FILED 3/15/2019 DOCUMENT NO. 03124-2019 FPSC - COMMISSION CLERK

STATE OF FLORIDA

COMMISSIONERS: ART GRAHAM, CHAIRMAN JULIE I. BROWN DONALD J. POLMANN GARY F. CLARK ANDREW GILES FAY



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

Public Service Commission

March 15, 2019

Mr. Al Heiler Orangewood Lakes Services, Inc. 7602 Congress St. New Port Richey, FL 34653 Al@floridacommunities.com VIA EMAIL & US MAIL

Re: Docket No. 20190050 - WS - Application for transfer of water and wastewater facilities to City of New Port Richey, and cancellation of Certificate Nos. 315-W and 260-S, by Orangewood Lakes Services, Inc.

Dear Mr. Heiler:

Staff has reviewed Orangewood Lakes Services, Inc.'s (Orangewood) application for transfer of water facilities to the City of New Port Richey, and cancellation of Certificate Nos. 315-W and 260-S. After reviewing this information we find the application to be deficient. The specific deficiencies are identified as:

- The transfer has not occurred. Pursuant to Rule 25-30.038(2)(d), Florida Administrative Code (F.A.C.), each applicant for acknowledgement of the transfer shall file a copy of the contract or other document transferring the utility system to the governmental authority. Orangewood's application included a copy of an unsigned agreement. The City of New Port Richey has not purchased the Orangewood Lakes Utility.
- 2. Annual Report. Pursuant to Rule 25-30.110(3), F.A.C., each utility shall file with the Commission annual reports on forms prescribed by the Commission. The obligation to file an annual report for any year shall apply to any utility which is subject to this Commission's jurisdiction as of December 31 of that year. Our records indicate that Orangewood has not filed an annual report for 2018. The deadline to file the annual report for 2018 with the Commission is March 31, 2019.
- 3. Regulatory Assessment Fees (RAFs).
 - a. Pursuant to Rule 25-30.120(1), F.A.C., as applicable and as provided in Section 350.113, Florida Statutes, each utility shall remit a fee based upon its gross operating revenue. This fee shall be referred to as a regulatory assessment fee. Each utility shall pay RAFs in the amount of 0.045 of its gross revenues derived from intrastate business.

- b. According to Rule 25-30.120(2), F.A.C., the obligation to remit the RAFs for any year shall apply to any utility that is subject to this Commission's jurisdiction on or before December 31 of that year or for any part of that year.
- c. Pursuant to Rule 25-30.038(g), F.A.C., the applicant should provide a statement regarding the disposition of any outstanding RAFs, fines or refunds owed. Our records indicate that Orangewood has filed RAFs up to December 31, 2017. The RAFs for 2018 and for the period from January 1, 2019, to the transfer date, have not been received.

We will be unable to proceed with the transfer process until the deficiencies identified in this letter have been corrected. The corrections should be submitted as soon as possible, but no later than **April 18, 2019**, to the following address:

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 feel free to contact me by phone at (850) 413-6226 or email lsalvado@psc.state.fl.us for technical questions, or Ms. Tony Joy McCoy, Public Utility Analyst, at (850) 413-6532 or email lmccoy@psc.state.fl.us for questions related to the RAFs. Please include the docket number on all submissions to the Commission Clerk.

Sincerely,

Luis Salvador, P.E.
Engineering Specialist
Division of Engineering

Florida Public Service Commission

LS/jp

cc: Office of Commission Clerk (Docket No. 20190050-WS)