

Residential Water Systems, Inc.
P.O. Box 5220
Ocala, FL 34478-5220
352-622-4949

October 10, 2003

Ms. Blanca Bayo, Director
Division of the Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Docket No. 030423-WU

Dear Ms. Bayo,

The following are responses to the letter of October 6, 2003 from Ralph Jaeger, Senior Attorney.

35. Number of ¾" Customers are 536; Number of 1" Customers are 109.
36. Projected Number of ¾" Customers connected by 12/31/2003 are 536 and Number of 1" Customers expected to be 113.
37. Projected Number of ¾" Customers connected by 12/31/2004 are 536 and Number of 1" Customers expected to be 133.
38. The utility expects to begin adding customers in the newly added territory, Dalton Woods, First Addition upon completion of development in the first quarter of 2004.
39. As of 10/08/2003, 2003 plant additions are shown on exhibit "A". This includes (in account # 311) an upgrade of the well pumps pursuant to the enclosed Notice of Permit Issuance by the Department of Environmental Protection. This upgrade has been completed. No further plant upgrades are anticipated for 2003. The other plant additions shown on Exhibit "A" are meters, laterals and re-roofing of the plant building which houses all electrical equipment for the pumps and backup generator.
40. Of the 2003 additions that were indicated on the pro forma, \$29,253.00 has been completed of the \$99,100.00 upgrade to the distribution system. The storage building has temporarily been put on hold pending completion of the distribution upgrade in 2004.
41. Of the 2003 additions to account 311, the Developer paid \$29,000.00 toward the upgrade of the water plant for Fire Flow Capability.
42. Additions to plant accounts for 2004 are strictly limited to Developer CIAC of distribution lines when completed. The amount is unknown at this time. The storage building should be under way in 2004.
43. See Number 42.

Sincerely,



Charles deMenzes
President

DOCUMENT NUMBER DATE
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FPSC-COMMISSION CLERK

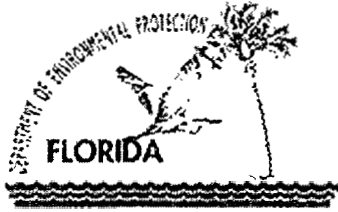
Exhibit "A"

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC. 59-23930

YEAR OF REPORT 10/08/2003

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT DESCRIPTION (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	DELETIONS (e)	CURRENT YEAR (f)
301	FRANCHISES AMORT 4 YEARS	400	0	0	400
304	STRUCTURES AND IMPROVEMENTS	43,366	1,610	0	44,976
310	POWER GENERATION EQUIPMENT	32,588	0	0	32,588
311	PUMPING EQUIPMENT	47,374	39,906	0	87,280
320	WATER TREATMENT EQUIPMENT	89,714	0	0	89,714
330	DISTRIBUTION RESERVOIR AND STANDPIPES	173,719	0	0	173,719
331	TRANSMISSION AND DISTRIBUTION MAINS	198,553	0	0	198,553
333	SERVICES	26,115	8,175	0	34,290
334	METERS AND METER INSTALLATIONS	42,705	21,078	0	63,783
335	HYDRANTS	14,500	0	0	14,500
339	OTHER TANGIBLE PLANT AND MISC EQUIPME	4,920	0	0	4,920
340	OFFICE FURNITURE AND EQUIPMENT	27,985	0	1,976	26,009
	TOTALS	\$ 701,939	70,769	1,976	770,732



Department of Environmental Protection

Jeb Bush
Governor

Central District
3319 Maguire Boulevard, Suite 232
Orlando, Florida 32803-3767

David B. Struhs
Secretary

NOTICE OF PERMIT ISSUANCE

SENT BY MAIL

charlie@alternative phone.com

Residential Water Systems
Post Office Box 5220
Ocala, FL 34478-5220

Attention: Charles DeMenzes, CEO/CFO

Marion County - PW
Residential Water Systems - High Pointe
Well Pump Replacements

Dear Mr. DeMenzes:

Enclosed is Permit Number WC42-0080678-004 to modify a water plant issued pursuant to Section 403.861(9), *Florida Statutes*.

The Department's proposed agency action shall become final unless a timely petition for an administrative hearing is filed under Sections 120.569 and 120.57 of the *Florida Statutes* before the deadline for filing a petition. The procedures for petitioning for a hearing are set forth below.

A person whose substantial interests are affected by the Department's proposed permitting decision may petition for an administrative proceeding (hearing) under Sections 120.569 and 120.57 of the *Florida Statutes*. The petition must contain the information set forth below and must be filed (received by the clerk) with:

Clerk of the Department of Environmental Protection
Office of General Counsel
3900 Commonwealth Boulevard, Mail Station 35
Tallahassee, Florida 32399-3000.

Petitions by the applicant or any of the parties listed below must be filed within fourteen days of receipt of this written notice. Petitions filed by any persons other than those entitled to written notice under Section 120.60(3) of the *Florida Statutes* must be filed within fourteen days of publication of the notice or within fourteen days of receipt of the written notice, whichever occurs first.

Under Section 120.60(3) of the *Florida Statutes*, however, any person who has asked the Department for notice of agency action may file a petition within fourteen days of receipt of such notice, regardless of the date of publication.

The petitioner shall mail a copy of the petition to the applicant at the address indicated above at the time of filing. The failure of any person to file a petition within the appropriate time period shall constitute a waiver of that person's right to request an administrative determination (hearing) under Sections 120.569 and 120.57 of the *Florida Statutes*. Any subsequent intervention (in a proceeding initiated by another party) will be only at the discretion of the presiding officer upon the filing of a motion in compliance with Rule 28-106.205 of the *Florida Administrative Code*.

Patty Pittman\High Point Well Pump Replacement - Permit.doc

A petition that disputes the material facts on which the Department's action is based must contain the following information:

- (a) The name, address, and telephone number of each petitioner; the name, address, and telephone number of the petitioner's representative, if any; the Department permit identification number and the county in which the subject matter or activity is located;
- (b) A statement of how and when each petitioner received notice of the Department action;
- (c) A statement of how each petitioner's substantial interests are affected by the Department action;
- (d) A statement of all disputed issues of material fact. If there are none, the petition must so indicate;
- (e) A statement of facts that the petitioner contends warrant reversal or modification of the Department action;
- (f) A concise statement of the ultimate facts alleged, as well as the rules and statutes which entitle the petitioner to relief; and
- (g) A statement of the relief sought by the petitioner, stating precisely the action that the petitioner wants the Department to take.

A petition that does not dispute the material facts on which the Department's action is based shall state that no such facts are in dispute and otherwise shall contain the same information as set forth above, as required by Rule 28-106.301, *Florida Statutes*.

Because the administrative hearing process is designed to formulate final agency action, the filing of a petition means that the Department's final action may be different from the position taken by it in this notice. Persons whose substantial interests will be affected by any such final decision of the Department have the right to petition to become a party to the proceeding, in accordance with the requirements set forth above.

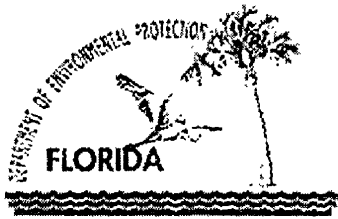
Mediation under Section 120.573 of the *Florida Statutes* is not available for this proceeding.

This action is final and effective on the date filed with the Clerk of the Department unless a petition is filed in accordance with the above. Upon the timely filing of a petition this order will not be effective until further order of the Department.

Any party to the order has the right to seek judicial review of the order under Section 120.68 of the *Florida Statutes*, by the filing of a notice of appeal under Rule 9.110 of the Florida Rules of Appellate Procedure with:

Clerk of the Department of Environmental Protection
Office of General Counsel
Mail Station 35,
3900 Commonwealth Boulevard
Tallahassee, Florida, 32399-3000

and by filing a copy of the notice of appeal accompanied by the applicable filing fees with the appropriate district court of appeal. The notice of appeal must be filed within 30 days from the date when the final order is filed with the Clerk of the Department.



Department of Environmental Protection

Jeb Bush
Governor

Central District
3319 Maguire Boulevard, Suite 232
Orlando, Florida 32803-3767

David B. Struhs
Secretary

Permittee:
Residential Water Systems
Post Office Box 5220
Ocala, FL 34478-5220

Permit Number: WC42-0080678-004
Expiration Date: 08/05/08
County: Marion
Utility: Residential Water Systems - High
Pointe

Attention: Charles DeMenzes, CEO/CFO

Project: Well Pump Replacements

This permit is issued under the provisions of Chapter 403, *Florida Statutes*, and Rule 62-555, *Florida Administrative Code*, (F.A.C.). The above named permittee is hereby authorized to perform the work shown on the application and approved drawing, plans, and other documents attached hereto or on file with the Department and made a part hereof and specifically described as follows:

This project consists of replacing the two existing well pumps with two new well pumps at the Residential Water System's High Pointe Water Plant. Included are:

- two new 50 hp Goulds Vertical Turbine Model 8DHLO pumps to replace the existing two 30 hp 475 gpm well pumps. The new pumps are rated at 750 gpm at 195 ft. TDH.
- Associated controls & appurtenances

The max. day design capacity will be rated at 1.08 mgd based on the new well pumps as limiting. There will be no increase in current operator staffing requirements, which are: a minimum Class C or higher certified water plant operator on-site for five visits per week and one weekend visit.

The plant is located southeast of Ocala at the intersection of SE 41st Ave. and SE 58th Place, in Section 2, Township 16 South, Range 22 East, at Latitude 29° 07' 30" North, Longitude 82° 05' 10" West.

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County: Marion
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Pointe
Project: Well Pump Replacements

GENERAL CONDITIONS

1. The terms, conditions, requirements, limitations and restrictions set forth in this permit, are "permit conditions" and are binding and enforceable pursuant to Sections 403.141, 403.727, or 403.859 through 403.861, F.S. The permittee is placed on notice that the Department will review this permit periodically and may initiate enforcement action for any violations of these conditions.
2. This permit is valid only for the specific processes and operations applied for and indicated in the approved drawings or exhibits. Any unauthorized deviation from the approved drawings, exhibits, specifications, or conditions of this permit may constitute grounds for revocation and enforcement action by the Department.
3. As provided in subsections 403.087(6) and 403.722(5), F.S., the issuance of this permit does not convey any vested rights or any exclusive privileges. Neither does it authorize any injury to public or private property or any invasion of personal rights, nor any infringement of federal, state, or local laws or regulations. This permit is not a waiver of or approval of any other Department permit that may be required for other aspects of the total project which are not addressed in this permit.
4. This permit conveys no title to land or water, does not constitute State recognition or acknowledgment of title, and does not constitute authority for the use of submerged lands unless herein provided and the necessary title or leasehold interests have been obtained from the State. Only the Trustees of the Internal Improvement Trust Fund may express State opinion as to title.
5. This permit does not relieve the permittee from liability for harm or injury to human health or welfare, animal, or plant life, or property caused by the construction or operation of this permitted source, or from penalties therefore; nor does it allow the permittee to cause pollution in contravention of Florida Statutes and Department rules, unless specifically authorized by an order from the Department.
6. The permittee shall properly operate and maintain the facility and systems of treatment and control (and related appurtenances) that are installed and used by the permittee to achieve compliance with the conditions of this permit, as required by Department rules. This provision includes the operation of backup or auxiliary facilities or similar systems when necessary to achieve compliance with the conditions of the permit and when required by Department rules.
7. The permittee, by accepting this permit, specifically agrees to allow authorized Department personnel, upon presentation of credentials or other documents as may be required by law and at reasonable times, access to the premises where the permitted activity is located or conducted to:
 - (a) Have access to and copy any records that must be kept under conditions of the permit;
 - (b) Inspect the facility, equipment, practices, or operations regulated or required under this permit; and
 - (c) Sample or monitor any substances or parameters at any location reasonably necessary to assure compliance with this permit or Department rules.Reasonable time may depend on the nature of the concern being investigated.
8. If, for any reason, the permittee does not comply with or will be unable to comply with any conditions or limitation specified in this permit, the permittee shall immediately provide the Department with the following information:
 - (a) A description of and cause of noncompliance; and
 - (b) The period of noncompliance, including dates and times; or, if not corrected, the anticipated time the noncompliance is expected to continue, and steps being taken to reduce, eliminate, and prevent recurrence of the noncompliance.The permittee shall be responsible for any and all damages which may result and may be subject to enforcement action by the Department for penalties or for revocation of this permit.
9. In accepting this permit, the permittee understands and agrees that all records, notes, monitoring data and other information relating to the construction or operation of this permitted source which are submitted to the Department may be used by the Department as evidence in any enforcement case involving the permitted source arising under the Florida Statutes or Department rules, except where such use is prescribed by Section 403.111 and 403.73, F.S. Such evidence shall only be used to the extent it is consistent with the Florida Rules of Civil Procedure and appropriate evidentiary rules.

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Residential Water Systems
Post Office Box 5220
Ocala, FL 34478-5220
Attention: Charles DeMenzes, CEO/CFO

Permit Number: WC42-0080678-004
Expiration Date: 08/05/08
County: Marion
Utility: Residential Water Systems - High
Pointe
Project: Well Pump Replacements

GENERAL CONDITIONS

10. The permittee agrees to comply with changes in Department rules and Florida Statutes after a reasonable time for compliance; provided, however, the permittee does not waive any other rights granted by Florida Statutes or Department rules.
11. This permit is transferable only upon Department approval in accordance with Rule 62-4.120 and 62-30.300, F.A.C., as applicable. The permittee shall be liable for any non-compliance of the permitted activity until the transfer is approved by the Department.
12. This permit or a copy thereof shall be kept at the work site of the permitted activity.
13. ~~This permit also constitutes:~~
 - ~~() Determination of Best Available Control Technology (BACT)~~
 - ~~() Determination of Prevention of Significant Deterioration (PSD)~~
 - ~~() Certification of compliance with state Water Quality Standards (Section 401, PL 92-500)~~
 - ~~() Compliance with New Source Performance Standards~~
14. The permittee shall comply with the following:
 - (a) Upon request, the permittee shall furnish all records and plans required under Department rules. During enforcement actions, the retention period for all records will be extended automatically unless otherwise stipulated by the Department.
 - (b) The permittee shall hold at the facility or other location designated by this permit records of all monitoring information (including all calibration and maintenance records and all original strip chart recordings for continuous monitoring instrumentation) required by the permit, copies of all reports required by this permit, and records of all data used to complete the application for this permit. These materials shall be retained at least three years from the date the sample, measurement, report, or application unless otherwise specified by Department rule.
 - (c) Records of monitoring information shall include:
 1. the date, exact place, and time of sampling or measurements;
 2. the person responsible for performing the sampling or measurements;
 3. the dates analyses were performed;
 4. the person responsible for performing the analyses;
 5. the analytical techniques or methods used;
 6. the results of such analyses.
15. When requested by the Department, the permittee shall within a reasonable time furnish any information required by law which is needed to determine compliance with the permit. If the permittee becomes aware the relevant facts were not submitted or were incorrect in the permit application or in any report to the Department, such facts or information shall be corrected promptly.

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SPECIFIC CONDITIONS:

Clearance of the Project

- 1. A Clearance Letter must be issued by the DEP Central District Potable Water program before placement of this project into service. Failure to do so will result in enforcement action against the permittee.***

To obtain clearance letter, the engineer of record must submit the following:

- (1) completion of the enclosed "Request for Letter of Release to Place Water Supply System into Service" [DEP Form 62-555.900(9), F.A.C.];
- (2) a copy of this permit;
- (3) a copy of satisfactory bacteriological sample results taken on two consecutive days from the following locations:
 - A. the discharge side of the new pump in Well #1 at the raw water sample tap.
 - B. the discharge side of the new pump in Well #2 at the raw water sample tap.


Permit Transfer

- 2. The permittee will promptly notify the Department upon sale or legal transfer of the permitted facility. In accordance with General Condition #11 of this permit, this permit is transferable only upon Department approval. The new owner must apply, by letter, for a transfer of permit within 30 days.**

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STATE OF FLORIDA DEPARTMENT
OF ENVIRONMENTAL PROTECTION


for Christianne C. Ferraro P.E.

Administrator, Water Resource Management

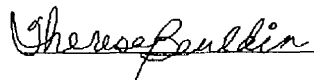
ISSUED 8-11-03

CCF:fh:pp

Copies furnished to:
Miles Christian Anderson, P.E. [mcaeng@mcaeng.cfcxmain.com]

FILING AND ACKNOWLEDGMENT

FILED, on this date, under Section 120.52(7), *Florida Statutes*, with the designated Department Clerk, receipt of which is hereby acknowledged.



August 13, 2003

Clerk _____ Date

CERTIFICATE OF SERVICE

The undersigned duly designated deputy agency clerk hereby certified that this NOTICE OF PERMIT ISSUANCE and all copies were sent by E-Mail before the close of business on August 13, 2003 to the listed persons.