



September 23, 2013

By Federal Express

Ms. Ann Cole  
Division of the Commission Clerk  
and Administrative Services  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

RECEIVED-FPSC  
13 SEP 25 AM 11:22  
COMMISSION  
CLERK

Re: Continental Utility, Inc.  
Notice of Intent to Increase Water and Wastewater Rates Based on 2013 Index Adjustment

Dear Ms. Cole:

On behalf of our client, Continental Utility Company, Inc., please accept this letter as Notice of Intent to increase water and wastewater rates under the applicable provisions of the Index Provisions Section 367.081(4)(c), F.S. I have enclosed an original and six copies of the accounting schedules showing calculation of the 2013 indexed increase.

In addition, I have enclosed a copy of the Affirmation and Statement of Quality of Service, and one copy of the proposed customer notice.

Continental Utility, Inc. does not have any active written complaints, corrective orders, consent orders, or outstanding citations with the Department of Environmental Regulation or County Health Department.

Should you have questions regarding this notice of intent or the enclosed documents, please contact me.

Very truly yours,

Anthony Q. De Santis  
CJN&W CPAs

COM	Enclosures
AFD	2 cc: Tina Downs w/enclosures
APA	1
ECO	1
ENG	1
GCL	1
IDM	1
TEL	1
CLK	1

AFFIRMATION

I, Debra Egger, hereby affirm that the figures and calculations upon which the change in rates is based are accurate and that the change will not cause Continental Utility, Inc. to exceed the range of its last authorized rate of return on equity, which is 10.97 percent.

I, the undersigned/officer of the above-named utility, have read the foregoing and declare that, to the best of my knowledge and belief, the information contained in this Application is true and correct.

This Affirmation is made pursuant to my request for a 2013 price index rate increase in conformance with Section 367.081(4)(c), Florida Statutes.

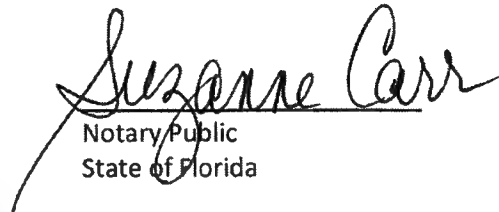
Further, I am aware that pursuant to Section 837.06, Florida Statutes, whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree.



Debra Egger  
President

Sworn to and subscribed before me this 23<sup>rd</sup> day of September 2013 by Debra Egger, who is personally known to me or who has produced \_\_\_\_\_ as identification.

My Commission Expires: 6/27/2016



Notary Public  
State of Florida

SUZANNE CARR  
Printed Name

**STATEMENT OF QUALITY OF SERVICE**

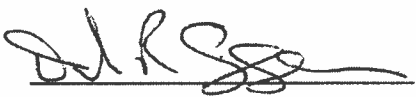
Pursuant to Rule 25-30.420(2)(h) and (i), Florida Administrative Code,

Continental Utility, Inc.

[ X ] does not have any active written complaints, corrective orders, consent orders, or outstanding citations with the Department of Environmental Protection (DEP) or the County Health Departments.

[ ] does have the attached active written complaint(s), corrective order(s), consent order(s), or outstanding citation(s) with the DEP or the County Health Department(s). The attachment(s) includes the specific system(s) involved with DEP permit number and the nature of the active complaint, corrective order, consent order, or outstanding citation.

This statement is intended such that the Florida Public Service Commission can make a determination of quality of service to Section 367.081(4)(a), Florida Statutes, and Rule 25-30.420(4)(a), Florida Administrative Code.

Name:   
Title: President  
Telephone Number: (352) 748-0100  
Fax Number: \_\_\_\_\_  
Date: 9/20/2013

## NOTICE TO CUSTOMERS

Under the provisions of Section 367.081(4) (a), Florida Statutes investor-owned water and sewer utilities are permitted to adjust their rates annually based on inflation to its customers without those customers bearing the additional expense of a public hearing. These adjustments in rates depend on increases or decreases in non-controllable expenses subject to inflationary pressures such as chemicals, and other general operation and maintenance costs.

On September 23, 2013, Continental Utility, Inc., filed its Notice of Intention with the Florida Public Service Commission to increase water and wastewater rates in Sumter County pursuant to this Statute. The filing is subject to review by the Commission Staff for accuracy and completeness. Water and private fire protection rates will increase by 1.28% and wastewater rates will increase by 0.69%. These rates should be reflected on your bill for service rendered on and after November 22, 2013.

If you have any questions, please contact the local utility office. Be sure to have your account number handy for quick response.

CONTINENTAL UTILITY, INC.  
50 Continental Blvd.  
Wildwood, FL 34785

CONTINENTAL UTILITY, 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

<u>RATE</u>	<u>Meter Size</u>	<u>Base Facility Charge</u>
	5/8 X 3/4"	\$ 12.09
	1"	30.27
	1 1/2 "	60.52
	2"	96.84
	3"	193.70
	4"	302.64
	6"	605.32

GALLONAGE CHARGE (Per 1,000 Gallons) \$ 1.85

MINIMUM CHARGE Applicable Base Facility Charge, per month.

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 NOVEMBER 17, 2013

TYPE OF FILING 2013 PRICE INDEX ADJUSTMENT

Debra Egger  
ISSUING OFFICER  
President  
TITLE

CONTINENTAL UTILITY, 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

<u>RATE</u>	<u>Meter Size</u>	<u>Base Facility Charge</u>
	5/8 X 3/4"	\$ 12.09
	1"	30.27
	1 1/2 "	60.52
	2"	96.84
	3"	193.70
	4"	302.64
	6"	605.32

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EFFECTIVE DATE NOVEMBER 17, 2013

TYPE OF FILING 2013 PRICE INDEX ADJUSTMENT

Debra Egger  
ISSUING OFFICER  
President  
TITLE

CONTINENTAL UTILITY, INC.  
WATER TARIFF

FIRE PROTECTION CHARGES

RATE SCHEDULE RS

AVAILABILITY Available throughout the area served by the Company.

APPLICABILITY For all private fire protection systems connected to the Utility that benefit an individual property or complex.

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

BILLING PERIOD - Monthly

RATE PRIVATE FIRE CONNECTION:

2.0" Connection	\$ 32.28
3.0" Connection	64.57
4.0" Connection	100.87
6.0" Connection	201.79

MINIMUM CHARGE Applicable Charge per month.

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 NOVEMBER 17, 2013

TYPE OF FILING 2013 PRICE INDEX ADJUSTMENT

Debra Egger  
ISSUING OFFICER  
President  
TITLE

CONTINENTAL UTILITY, 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"	\$ 10.19
	1"	25.48
	1 1/2 "	50.94
	2"	81.53
	3"	163.06
	4"	254.76
	6"	509.62

GALLONAGE CHARGE (Per 1,000 Gallons) \$ 3.69

MINIMUM CHARGE Applicable Base Facility Charge, per month.

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 NOVEMBER 17, 2013

TYPE OF FILING 2013 INDEX ADJUSTMENT

Debra Egger  
ISSUING OFFICER  
President  
TITLE



CONTINENTAL UTILITY, INC  
WASTEWATER TARIFF

RESIDENTIAL SERVICE

WATER

<u>AVAILABILITY</u>	Available throughout the area served by the Company.	
<u>APPLICABILITY</u>	For wastewater service to all customers for which no other schedule applies.	
<u>LIMITATIONS</u>	Subject to all of the Rules and Regulations of this Tariff and General Rules and Regulations of the Commission.	
<u>BILLING PERIOD</u> -	Monthly	
<u>RATE</u>	<u>Meter Size</u>	<u>Base Facility Charge</u>
	5/8 X 3/4"	\$ 10.19
<u>GALLONAGE CHARGE</u>	(Per 1,000 Gallons) (Maximum 6,000 Gallons)	\$ 3.09
<u>MINIMUM CHARGE</u>	Applicable Base Facility Charge, per month.	
<u>TERMS OF PAYMENT</u>	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.	
<u>EFFECTIVE DATE</u>	NOVEMBER 17, 2013	
<u>TYPE OF FILING</u>	2013 PRICE INDEX ADJUSTMENT	

Debra Egger  
ISSUING OFFICER  
President  
TITLE

**Continental Utility, Inc.**  
**2013 Index Adjustment**  
**Year Ended December 31, 2012**  
**September 23, 2013**

Continental Utility, Inc.  
2013 Index Adjustment  
Year Ended December 31, 2012

Line No.		<u>Water</u>	<u>Sewer</u>
1	<u>Index Adjustment</u>		
2	2012 operation and maintenance (O&M) expense	\$ 226,990	\$ 127,367
3	Less: Purchased power	(37,656)	(21,182)
4	2012 O&M expense to be indexed	189,334	106,185
5	2013 Price Deflator Index	1.63%	1.63%
6	Indexed increase in revenue	<u>3,086</u>	<u>1,731</u>
7	Divide by Regulatory Assessment Fee expansion factor	<u>0.955</u>	<u>0.955</u>
8	Total increase in revenue	<u>\$ 3,231</u>	<u>\$ 1,813</u>
9	Divide by 2012 Actual revenues (1)	<u>\$ 253,021</u>	<u>\$ 262,696</u>
10	Total increase adjustment factor	<u>1.28%</u>	<u>0.69%</u>

11 Notes: (1) Continental Utility last increased its rates per the 2012 Index Adjustment  
12 effective December 29, 2012

13 (2) The applicable DEP ID Nos. and CUP Nos. are as follows:  
14 Water - DEP ID No. 660-2058; CUP No. 202622.04  
15 Sewer - DEP ID No. FLA043699

Continental Utility, Inc.  
 Schedule of Present and Proposed Rates  
 Year Ended December 31, 2012

Line No.		Monthly		
		Present Rates	Index Increase	Proposed Rates
1	<u>Water</u>			
2	<u>Water ( 1.28% increase )</u>			
3	<u>Residential and General Service</u>			
4	Base facility charge			
5	5/8" x 3/4"	\$ 11.94	\$ 0.15	\$ 12.09
6	1"	29.89	0.38	30.27
7	1 1/2"	59.76	0.76	60.52
8	2"	95.62	1.22	96.84
9	3"	191.25	2.45	193.70
10	4"	298.82	3.82	302.64
11	6"	597.67	7.65	605.32
12	Gallonage Charge per 1,000 gallons	1.83	0.02	1.85
13	<u>Private Fire Protection</u>			
14	Base facility charge			
15	2"	31.87	0.41	32.28
16	3"	63.75	0.82	64.57
17	4"	99.60	1.27	100.87
18	6"	199.24	2.55	201.79
19	<u>Sewer</u>			
20	<u>Sewer ( 0.69% increase )</u>			
21	<u>Residential</u>			
22	Base facility charge			
23	All meter sizes	10.12	0.07	10.19
24	Gallonage Charge per 1,000 gallons (Maximum 6,000 gallons)	3.07	0.02	3.09
25	<u>General Service</u>			
26	Base facility charge			
27	5/8" x 3/4"	10.12	0.07	10.19
28	1"	25.31	0.17	25.48
29	1 1/2"	50.59	0.35	50.94
30	2"	80.97	0.56	81.53
31	3"	161.94	1.12	163.06
32	4"	253.01	1.75	254.76
33	6"	506.13	3.49	509.62
34	Gallonage Charge per 1,000 gallons	3.66	0.03	3.69