State of Florida

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



DIVISION OF LEGAL SERVICES NOREEN S. DAVIS DIRECTOR (904) 413-6199

Public Service Commission

June 18, 1996

Mr. F. Marshall Deterding, Esquire Rose, Sundstrom & Bentley 2548 Blairstone Pines Drive Tallahassee, Florida 32301

> Docket No. 960133-WE - Application for staff-assisted rate case in Lec County by MHC-DeAnza Financing Limited Partnership d/b/a Buccaneer Water Company

Dear Mr. Deterding:

This will confirm that Commission Staff will hold a customer meeting at 6:00 p.m. on Wednesday, July 17, 1996. The meeting will be located at Buccaneer Estates, 2210 North Tamiami Trail, North Ft. Myers, Florida. We ask that, if at all possible, you or another knowledgeable representative of the utility attend the meeting in order to answer customer questions.

The original customer meeting notice is enclosed. Please note that the date has been left blank so that you can fill in the date that the notice is sent to the customers. The customers must have at least fourteen days' notice of the meeting, calculated from the day that they receive the notice. Please furnish me with a copy of the notice, as reproduced at the time it is distributed to your customers, together with a cover letter indicating the exact date(s) on which the notice was mailed or otherwise delivered to the customers.

Two copies of the engineering report dated May 13, 1996, and the account	ng report
dated June 12, 1996 are enclosed. Please ensure that a copy of the complete Aj	pplication
for Staff Assistance and the reports are available for review by all interested person	ons at the
Buccaneer Estates located at 2210 North Tamiami Trail, North Ft. Myers, Florid	la, during
its regular hours (9:00 a.m. to 4:00 p.m.) Monday through Friday.	20
	Q.

ITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BLVD • TALLAHASSEE, FL 32399-0850 Internet E-mail: CONTACT@PSC.STATE.FL.US

THAT Affirmative Action/Equal Opportunity Employer

Mr. F. Marshall Deterding Page Two

Please do not hesitate to call me if you have any questions.

Sincerely,

Raj K. Agarwal Staff Counsel

RKA/dp

Enclosures

cc: Office of Public Counsel

Division of Consumer Affairs

Division of Records and Reporting

Division of Water and Wastewater (Okome, Bethea, Rieger)

Hearing Reporter Public Information BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

NOTICE OF CUSTOMER MEETING

TO THE CUSTOMERS OF

MCH-DEANZA FINANCING LIMITED PARTNERSHIP D/B/A BUCCANEER WATER COMPANY

AND

ALL OTHER INTERESTED PERSONS

RE: DOCKET NO. 960133-WU

APPLICATION FOR STAFF-ASSISTED RATE CASE IN LEE COUNTY BY MHC-DEANZA FINANCING LIMITED PARTNERSHIP D/B/A BUCCANEER WATER COMPANY

DATED:	

NOTICE is hereby given that the Staff of the Florida Public Service Commission will conduct a customer meeting to discuss the application of MHC-DeAnza Financing Limited Partnership d/b/a Buccaneer Water Company for a staff-assisted rate case in Lee County. The meeting will be held at the following time and place:

6:00 p.m., Wednesday, July 17, 1996 Buccaneer Estates 2210 North Tamiami Trail North Ft. Myers, Florida

All persons who wish to testify are urged to be present at the beginning of the meeting, since the meeting may be adjourned early if no customers are present.

Any person requiring some accommodation at this hearing because of a physical impairment should call the Division of Records and Reporting at (904) 413-6770 at least five calendar days prior to the hearing. Any person who is hearing or speech impaired should contact the Florida Public Service Commission by using the Florida Relay Service, which can be reached at 1-800-955-8771 (TDD).

PURPOSE

The purpose of this meeting is to give customers and other interested persons an opportunity to offer sworn testimony regarding the quality of service the utility provides and to ask questions and comment on Staff's preliminary rates included in this notice as well as other issues. Staff members will answer

NOTICE OF CUSTOMER MEETING DOCKET NO. 960133-WU PAGE 2

questions to the extent possible. A representative from the utility has also been invited to respond to questions.

Any person who wishes to comment or provide information to Staff may do so at the meeting, orally or in writing. Written comments may also be sent to the Commission at the address given at the end of this notice.

BACKGROUND

Buccaneer Water Company, is a Class C water utility located in Lee County. It provides water service to approximately 967 residential customers and 12 general service customers.

The test period for setting rates is the historical average twelve month period ended December 31, 1995. According to the Staff audit and preliminary analysis, the utility's test year revenues are \$174,223. The test year operating expenses were \$207,425. This results in a net operating loss of \$33,202.

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 Commissioners. The utility's current and Staff's preliminary rates and charges are as follows:

WATER

MONTHLY RATES

RESIDENTIAL AND GENERAL SERVICE

Base Facility Charge Meter Size	Current Rates	Staff's Preliminary Rates
5/8" x 3/4"	\$ 3.77	\$ 8.55
3/4"	5.66	12.82
1"	9.43	21.36
1 1/2"	18.88	42.73
2 "	30.18	68.36
3"	60.37	136.72
4"	94.33	213.63
6 "	188.68	427.26
Consumption Charge		
Per 1,000 gallons	\$ 3.96	\$ 3.66

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MISCELLANEOUS SERVICE CHARGES

No change has been recommended for the utility's existing miscellaneous service charges.

SERVICE AVAILABILITY CHARGES

The utility's tariff contains a service availability charge of \$55.00. The service area is built-out and there are no plans for plant expansion. Therefore, Staff is recommending no charges to the existing service availability charges at this time.

STAFF REPORTS AND UTILITY APPLICATION

The results of Staff's preliminary investigation are contained in an accounting report dated June 12, 1996, and in an engineering report dated May 13, 1996. Copies of the reports may be examined by interested members of the public from 8:30 a.m. through 4:30 p.m. Monday through Friday at Buccaneer Estates, 2210 North Tamiami Trail, North Ft. Myers, Florida.

PROCEDURES AFTER CUSTOMER MEETING

After the meeting, Staff will prepare and submit a recommendation to the Commission. The Commission will thereafter issue a proposed agency action order containing rates which may be different from those contained in Staff's final recommendation. Five to ten customers or persons who attend the meeting and who wish to receive a copy of the recommendation and the order may so indicate at the meeting. Those individuals are expected to distribute the information in the recommendation and the order to other customers and interested persons. Anyone who is unable to attend and who wishes to obtain a copy of the recommendation or the order may do so by 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, Division of Records and Reporting Florida Public Service Commission 2530 Shumard Oak Boulevard Tallahassee, Florida 32399-0870

All correspondence should refer to "Docket No. 960133-WU - Application of MHC-DeAnza Financing Limited Partnership d/b/a

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Buccaneer Water Company for staff-assisted rate case in Lee County."

If you wish to contact the Commission regarding complaints about service, you may call the Commission's Division of Consumer Affairs at the following toll-free number: 1-800-342-3552.

This notice was prepared by the Commission Staff for distribution by the utility to its customers.