

COMMISSIONERS:  
LISA POLAK EDGAR, CHAIRMAN  
MATTHEW M. CARTER II  
KATRINA J. MCMURRIAN

STATE OF FLORIDA



TIMOTHY DEVLIN, DIRECTOR  
DIVISION OF ECONOMIC REGULATION  
(850) 413-6900

ORIGINAL

Public Service Commission

May 4, 2007

Mr. Eric Glidden  
Useppa Island Utility, Inc.  
P.O. Box 640  
Bokeelia, FL 33922

**Re: Application for staff-assisted rate case by Useppa Island Utility, Inc., Docket No. 060575-WS**

Dear Mr. Glidden:

On April 10, 2007, the Commission voted on staff's recommendation dated March 29, 2007. A Proposed Agency Action (PAA) order was issued on May 1, 2007. If no protests are filed by the end of the protest period, which is 21 days from the date that the PAA order is issued, the rates and charges approved by this Commission will become final. However, the utility must submit revised tariff pages for staff's approval before the utility can implement new rates.

To expedite the tariff revision process, the utility should file all revised tariff pages by May 14, 2007, to allow staff sufficient time to verify the accuracy of the revised pages. Enclosed are examples of revised tariffs for this utility. Although staff has prepared revised tariffs for this utility, it is the utility's responsibility to make sure all tariffs submitted to the Commission are complete and accurate.

A copy of the staff-approved customer notice informing the utility's customers of the Commission's approved increase is also enclosed. This notice must be mailed to customers of receipt prior to consumption at the increased rates.

Please mail the revised tariff pages and a copy of the customer notice with the date it was mailed to customers to:

Mr. Troy Rendell  
Division of Economic Regulation  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

DOCUMENT NUMBER - DATE

03776 MAY -4 20

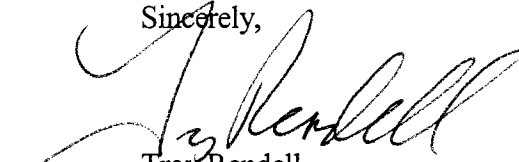
FPSC-COMMISSION CLERK

Mr. Eric Glidden  
Page 2  
May 4, 2007

Enclosed is a copy of accumulated plant, depreciation, CIAC and amortization of CIAC schedules reflecting year end balances at June 30, 2006. The Commission approved these balances for rate setting purposes in this case. Once the protest period expires and a consummating order is issued, please reconcile your books with the Commission approved accumulated balances shown on the enclosed schedules.

If you have any questions, please contact Sam Merta at (850) 413-6427.

Sincerely,



Troy Rendell  
Public Utilities Supervisor

TR:sm

cc: Division of Economic Regulation (Merta)  
Office of the General Counsel (Jaeger)  
Division of Commission Clerk and Administrative Services (060575-WS)

NAME OF COMPANY: USEPPA ISLAND UTILITIES, INC.

WATER TARIFF

GENERAL SERVICE

RATE SCHEDULE GS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service to all customers for which no other schedule applies.

LIMITATIONS - Subject to all of the Rules and Regulations of this Tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

RATE -

<u>Meter Size</u>	<u>Base Facility Charge</u>
5/8" x 3/4"	\$35.24
3/4"	\$52.86
1"	\$88.10
1 1/2"	\$176.20
2"	\$281.92
3"	\$563.84
4"	\$881.00
6"	\$1,762.00
8"	\$2,819.20

Gallonage Charge  
Per 1,000 Gallons \$6.33

MINIMUM CHARGE - Base Facility Charge

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days, written notice is mailed to the customer separate and apart from any other bill; service may then be discontinued.

EFFECTIVE DATE - May 23, 2007

TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE

NAME OF COMPANY: USEPPA ISLAND UTILITIES, INC.

WATER TARIFF

RESIDENTIAL SERVICE

RATE SCHEDULE RS

- AVAILABILITY - Available throughout the area served by the Company.
- APPLICABILITY - For Water service for all purposes in private residences and individually metered apartment units.
- LIMITATIONS - Subject to all of the Rules and Regulations of this Tariff and General Rules and Regulations of the Commission.
- BILLING PERIOD - Monthly
- RATE -
- | <u>Meter Size</u> | <u>Base Facility Charge</u> |
|-------------------|-----------------------------|
| 5/8" x 3/4"       | \$35.24                     |
| 3/4"              | \$52.86                     |
| 1"                | \$88.10                     |
| 1 1/2"            | \$176.20                    |
| 2"                | \$281.92                    |
| 3"                | \$563.84                    |
| 4"                | \$881.00                    |
| 6"                | \$1,762.00                  |
| 8"                | \$2,819.20                  |
- Gallonge Charge Per 1,000 Gallons
- |             |        |
|-------------|--------|
| All gallons | \$6.33 |
|-------------|--------|
- MINIMUM CHARGE - Base Facility Charge
- TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days, written notice is mailed to the customer separate and apart from any other bill; service may then be discontinued.
- EFFECTIVE DATE - May 23, 2007
- TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE

NAME OF COMPANY: USEPPA ISLAND UTILITIES, INC.

WATER TARIFF

FIRE PROTECTION SERVICE

RATE SCHEDULE PFPS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service for purposes of private fire protection.

LIMITATIONS - Subject to all of the Rules and Regulations of this Tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

RATE -

<u>Line Size</u>	<u>Monthly Rate Per PFPS Connection</u>
2"	\$23.49
3"	\$46.99

Gallonage Charge  
Per 1,000 Gallons                      None

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days, written notice is mailed to the customer separate and apart from any other bill; service may then be discontinued.

EFFECTIVE DATE - May 23, 2007

TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE

NAME OF COMPANY USEPPA ISLAND UTILITIES, INC.

WATER TARIFF

MISCELLANEOUS SERVICE CHARGES

The Company may charge the following miscellaneous service charges in accordance with the terms stated herein. If both water and wastewater services are provided, only a single charge is appropriate unless circumstances beyond the control of the Company require multiple actions.

INITIAL CONNECTION - This charge may be levied for service initiation at a location where service did not exist previously.

NORMAL RECONNECTION - This charge may be levied for transfer of service to a new Customer account at a previously served location or reconnection of service subsequent to a Customer requested disconnection.

VIOLATION RECONNECTION - This charge may be levied prior to reconnection of an existing Customer after disconnection of service for cause according to Rule 25-30.320(2), Florida Administrative Code, including a delinquency in bill payment.

PREMISES VISIT - This charge may be levied when a service representative visits a premises for the purpose of discontinuing service for nonpayment of a due and collectible bill and does not discontinue service because the Customer pays the service representative or otherwise makes satisfactory arrangements to pay the bill or when a service representative visits a premises at the customer's request for complaint resolution and the problem is found to be the customer's responsibility.

Schedule of Miscellaneous Service Charges

	<u>Normal Hrs.</u>	<u>After Hrs.</u>
Initial Connection Fee	\$ <u>22.00</u>	<u>N/A</u>
Normal Reconnection Fee	\$ <u>22.00</u>	\$ <u>44.00</u>
Violation Reconnection Fee	\$ <u>22.00</u>	\$ <u>44.00</u>
Premises Visit	\$ <u>22.00</u>	\$ <u>44.00</u>

EFFECTIVE DATE - May 23, 2007

TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE

NAME OF COMPANY USEPPA ISLAND UTILITIES, INC.

WASTEWATER TARIFF

GENERAL SERVICE

RATE SCHEDULE GS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For wastewater service to all customers for which no other schedule applies.

LIMITATIONS - Subject to all of the Rules and Regulations of this tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

<u>RATE</u> -	<u>Meter Size</u>	<u>Base Facility Charge</u>
	5/8" x 3/4"	\$45.13
	3/4"	\$67.69
	1"	\$112.82
	1 1/2"	\$225.65
	2"	\$361.04
	3"	\$722.08
	4"	\$1,128.24
	6"	\$2,256.49
	8"	\$3,610.40
	<u>Gallage Charge</u>	
	Per 1,000 Gallons	\$14.17

MINIMUM CHARGE - Base Facility Charge

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days, written notice is mailed to the customer separate and apart from any other bill; service may then be discontinued.

EFFECTIVE DATE - May 23, 2007

TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE

NAME OF COMPANY USEPPA ISLAND UTILITIES, INC.

WASTEWATER TARIFF

RESIDENTIAL SERVICE

RATE SCHEDULE RS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For wastewater service for all purposes in private residences and individually metered apartment units.

LIMITATIONS - Subject to all of the Rules and Regulations of this Tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

RATE - Base Facility Charge

All Meter Sizes	\$45.13
-----------------	---------

Gallonage Charge

Per 1,000 gallons (6,000 Gallon Cap)	
1 – 6,000 Gallons	\$11.81

MINIMUM CHARGE - Base Facility Charge

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days, written notice is mailed to the customer separate and apart from any other bill; service may then be discontinued.

EFFECTIVE DATE - May 23, 2007

TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE



NAME OF COMPANY USEPPA ISLAND UTILITIES, INC.

WASTEWATER TARIFF

MISCELLANEOUS SERVICE CHARGES

The Company may charge the following miscellaneous service charges in accordance with the terms stated herein. If both water and wastewater services are provided, only a single charge is appropriate unless circumstances beyond the control of the Company require multiple actions.

INITIAL CONNECTION - This charge may be levied for service initiation at a location where service did not exist previously.

NORMAL RECONNECTION - This charge may be levied for transfer of service to a new Customer account at a previously served location or reconnection of service subsequent to a Customer requested disconnection.

VIOLATION RECONNECTION - This charge may be levied prior to reconnection of an existing Customer after disconnection of service for cause according to Rule 25-30.320(2), Florida Administrative Code, including a delinquency in bill payment.

PREMISES VISIT - This charge may be levied when a service representative visits a premises for the purpose of discontinuing service for nonpayment of a due and collectible bill and does not discontinue service because the Customer pays the service representative or otherwise makes satisfactory arrangements to pay the bill or when a service representative visits a premises at the customer's request for complaint resolution and the problem is found to be the customer's responsibility.

Schedule of Miscellaneous Service Charges

	<u>Normal Hrs.</u>	<u>After Hrs.</u>
Initial Connection Fee	\$ <u>22.00</u>	<u>N/A</u>
Normal Reconnection Fee	\$ <u>22.00</u>	<u>\$44.00</u>
Violation Reconnection Fee	\$ <u>Actual Cost (1)</u>	<u>\$ Actual Cost(1)</u>
Premises Visit	\$ <u>22.00</u>	<u>\$44.00</u>

(1) Actual Cost is equal to the total cost incurred for services.

EFFECTIVE DATE - May 23, 2007

TYPE OF FILING - 2006 SARC

Vincent Formosa  
ISSUING OFFICER

President  
TITLE

**NOTICE**

**TO CUSTOMERS OF USEPPA ISLAND UTILITIES, INC.**

**AND ALL OTHER INTERESTED PERSONS**

NOTICE TO CUSTOMERS OF APPROVAL OF RATE INCREASE DATED \_\_\_\_\_

DOCKET NO: 060575-WS

Notice is hereby given that a Proposed Agency Action (PAA) Order was issued May 1, 2007, approving a decrease in water and an increase in wastewater rates and charges, and miscellaneous service charges for Useppa Island Utilities, Inc. (Useppa or utility). If there is no protest to the PAA Order within 21 days, the rates and charges will be approved as final rates and charges and become effective for service rendered on or after May 23, 2007. If there is a timely protest, the approved rates and charges may become effective as temporary rates upon the Commission Staff's approval of the appropriate security. The schedule of the Commission approved rates is as follows:

**Monthly Rates – Water**

	<u>UTILITY'S EXISTING RATES</u>	<u>COMMISSION APPROVED RATES</u>
<b><u>RESIDENTIAL AND GENERAL SERVICE</u></b>		
<u>Base Facility Charge by Meter Size*</u>		
5/8"X3/4"	\$39.26	\$35.24
3/4"	58.89	\$52.86
1"	98.15	\$88.10
1-1/2"	196.29	\$176.20
2"	314.06	\$281.92
3"	628.15	\$563.84
4"	981.49	\$881.00
6"	1,962.96	\$1,762.00
8"	N/A	\$2,819.20
 <b><u>GALLONAGE CHARGE (per 1,000 Gallons)</u></b>		
All Gallons	\$7.05	\$6.33
 <b><u>FIRE PROTECTION SERVICE</u></b>		
<u>Base Facility Charge</u>		
2"	N/A	\$23.49
3"	N/A	\$46.99
4"	N/A	N/A
6"	N/A	N/A
8"	N/A	N/A

### Monthly Rates - Wastewater

	<u>UTILITY'S EXISTING RATES</u>	<u>COMMISSION APPROVED RATES</u>
<b><u>RESIDENTIAL SERVICE</u></b>		
Base Facility Charge All Meter Sizes	\$28.96	\$45.13
Gallage Charge		
Per 1,000 Gallons (6000 Gallon Cap)		
1 – 6,000 Gallons	\$7.39	\$11.81
<b><u>GENERAL SERVICE</u></b>		
Base Facility Charge by Meter Size: *		
5/8"X3/4"	28.96	\$45.13
3/4"	43.44	\$67.69
1"	72.40	\$112.82
1-1/2"	144.80	\$225.65
2"	231.68	\$361.04
3"	463.36	\$722.08
4"	723.99	\$1,128.24
6"	1,447.97	\$2,256.49
8"	N/A	\$3,610.40
Gallage Charge Per 1,000 Gallons	8.87	\$14.17

### Water Miscellaneous Service Charges

	<u>Current Charges</u>		<u>Commission Approved</u>	
	<u>Normal Hrs</u>	<u>After Hrs</u>	<u>Normal Hrs</u>	<u>After Hrs</u>
Initial Connection	\$15	N/A	\$22	N/A
Normal Reconnection	\$15	N/A	\$22	\$44
Violation Reconnection	\$15	N/A	\$22	\$44
Premises Visit (in lieu of disconnection)	\$10	N/A	N/A	N/A
Premises Visit	N/A	N/A	\$22	\$44

### Wastewater Miscellaneous Service Charges

	<u>Current Charges</u>		<u>Commission Approved</u>	
	<u>Normal Hrs</u>	<u>After Hrs</u>	<u>Normal Hrs</u>	<u>After Hrs</u>
Initial Connection	\$15	N/A	\$22	N/A
Normal Reconnection	\$15	N/A	\$22	\$44
Violation Reconnection	Actual Cost	N/A	Actual Cost	Actual Cost
Premises Visit (in lieu of disconnection)	\$10	N/A	N/A	N/A
Premises Visit	N/A	N/A	\$22	\$44

Definition of each charge is provided for clarification:

Initial Connection - This charge may be levied for service initiation at a location where service did not exist previously.

Normal Reconnection - This charge may be levied for transfer of service to a new Customer account at a previously served location or reconnection of service subsequent to a Customer requested disconnection.

Violation Reconnection - This charge may be levied prior to reconnection of an existing Customer after disconnection of service for cause according to Rule 25-30.320(2), Florida Administrative Code, including a delinquency in bill payment.

Premises Visit - This charge may be levied when a service representative visits a premises for the purpose of discontinuing service for nonpayment of a due and collectible bill and does not discontinue service because the Customer pays the service representative or otherwise makes satisfactory arrangements to pay the bill or when a service representative visits a premises at the customer's request for complaint resolution and the problem is found to be the customer's responsibility.

The rates shall be effective for service rendered on or after the Commission's stamped approval date of the revised tariff sheets provided the customers have received notice.

If the effective date of the new rates falls within a regular billing cycle, the initial bills at the new rate may be prorated. The old charge shall be prorated based on the number of days in the billing cycle before the effective date of the new rates. The new charge shall be prorated based on the number of days in the billing cycle on or after the effective date of the new rates. In no event shall the rates be effective for service rendered prior to the stamped approval date.

The miscellaneous service charges shall be effective for connections made on or after the Commission's stamped approval date on the tariff sheets provided customers have received notice.

If you have any questions about your bill, please call the utility at (239) 283-1061.

DOCKET NO. 060575-WS  
Commission Approved Balances for year end June 30, 2006

Depr. Rate Per Rule			Debit	Credit	Credit	Debit
			PLANT	ACCUM. DEPR.	CIAC PLANT	CIAC ACCUM. DEPR.
ACCOUNT	25-30.140	DESCRIPTION	6/30/2006	6/30/2006	6/30/2006	6/30/2006
		WATER				
304	3.70%	Structures & Improvements	2,640	1,779		
304	3.70%	Structures & Improvements CIAC	30,482	30,152	30,482	30,152
307	3.70%	Wells	45,271	31,872		
307	3.70%	Wells CIAC	5,928	5,837	5,928	5,837
309	3.13%	Supply Mains	0	0		
310	5.88%	Power Generation Equipment	0	0		
311	5.88%	Pumping Equipment	22,899	7,108		
320	5.88%	Water Treatment Equipment	146,624	114,174		
320.2	20.00%	(WTE) Membranes	12,300	8,950		
320	5.88%	Water Treatment Equip. CIAC	14,042	(6,849)	14,042	(6,849)
330	3.03%	Dist. Reservoirs & Standpipes	161,779	23,722		
331	2.63%	Trans & Dist. Mains	2,634	487		
331	2.63%	Trans & Dist. Mains CIAC	61,074	41,401	61,074	41,401
333	2.86%	Services	365	230		
333	2.86%	Services CIAC	2,655	2,073	2,655	2,073
334	5.88%	Meters and installation CIAC	1,481	1,537	1,481	1,537
334	5.88%	Meters and installation	32,295	21,378		
334	5.88%	Flow Meters	0	0		
335	2.50%	Hydrants	0	0		
339	5.00%	Miscellaneous Equipment	1,640	442		
341	16.67%	Trans. Equipment	800	800		
343	6.67%	Tools Shop and Garage Equip.	756	252		
344	6.67%	Laboratory Equipment	777	311		
348	10.00%	Other Tangible Plant	0	0		
			546,442	285,655	115,662	74,151
		Land	\$10,463		\$10,463	
		Cash CIAC @ 6/30/06				99,545
		Composite Amortization of Cash CIAC 6/30/06			99,545	

Depr. Rate Per Rule			Debit	Credit	Credit	Debit
			PLANT	ACCUM. DEPR.	CIAC PLANT	CIAC ACCUM. DEPR.
ACCOUNT	25-30.140	DESCRIPTION	12/31/2005	12/31/2005	12/31/2005	12/31/2005
		WASTEWATER				
354	3.70%	Structures & Improvements	182,672	47,234		
354	3.70%	Structures & Improvements CIAC	13,354	12,586	13,354	12,586
355	5.88%	Power Generation Equipment	12,301	4,340		
360	3.70%	Collection Sewers Force	70,813	38,665		
360	3.70%	Collection Sewers Force CIAC	47,939	43,092	47,939	43,092
361	2.50%	Collection Sewers Gravity	377	122		
363	2.86%	Services to Customers	0	0		
370	4.00%	Receiving Wells	22,255	18,411		
370	4.00%	Receiving Wells CIAC	40,526	40,305	40,526	40,305
380	6.67%	Treatment Disposal	11,896	10,836		
380	6.67%	Treatment Disposal CIAC	30,481	34,606	30,481	34,606
389	6.67%	Other Plant and Misc. Equipment	13,727	3,212		
390	6.67%	Office Equipment & Furniture	0	0		
391	16.67%	Transportation Equipment	1,200	1,200		
393	6.67%	Tools Shop and Garage Equip.	0	0		
395	10.00%	Power Operated Equipment	0	0		
398	10.00%	Other Tangible Plant	0	0		
			447,541	254,609	132,300	130,589
		Land	\$3,487		\$3,487	
		Cash CIAC @ 6/30/06				94,400
		Composite Amortization of Cash CIAC 6/30/06			83,760	