

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Petition for) DOCKET NO. 950319-WU
acknowledgement of corporate) ORDER NO. PSC-95-0578-FOF-WU
reorganization by The Peoples) ISSUED: May 9, 1995
Water Service Company in)
Escambia County)
_____)

The following Commissioners participated in the disposition of this matter:

SUSAN F. CLARK, Chairman
J. TERRY DEASON
JOE GARCIA
JULIA L. JOHNSON
DIANE K. KIESLING

ORDER ACKNOWLEDGING CORPORATE REORGANIZATION

BY THE COMMISSION:

The Peoples Water Service Company (Peoples) is a Maryland corporation which has operated a Class A water facility in Escambia County since 1937. Peoples' authority to operate the utility under Commission jurisdiction was grandfathered pursuant to Certificate No. 543-WU, issued August 25, 1992. Peoples' Escambia County facility is the Warrington Plant which currently serves 8,008 residential customers, 1,893 commercial, government and irrigation customers and 30 fire systems in Pensacola, Florida. According to the 1993 annual report filed with the Commission, the utility's annual revenues are \$3,090,689 and its net operating income is \$454,776.

By letter dated November 10, 1994, Peoples contacted us concerning its intention to create a subsidiary corporation, The Peoples Water Company of Florida, Inc. The Florida operation, known as the Warrington Plant, is currently a division of Peoples (attachment 1). Peoples is proposing to convert the division to a corporate subsidiary (attachment 2). The subsidiary will issue its own stock which will be wholly owned by Peoples.

Peoples states that the purpose of the reorganization is to protect the assets of the individual corporations from claims against each other, as well as to simplify accounting and financial reporting.

DOCUMENT NUMBER-DATE
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The Florida corporation will be wholly owned by Peoples and Peoples' officers and members of its board of directors will serve in the same capacity for the Florida Corporation. Therefore, upon consideration, we find that this reorganization does not rise to the level of a transfer of certificate or change in majority organizational control as contemplated by Section 367.071, Florida Statutes. Peoples' name shall remain on the certificate since ultimate control and responsibility are still retained by the parent corporation in Maryland. The rates and charges for the customers of Peoples will not be affected by the reorganization nor will the reorganization affect the utility's management, operations, and customer service.

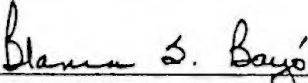
Accordingly, based on the above facts, we hereby acknowledge this reorganization. Since no further action is necessary, this docket shall be closed.

Based on the foregoing, it is, therefore,

ORDERED by the Florida Public Service Commission that the corporate reorganization by The Peoples Water Service Company to create The Peoples Water Service Company of Florida, Inc. is hereby acknowledged. It is further

ORDERED that Docket No. 950319-WU is hereby closed.

By ORDER of the Florida Public Service Commission, this 9th day of May, 1995.



BLANCA S. BAYÓ, Director
Division of Records and Reporting

(S E A L)

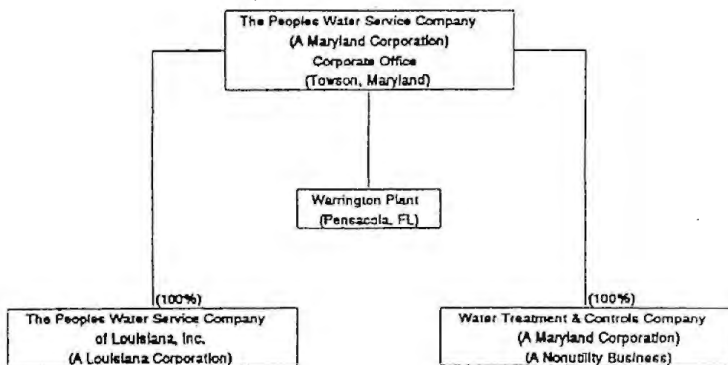
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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

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 and/or wastewater 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 Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900 (a), Florida Rules of Appellate Procedure.

THE PEOPLES WATER SERVICE COMPANY AND SUBSIDIARIES
ORGANIZATIONAL CHART



THE PEOPLES WATER SERVICE COMPANY

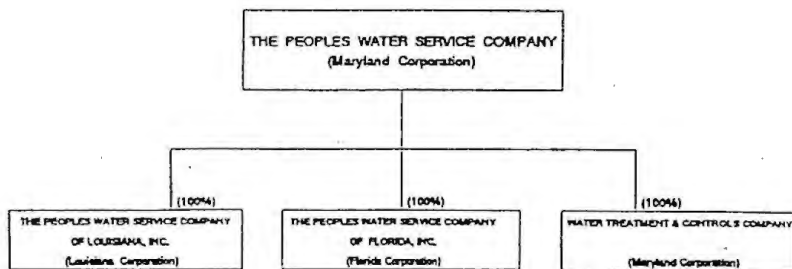
DIRECTORS

Charles C. Fenwick
Nicholas Fetsch Jr.
Charles B. Gillet Jr.
Ira-Louise Gillet
Sherlock S. Gillet
Sherlock S. Gillet Jr.
Gerald H. Mason
Roger D. Redden

OFFICERS

Sherlock S. Gillet, President
Sherlock S. Gillet Jr., First Vice President
Charles B. Gillet Jr., Vice President
Ira-Louise Gillet, Vice President
Gerald H. Mason, Secretary-Treasurer
Sherlock S. Gillet Jr., Assistant Secretary

THE PEOPLES WATER SERVICE COMPANY AND SUBSIDIARIES
PROPOSED ORGANIZATIONAL CHART



THE PEOPLES WATER SERVICE COMPANY OF FLORIDA, INC.

DIRECTORS

Sherlock S. Gillet
Sherlock S. Gillet Jr.
Gerald H. Matson

OFFICERS

Sherlock S. Gillet, President
Sherlock S. Gillet Jr., Vice President
Gerald H. Matson, Secretary-Treasurer
Sherlock S. Gillet Jr., Assistant Secretary