BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for a staff assisted rate case Docket # 120269-WU. For Pinecrest Utilities, LLC, in Polk County.

Docket No. 120269-WU

Filed: April 4, 2013

RECEIVED-FPSC 13 APR 18 AM 10: 02

AFFIDAVIT OF MAILING CUSTOMER NOTICES

STATE OF FLORIDA COUNTY OF POLK

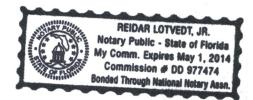
Before me, the undersigned authority, authorized to administer oaths and take acknowledgements, personally appeared MICHAEL SMALLRIDGE, who, after being duly sworn on oath, did depose on oath and say that he is MICHAEL SMALLRIDGE, the owner of Pinecrest Utilities, LLC, and that to the best of his knowledge and belief, on or about April 4, 2013, a copy of the notice attached hereto was sent by regular U.S. Mail or hand delivery to each customer in Pinecrest Utilities, LLC water systems in the Florida Public Service Commission certified territory.

FURTHER AFFIANT SAYETH NOT.

ICHAEL SMALLRIDGE

day of April 2013, 2009, by Sworn to and subscribed before me this /S Michael Smallridge, who is personally known to me.

Print Name NOTARY PUBLIC My Commission Expires:



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FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

NOTICE OF CUSTOMER MEETING

TO THE CUSTOMERS OF PINECREST UTILITIES, LLC

AND

ALL OTHER INTERESTED PERSONS

DOCKET NO. 120269-WU

APPLICATION OF PINECREST UTILITIES, LLC

FOR A STAFF-ASSISTED RATE CASE IN

POLK COUNTY

Issued: April 4,2013

Notice is hereby given that the staff of the Florida Public Service Commission (Commission) will conduct a customer meeting to discuss the application of Pinecrest Utilities, LLC (Pinecrest or Utility) for a staff-assisted rate case (SARC) in Polk County. The meeting will be held at the following time and place:

5:00 p.m., Thursday April 25, 2013 Bartow Public Library 2150 South Broadway Ave. Bartow, FL 33830

All persons who wish to comment are urged to be present at the beginning of the meeting, since the meeting may be adjourned early if no customers are present. One or more of the Commissioners of the Commission may attend and participate in this meeting. The meeting will begin as scheduled and will continue until all the customers have been heard.

If a named storm or other disaster requires cancellation of the meeting, Commission staff will attempt to give timely direct notice to the parties. Notice of the cancellation of the meeting will also be provided on the Commission's website (<u>http://www.psc.state.fl.us/</u>) under the Hot Topics link found on the home page. Cancellation can also be confirmed by calling the Commission's Office of the General Counsel at (850) 413-6199.

Any person requiring some accommodation at the customer meeting because of a physical impairment should call the Office of Commission Clerk at (850) 413-6770 at least five calendar days prior to the meeting. Any person who is hearing or speech impaired should contact the Commission by using the Florida Relay Service, which can be reached at 1-800-955-8771 (TDD).

<u>PURPOSE</u>

The purpose of this meeting is to give customers and other interested persons an opportunity to offer comments to Commission staff regarding the quality of service the Utility provides, the proposed rate increase, and to ask questions and comment on staff's preliminary rates included in this notice as well as other issues. Staff members will summarize Sunrise's proposed filing, the preliminary work accomplished, and answer questions to the extent possible. A representative from the Utility has also been invited to respond to questions.

At the beginning of the meeting, procedures will be established for the order of comments. Commission Staff will have sign-up sheets, and customers will be called to speak in the order that they sign up. Staff will be available to coordinate customers' comments and to assist members of the public.

Any person who wishes to comment or provide information to staff may do so at the meetings, orally or in writing. Written comments may also be sent to the Commission at the address given at the end of this notice. Your letter will be placed in the correspondence file of this docket. You may also submit comments through the Commission's toll-free facsimile line at 1-800-511-0809.

BACKGROUND

Pinecrest Utilities, LLC. (Pinecrest or Utility) is a Class C water utility serving approximately 145 customers in Polk County. The Utility is located in the Southern Water Use Caution Area of the Southwest Florida Water Management District. However, there are no water use restrictions for the Utility because annual withdrawals are less than 100,000 gallons per day. The Utility's 2011 Annual Report lists combined annual revenues of \$53,354 and total operating expenses were \$65,138, resulting in a net loss of \$21,852.

The Utility was constructed in 1987. In 1997, Pinecrest was granted Certificate No. 588-W when Polk County turned over jurisdiction of privately-owned water and wastewater utilities to the Commission.¹ Pinecrest's subsequent certification actions include a name change in 1997,² a transfer of majority organizational control in 2002,³ and a quick-take territory amendment in 2003.⁴ Rate base was last established by the Commission for rate making purposes in the Utility's 2010 staff-assisted rate case.⁵ On September 18, 2012, the Commission

¹ See Order No. PSC-97-0367-FOF-WU, issued April 2, 1997, in Docket No. 961253-WU, In re: Application for grandfather certificate to provide water service in Polk County by Pinecrest Ranches.

² See Order No. PSC-97-1087-FOF-WU, issued September 17, 1997, in Docket No. 970635-WU, In re: Application for name change on Certificate No. 588-W in Polk County from Pinecrest Ranches to Pinecrest Ranches, Inc.

³ <u>See</u> Order No. PSC-02-0893-FOF-WU, issued July 5, 2002, in Docket No. 011651-WU, <u>In re: Application for</u> <u>transfer of majority organizational control of Pinecrest Ranches, Inc., holder of Certificate No. 588-W in Polk</u> <u>County, from James O. Vaughn and Margaret S. Hankin to S. Norman Duncan and Richard S. Little</u>.

⁴ See Order No. PSC-03-0318-FOF-WU, issued March 6, 2003, in Docket No. 020823-WU, In re: Application for quick-take amendment of Certificate No. 588-W in Polk County by Pinecrest Ranches, Inc.

⁵ See Order No. PSC-10-0681-PAA-WU, issued November 15, 2010, in Docket No. 090414-WU, In re: Application for staff-assisted rate case in Polk County by Pinecrest Ranches, Inc.

approved the transfer of Certificate No. 588-W from Pinecrest Ranches, Inc. to Pinecrest Utilities, LLC, and established rate base for transfer purposes.⁶

CURRENT AND PRELIMINARY RATES AND CHARGES

Staff has compiled the following rates and charges for the purpose of discussion at the customer meeting. These rates are preliminary and subject to change based on information gathered at the customer meeting, further staff review, and the final decision by the Commission. The Utility's current, and staff's preliminary rates and charges, are as follows:

⁶ See Order No. PSC-12-0475-PAA-WU, issued September 18, 2012, in Docket No. 110311-WU, <u>In re: Application</u> for transfer of Certificate No. 588-W from Pinecrest Ranches, Inc., in Polk County, to Pinecrest Utilities, LLC.

	UTILIFY'S EXISTING RATES	STAFF PRELIMINARY RECOMMENDED RATES
Residential and General Service		,
Base Facility Charge by Meter Size:		
5/8"X3/4"	\$14.45	\$14.61
3/4"	\$21.68	\$21.92
1"	\$36,13	\$36.53
1-1/2"	\$72.25	\$73.05
2"	\$115.60	\$116.88
3"	\$231.20	\$233.76
4"	\$361.25	\$365.25
6"	\$722.50	\$730.50
Residential and General Service Gallonage Charge		
Per 1,000 Gallons	\$4.35	\$4.74
<u>Typical Residential 5/8" x 3/4" Meter Bill</u> <u>Comparison</u>		
3,000 Gallons		
5,000 Gallons		
10,000 Gallons		
	\$27.50	\$28.83
	\$36.20	\$38.31
	\$57.95	\$62.01

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STAFF REPORTS AND UTILITY APPLICATION

The results of staff's preliminary investigation are contained in a staff report dated April 1, 2013. Copies of the report may be examined by interested members of the public from 9:00 a.m. to 3:00 p.m., Monday through Friday at the following location:

1902 Barton Park Road Unit#201 Aurburndale, FL 33840

PROCEDURES AFTER CUSTOMER MEETING

After the customer meeting, Commission staff will prepare a recommendation which is tentatively scheduled to be submitted to the Commission on June 6, 2013. The Commission will then vote on staff's recommendation at its June 18, 2013 Commission Conference. The Commission will thereafter issue a proposed agency action (PAA) order containing rates which may be different from those contained in staff's final recommendation. Substantially affected persons have 21 days from the date that the PAA order is issued to protest the Commission's PAA order. Five to ten customers or persons who attend the meeting, and who wish to receive a copy of the recommendation and the order should so indicate at the meeting. Those individuals are expected to distribute the information in the recommendation and the order to other customers. Anyone who is unable to attend and who wishes to obtain a copy of the recommendation or the order may do so in writing to the Commission at the address at the end of this notice.

HOW TO CONTACT THE COMMISSION

Written comments regarding the Utility and the proposed rates, and requests to be placed on the mailing list for this case, may be directed to this address:

Director, Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

All correspondence should refer to "Docket No. 120269-WU, Pinecrest Utilities, LLC" If you wish to contact the Commission regarding complaints about service, you may call the Commission's Office of Consumer Assistance and Outreach at the following toll-free number: 1-800-342-3552. This notice was prepared by Commission staff for distribution by the Utility to its customers.