fund ("Trustees") over the

¹ The Trustees is a state agency vested with title to all sovereignty lands underlying navigable water bodies held by the state in trust for the use and benefit of the public.

ownership of lakefront land in Brevard County. The Affected Groups alleged that they had a direct and immediate interest in the controversy and moved to intervene arguing that the Trustees could not adequately protect their interest. The trial court denied the Affected Groups' motion to intervene. On appeal, the District Court upheld the trial courts ruling on grounds that while the Affected Groups had shown a direct and immediate interest in the case, the trial court properly found that the Trustees-- "a responsible governmental entity"-- could fully protect the Affected Groups' interests. 707 So.2d at 842.

entity" and is actively representing the people of Florida as a party in this PAA rate case pursuant to its authority under Section 350.0611, Florida Statutes. Clearly, OPC is in a position to, and is fully capable of, representing any conceivable interest of Arredondo Farms before the Commission. Arredondo Farms has made no allegation to the contrary. Notably, this rate case proceeding is being processed under the Commission's PAA procedures under Section 367.081(8), Florida Statutes, and the Commission has not yet rendered a proposed decision. The PAA procedures in Section 367.081(8) are "specifically intended to reduce rate case expense by streamlining rate case procedures." Order No. 23809-A. *See also* Order No. 99-0513-FOF-WS ("The purpose of processing this case as a PAA is to save costs."). To allow Arredondo Farms to intervene at this preliminary stage of this PAA proceeding would be duplicative of OPC, inefficient, and undermine the cost-savings purpose of the PAA process.

WHEREFORE, for the foregoing reasons, AUF respectively requests that the Prehearing Officer deny the motion to intervene filed by Arredondo Farms.

D.Bruce May Jr., Esquire
Florida Bar No. 0354473
Gigi Rollini
Florida Bar No. 684491
Holland & Knight
315 South Calhoun Street, Suite 600
Tallahassee, FL 32301
(850) 224-7000 (Telephone)
(850) 224-8832 (Facsimile)

-and-

Kimberly A. Joyce, Esquire Aqua America, Inc. 762 West Lancaster Avenue Bryn Mawr, PA 19010 (610) 645-1077 (Telephone) (610) 519-0989 (Facsimile)

Attorneys for Aqua Utilities Florida, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a copy of the foregoing has been furnished by E-Mail and U.S. Mail to the following this 7th day of February, 2011:

Katherine Fleming Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Kenneth M. Curtin Adams and Reese LLP 150 Second Avenue North, Suite 1700 St. Petersburg, Florida 33701 J.R. Kelly
Patricia Christensen
Deputy Public Counsel
c/o The Florida Legislature
111 W Madison St, Room 812
Tallahassee, FL 32399-1400

D. Bruce May, Jr, Esq