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STATE OF FLORIDA



DIVISION OF ENGINEERING
TOM BALLINGER
DIRECTOR
(850) 413-6910

Public Service Commission

January 12, 2015

VIA CERTIFIED AND U.S. MAIL

Holiday Gardens Utilities, LLC
ATTN: Michael Smallridge, Manager
3336 Grand Blvd., Suite #102
Holiday, FL 34690

Re: Docket No. 140176-WU - Application for approval of transfer of Certificate No. 116-W from Holiday Gardens Utilities, Inc. to Holiday Gardens Utilities, LLC, in Pasco County.

Dear Mr. Smallridge:

On October 7, 2014, you were notified of eight deficiencies in your application for the above-described certificate transfer. At that time, you were also asked to provide additional information regarding the street lighting charge imposed by the utility. The deadline to provide this information was November 5, 2014.

On November 10, 2014, you provided a written response with regard to Deficiency No. 2. No other responses for Deficiencies No. 1, the filing fee of \$1,500, or Deficiencies Nos. 3-8 were provided nor did you provide any information with regard to the street lighting charge.

Sections 367.121(1) and 350.117(1), Florida Statutes, and Rule 25-30.110(2), F.A.C., require that you respond to all Commission data requests. **Please pay the filing fee and provide the information necessary to complete your application by January 22, 2015. Failure to pay the filing fee and provide the information necessary to correct these deficiencies will result in our recommendation to deny your application for approval of the transfer of Certificate No. 116-W. Please be further advised that should your application for transfer of Certificate No. 116-W be denied, we will evaluate whether Docket No. 140177-WU, the staff assisted rate case for Holiday Gardens Utilities, LLC, should be closed. No refund of the filing fee would be made if Docket No. 140177-WU is ultimately closed.**

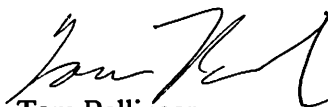
Mr. Michael Smallridge

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January 12, 2015

Attached for your convenience is a copy of the October 7, 2014, letter with an updated notification list. Should you have any questions concerning the information in this letter, please contact Suzanne Brownless by e-mail SBrownle@psc.state.fl.us or by phone (850) 413-6218 for legal questions. For technical questions, you may contact Phillip Ellis by e-mail Pellis@psc.state.fl.us or by phone at (850) 413-6626.

Sincerely,



Tom Ballinger,
Director

TB:poe:tj

Enclosures

cc: Division of Accounting and Finance (Brown, Norris)
Division of Economics (Daniel)
Division of Engineering (Ellis, Vickery)
Office of General Counsel (Brownless)
Office of Industry Development & Market Analysis (Roberts, Dowds)
Division of Commission Clerk (Docket No. 140176-WU)

ATTACHMENTS

COMMISSIONERS:
ART GRAHAM, CHAIRMAN
LISA POLAK EDGAR
RONALD A. BRISÉ
EDUARDO E. BALBIS
JULIE I. BROWN

STATE OF FLORIDA



DIVISION OF ENGINEERING
TOM BALLINGER
DIRECTOR
(850) 413-6910

Public Service Commission

October 7, 2014

Holiday Gardens Utilities, LLC
Attn: Michael Smallridge, Manager
1902 Barton Park Rd. #201
Auburndale, FL 33823

Re: Docket No. 140176-WU - Application for approval of transfer of Certificate No. 116-W from Holiday Gardens Utilities, Inc. to Holiday Gardens Utilities, LLC, in Pasco County.

Dear Mr. Smallridge:

The above-referenced application has been received and reviewed by Commission staff. Please complete the following deficiencies and provide the requested additional information to clarify the application.

Deficiencies

- 1) Application Fee.** Rule 25-30.020(2)(c), F.A.C., requires that an application fee be paid for an application for authority to transfer filed pursuant to Section 367.071, Florida Statutes (F.S.). Staff has determined that an application fee of \$1,500 is due for this application. Please remit your payment to the Commission's Division of Administrative and IT Services, referencing the docket number. A failure to pay the application fee may result in this docket being closed.
- 2) Utilities Owned by Buyer.** Rule 25-30.037(2)(f), F.A.C., requires the application list the names and locations of any other water or wastewater utilities owned by the buyer. Although the Utility indicated that it owns other water or wastewater utilities, staff notes that these utilities may not be owned by the Buyer, Holiday Gardens Utilities, LLC. Please provide information regarding the relationship between the two companies listed and the buyer.
- 3) Purchase Price.** Rule 25-30.037(2)(g)(1), F.A.C., requires that the contract for sale include the purchase price and terms of payment. While the contract specifies the combined purchase price and terms of payment for Crestridge Utility Corporation and Holiday Gardens Utilities, Inc., it does not indicate how the purchase price is allocated or assigned to each utility. Please provide the dollar amount paid for each water system separately.
- 4) Assets and Liabilities.** Rule 25-30.037(2)(g)(2), F.A.C., requires a list of and the dollar amount of the assets purchased and liabilities assumed or not assumed, including those of nonregulated operations or entities. Please provide a list of the specific assets and liabilities including the dollar amounts allocated to each.

- 5) **Public Interest.** Rule 25-30.037(2)(j), F.A.C., requires a "statement indicating how the transfer is in the public interest, including a summary of the buyer's experience in water or wastewater utility operations, a showing of the buyer's financial ability to provide service, and a statement that the buyer will fulfill the commitments, obligations and representations of the seller with regard to utility matters." Exhibit 1 to the Application contains a statement regarding the buyer's experience in the water and wastewater utility industry. However, Exhibit 1 does not contain a showing of the buyer's financial ability to provide service. Please provide a showing of the buyer's financial ability to provide service, such as a recent personal financial statement showing the buyer's assets and liabilities.
- 6) **Financial Statements.** Rule 25-30.037(2)(k), F.A.C., requires a list of all entities upon which the applicant is relying to provide funding to the buyer, and an explanation of the manner and amount of such funding, which shall include their financial statements and copies of any financial agreements with the Utility. In its Application, the Utility provided the statement "N/A." Please provide current financial statements of any person or entity with an ownership interest greater than 10 percent.
- 7) **Tariffs.** Rule 25-30.037(2)(s), F.A.C., requires the original and two copies of sample tariff sheets reflecting the change in ownership. The sample tariff sheets provided in the application are insufficient as this time. The utility will need to update all pages in its water tariffs to reflect the change in ownership if the transfer application is approved. Please provide an **original and two copies** of the utility's complete water and wastewater tariffs reflecting the change in ownership.

- 8) **Notice of Application and Legal Description.** Section 367.045(1)(a), Florida Statutes, and Rule 25-30.030, F.A.C., require the utility to provide notice of its application for transfer. The legal description was not included in the application. Staff suggests that the utility use the following previously approved legal description.

In Township 26 South, Range . 16 East, Pasco County.

Section 29: Commence at the Southwest corner of said Section 29 for a Point of Beginning. thence run North 0 degrees 07 minutes 03 seconds East 1668.59 feet; thence South 89 degrees 40 minutes 50 seconds East 2642.58 feet; thence South 0 degrees 02 minutes 15 seconds West 667.08 feet; thence North 89 degrees 41 minutes 18 seconds West 440.58 feet; thence South 0 degrees 03 minutes 03 seconds West 832.70 feet; thence North 89 degrees 42 minutes 02 seconds West 280 feet; thence South 0 degrees 03 minutes 03 seconds West 168 feet; thence North 89 degrees 42 minutes 02 seconds West 100 feet; thence North 0 degrees 03 minutes 03 seconds East 168 feet; thence North 89 degrees 42 minutes .02 seconds West 501.55 feet; thence North 0 degrees 04 minutes 39 seconds East 832.88 feet; thence North 89 degrees 41 minutes 18 seconds West 440.58 feet; thence South 0 degrees 05 minutes 27 seconds West 1000.97 feet; thence North 89 degrees 42 minutes 02 seconds West 881.63 feet to the Point of Beginning.

And

Pasco County

A portion of the Southwest Quarter of Section 29, Township 26 South, Range 16 East, Pasco County, Florida being more particularly described as follows:

Commencing at the SE corner of the SW quarter of said Section 29 for a Point of Beginning, run North 89° 42' 02" West along said section line 1322.44 feet, thence North 00° 00' 39" East 168.00 feet to a point on the boundary of the present territory served; thence the following said boundary in successive courses and distances as follows:

South 89° 42' 02" East 501.55 feet;
South 00° 03" West 168.00 feet;
South 89° 42' 02" East 100.00 feet;
North 00° 03" East 168.00 feet;
South 89° 42' 02" East 280.00 feet;
North 00° 03" East 832.07 feet;
South 89° 42' 18" East 440.58 feet;

Thence departing boundary of said present territory served; South 00° 02' 15" West 1000.61 feet returning to the Point of Beginning.

And

The Southeast Quarter of Section 30, Township 26 South, Range 16 East: From the Southeast Quarter of said section 30, also the Point of Beginning; run along the Southerly line of said section west 879 feet; thence North 1165 feet; thence East 879 feet; thence South 1165 feet returning to the Point of Beginning.

A sample notice and list of parties to be noticed is attached for your reference. Please feel free to provide a draft notice to staff to review prior to mailing in order to ensure that the notice complies with the Commission's noticing rules. Upon completion of the noticing

requirements, please provide the 3 required affidavits of noticing referenced as late-filed Exhibits 7 through 9 in the utility's application.

Additional Information

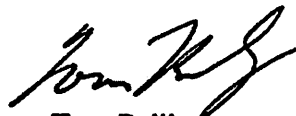
- 1) **Lighting Charge.** According to the Utility 2013 annual report, the income statement shows the Utility is charging for street lighting.
 - a. Please state which electric utility provides the electricity for the street lighting.
 - b. Please provide a copy of the street lighting electric bills to the Utility from the electric provider for the most recent 12-month period;
 - c. Please explain why the Utility is charging its customers for street lighting.
 - d. Please provide invoices, by month, associated with the cost of providing street lighting for the utility customers for the most recent 12-month period.

The original and four copies of the response to the information requested in this letter should be filed with the Commission on or before November 5, 2014. When filing the response, please be sure to refer to the docket number and to direct the response to:

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

Should you have any questions concerning the information in this letter, please contact Suzanne Brownless at SBrownle@psc.state.fl.us or (850) 413-6218 for legal questions. For technical questions, you may contact Phillip Ellis at Pellis@psc.state.fl.us or by phone at (850) 413-6626.

Sincerely,



Tom Ballinger
Director

TB:poe
Enclosure

cc: Division of Accounting and Finance (Brown, Norris)
Division of Economics (Roberts)
Division of Engineering (Ellis, Vickery)
Office of General Counsel (Brownless)
Division of Commission Clerk (Docket No. 140176-WU)

SAMPLE PUBLICATION / LEGAL NOTICE FOR:

APPLICATION FOR TRANSFER OF CERTIFICATE

(Section 367.071, Florida Statutes)

LEGAL NOTICE

Notice is hereby given on _____ (Date) _____, pursuant to Section 367.071, Florida Statutes, of the application for a transfer of Water Certificate No. _____ and/or Wastewater Certificate No. _____ held by _____ (Name of Utility) from _____ (Name of Seller) _____ to _____ (Name of Buyer) _____, providing service to the following described territory in _____ (County) _____, Florida.

(Insert a brief description of the area proposed to be served. Use the Survey of Public Lands method (township, range, section, and quarter section) if possible, or a metes and bounds description, and also the subdivision or project name. The description should NOT refer to land grants or plat books, but may use geographic boundaries (i.e., road right-of-ways, railroads, rivers, creeks, etc.). The object is to make the description as brief, but as accurate as possible.)

Any objection to the said application must be made in writing and filed with the Director, Division of Records and Reporting, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within thirty (30) days from the date of this notice. At the same time, a copy of said objection should be mailed to the applicant whose address is set forth below. The objection must state the grounds for the objection with particularity.

(Utility name and address)

**LIST OF WATER AND WASTEWATER UTILITIES IN PASCO COUNTY
(VALID FOR 60 DAYS)
01/09/2015 - 03/09/2015**

<u>UTILITY NAME</u>	<u>PASCO COUNTY</u>	<u>MANAGER</u>
ALLEN LAFORTUNE AND OTIS FONDER (WU556) 36645 SUNSHINE ROAD ZEPHYRHILLS, FL 33541-1182		ALLEN LAFORTUNE (813) 782-6929
CRESTRIDGE UTILITY CORPORATION (WU049) 4804 MILE STRETCH DRIVE HOLIDAY, FL 34690-4358		JUDY RIVETTE (727) 937-6275
HOLIDAY GARDENS UTILITIES, INC. (WU109) 4804 MILE STRETCH DRIVE HOLIDAY, FL 34690-4358		JUDY RIVETTE (727) 937-6275
HOMETOWN CANADA UTILITY, INC. (WS958) % WEST COAST MOBILE HOME PARKS, INC. 881 SNEATH LANE, SUITE 110 SAN BRUNO, CA 94066-2412		GRATIO TSANG (604) 850-3278
HV UTILITY SYSTEMS, L.L.C. (SU866) C/O EQUITY LIFESTYLE PROPERTIES, INC. TWO NORTH RIVERSIDE PLAZA, SUITE 800 CHICAGO, IL 60606-2682		CHRISTOPHER (CHRIS) RAGNI (312) 79-1842
HV UTILITY SYSTEMS, L.L.C. (WU947) C/O EQUITY LIFESTYLE PROPERTIES, INC. TWO NORTH RIVERSIDE PLAZA, SUITE 800 CHICAGO, IL 60606-2682		CHRISTOPHER (CHRIS) RAGNI (312) 279-1842
L W V UTILITIES, INC. (WU135) 7552 CONGRESS STREET, SUITE 3 NEW PORT RICHEY, FL 34653-1106		JAMES C. WEEKS, TRUSTEE (727) 849-9389
LABRADOR UTILITIES, INC. (WS851) 200 WEATHERSFIELD AVENUE ALTAMONTE SPRINGS, FL 32714-4027		PATRICK C. FLYNN (407) 869-1919
NI FLORIDA, LLC (SU915) 10913 METRONOME DRIVE HOUSTON, TX 77043-2201		MARSHA RULE (850) 681-6788
ORANGELAND WATER SUPPLY (WU179) 2109 OVERVIEW DRIVE NEW PORT RICHEY, FL 34655-4131		FRED J. SNELL (727) 372-8330
ORANGWOOD LAKES SERVICES, INC. (WS180) 7602 CONGRESS STREET, SUITE 4 NEW PORT RICHEY, FL 34653-1107		ALFRED G. HEILER (727) 849-9555

**LIST OF WATER AND WASTEWATER UTILITIES IN PASCO COUNTY
(VALID FOR 60 DAYS)
01/09/2015 - 03/09/2015**

UTILITY NAME

MANAGER

PASCO COUNTY

UTILITIES, INC. OF FLORIDA (WU372)
200 WEATHERSFIELD AVENUE
ALTAMONTE SPRINGS, FL 32714-4027

PATRICK C. FLYNN
(407) 869-1919 EXT 1359

UTILITIES, INC. OF FLORIDA (SU640)
200 WEATHERSFIELD AVENUE
ALTAMONTE SPRINGS, FL 32714-4027

PATRICK C. FLYNN
(407) 869-1919 EXT 1359

**LIST OF WATER AND WASTEWATER UTILITIES IN PASCO COUNTY
(VALID FOR 60 DAYS)
01/09/2015 - 03/09/2015**

UTILITY NAME

MANAGER

GOVERNMENTAL AGENCIES

CLERK, BOARD OF COUNTY COMMISSIONERS, PASCO COUNTY
14236 6TH STREET, SUITE 201
DADE CITY, FL 33523-3411

DEP SOUTHWEST DISTRICT
13051 N. TELECOM PARKWAY
TEMPLE TERRACE, FL 33637-0926

MAYOR, CITY OF DADE CITY
P. O. BOX 1355
DADE CITY, FL 33526-1355

MAYOR, CITY OF NEW PORT RICHEY
5919 MAIN STREET
NEW PORT RICHEY, FL 34652

MAYOR, CITY OF PORT RICHEY
ATTN: CITY CLERK
6333 RIDGE ROAD
PORT RICHEY, FL 33668-6746

MAYOR, CITY OF SAN ANTONIO
32819 PENNSYLVANIA AVENUE
P. O. BOX 75
SAN ANTONIO, FL 33576-0075

MAYOR, CITY OF ST. LEO
P. O. BOX 2479
ST. LEO, FL 33574-2479

MAYOR, CITY OF ZEPHYRHILLS
5335 8TH STREET
ZEPHYRHILLS, FL 33540-5133

MIKE WELLS, PASCO COUNTY PROPERTY APPRAISER
14236 6TH STREET, SUITE 101
P. O. BOX 401
DADE CITY, FL 33526-0401

PASCO COUNTY ADMIN., 7530 LITTLE ROAD
PUBLIC WORKS UTILITY BUILDING
NEW PORT RICHEY, FL 34654

S.W. FLORIDA WATER MANAGEMENT DISTRICT
2379 BROAD STREET
BROOKSVILLE, FL 34609-6899

**LIST OF WATER AND WASTEWATER UTILITIES IN PASCO COUNTY
(VALID FOR 60 DAYS)
01/09/2015 - 03/09/2015**

UTILITY NAME

MANAGER

GOVERNMENTAL AGENCIES

TAMPA BAY REGIONAL PLANNING COUNCIL
4000 GATEWAY CENTRE BLVD., SUITE 100
PINELLAS PARK, FL 33782

**LIST OF WATER AND WASTEWATER UTILITIES IN PASCO COUNTY
(VALID FOR 60 DAYS)
01/09/2015 - 03/09/2015**

UTILITY NAME

STATE OFFICIALS

MANAGER

OFFICE OF PUBLIC COUNSEL
111 WEST MADISON STREET
SUITE 812
TALLAHASSEE, FL 32399-1400

OFFICE OF COMMISSION CLERK
FLORIDA PUBLIC SERVICE COMMISSION
2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FL 32399-0850