## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Request for exemption ) from Florida Public Service ) Commission regulation for provision of water services by ) BRATT-DAVISVILLE WATER SYSTEM, ) INC. in Escambia County

DOCKET NO. 920211-WU ORDER NO. PSC-92-0826-FOF-WU ISSUED: 08/18/92

## ORDER INDICATING THE EXEMPT STATUS OF BRATT-DAVISVILLE WATER SYSTEM, INC.

## BY THE COMMISSION:

Bratt-Davisville Water System, Inc. (BDWSI or Association) provides water service to approximately 850 residential customers, churches, service stations, and grocery stores in its service area in Escambia County which includes the communities of Bratt, Davisville, and Nokomis, Florida. On March 4, 1992, BDWSI filed an application for an exemption from this Commission's regulation as a non-profit organization, pursuant to Section 367.022(7), Florida Statutes.

Section 367.022(7), Florida Statutes provides that "[N]onprofit corporations, associations, or cocperatives" are exempt from Commission regulation. In addition, Rule 25-30.060 (g) Florida Administrative Code, states:

For an exemption pursuant to Section 367.022(7), Florida Statutes, a statement from the corporation, association, or cooperative that it is nonprofit; that it provides service solely to members who own and control it; stating whether it provides water service, wastewater service or both; specifying who will do the billing for such service; and specifying the service area. The applicant must submit its articles of incorporation as filed with the Secretary of State and its bylaws, which documents must clearly show the requirements for membership that the members' voting rights are one vote per unit of ownership, and the circumstances under which control of the corporation passes to the nondeveloper members. Control of the corporation must pass: 1) at 51 percent ownership by the non-developer members or, 2) at some greater percentage delimited by a time period not to exceed 5 years from the date of incorporation.

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The applicant must provide proof of ownership of the utility facilities and the land upon which the facilities will be located or other proof of its right to continued use of the land, such as a 99-year lease....

In its application dated February 11, 1992, BDWSI states that it is a nonprofit corporation organized pursuant to Chapter 617, Florida Statutes, that it will provide service solely to its members who own and control it, and that it will provide water service for which it will provide its own billing. The service area is specified also.

However, the application contained BDWSI's Articles of Incorporation which did not demonstrate that service was to be provided solely to members who own and control the association. Therefore, in order to comport with this Commission's statutory requirements and rules, on June 22, 1992, BDWSI amended its Articles of Incorporation to reflect the necessary limitations of service to members only and filed said amendments with this Commission on July 7, 1992.

Section 367.022(7), Florida Statutes, states that nonprofit corporations, associations, or cooperatives providing service solely to members who own and control such nonprofit entities are exempt from Commission regulation. Based upon the facts as represented, we find that BDWSI is exempt from our regulation under the terms of Section 367.022(7), Florida Statutes. However, should there be any change in circumstances of BDWSI, a representative of the Association must inform this Commission within thirty days of such change, so that we may determine whether exempt status is still appropriate.

It is, therefore,

ORDERED by the Florida Public Service Commission that, based upon the facts as represented, Bratt-Davisville Water System, Inc., located at 11224 Highway 97, McDavid, Florida 32568, with Beverly Ryland as contact person, and with a mailing address of P. O. Drawer 770, Atmore, Alabama 36504, is hereby exempt from Commission regulation pursuant to the terms of Section 367.022(7), Florida Statutes. It is further

ORDERED that should there be any change in circumstances of Bratt-Davisville Water System, Inc., a representative of Bratt-

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Davisville Water System, Inc. shall inform this Commission within thirty days of such change. It is further

ORDERED that this docket be closed.

By ORDER of the Florida Public Service Commission this 18th day of August, 1992.

STEVE TRIBBLE, Director

Division of Records and Reporting

(SEAL)

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## NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of Records and Reporting within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Civil Procedure. The notice of appeal must be in the form specified in Rule 9.900 (a), Florida Rules of Appellate Procedure.