RE : DOCKET NO. 910671-WU: REQUEST FOR EXEMPTION FROM FLORIDA PUBLIC SERVICE COMMISSION REGULATION FOR PROVISION OF WATER SERVICE IN MONROE COUNTY BY BOUNTY FISHERIES, LTD.

Please find below the EXEMPTION CHECKLIST completed for the above referenced docket.

After reviewing the documentation provided, I recommend that an administrative order be issued within thirty days indicating the exempt status of the applicant. If any further information is needed, please contact me as soon as possible.

## EXEMPTION CHECKLIST

## FILING DATE: JUNE 11, 1991

TYPE OF EXEMPTION REQUESTED: RESELLER OF WATER Section 367.022(8). Florida Statutes

ACK \_\_\_\_\_ I. NAME OF APPLICANT SYSTEM: BOUNTY FISHERIES, LTD., D/B/A

APP \_\_\_\_\_ PHYSICAL ADDRESS/LOCATION OF APPLICANT SYSTEM: 5300 MacDonald

CAF \_\_\_\_\_ Avenue: Stock Island. FL 33040 (Street, City, State, Zip Code)

EAG \_\_\_\_ COUNTY: MONROE

AFA -

CTR \_\_\_\_

OPG ....

LEG \_\_\_\_\_ MAKE OF SYSTEM OWNER: RAYMOND VANYO, SR.

LIN MAILING ADDRESS OF APPLICANT (IF DIFFERENT FROM ABOVE) :

BOUNTY FISHERIES LIMITED; P.O. BOX 2396; KEY WEST, FLORIDA

BOOUMENT NUMBER DATE

10660 00186 88

FREG RECORDE / REPORTING

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> NAME OF PRIMARY CONTACT PERSON, ADDRESS AND PHONE NO.: Mr. Raymond Vanyo. Jr.: Bounty Fisheries Limited: P.O. Box 2396: Key West. Florida 33040: (305) 296-2930

- II. LEGAL STATUS OF APPLICANT SYSTEM: Limited Partnership (Corporation, sole proprietorship, partnership, etc.)
- III. PHYSICAL DESCRIPTION OF SYSTEM: WATER Yes WASTEWATER NA

NO. OF LOTS: CURRENTLY <u>65</u> ULTIMATELY <u>65</u>

DESCRIPTION OF CUSTOMERS: RENTAL CUSTOMERS (MOBILE HOME

CUSTOMERS)

(All residents or homeowners, tenants, etc.)

- IV. Indicate in the space provided the documentation supplied by the applicant in support of its request for exemption:
  - (A) An <u>affidavit</u> from the owner/developer of the <u>YES</u> system setting out the statutory and factual basis for the exemption. <u>(All exemption requests must</u> include an affidavit.)
  - (B) Section 367.022(5): Lease agreement showing <u>NA</u> no specific charge for water and/or sewer service in the lot rent.

NA

- (C) Section 367.022(6): Document showing the capacity of the system. For a sewer system the capacity of both the treatment and disposal facilities is necessary.
- (D) Section 367.022(8): Name of utility providing YES service to the reseller, that utility's current rates and charges, an explanation of the reseller's proposed method of billing customers, separately for water, and a schedule showing that the amount billed will not exceed the amount paid for water.

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V. Does the request suggest possible "non-jurisdictional" status because the entity is not a utility pursuant to the definition in Section 367.021(3), Florida Statutes?

NA

- VI. Who did you call, when and why did you call, and did you receive all the information you requested? <u>Staff has</u> <u>contacted Mr. and Mrs. Raymond Vanyo. Jr. numerous times</u> <u>regarding the application.</u>
- VII. Discussion of justification for exemption including description of information contained in affidavit and additional documentation reviewed in support of exemption:

Bounty Fisheries, Ltd. owns the Overseas Trailer Park, which is provided water from the Florida Keys Aqueduct Authority (Authority) through two master meters. The company has submetered each mobile home lot and resells the water to the tenants of the mobile home park at metered rates. Staff first learned about the company reselling water in its request for a wastewater exemption (Docket No. 910231-SU). Docket No. 910231-SU was closed when the company withdrew the request. The wastewater in the mobile home park is treated by septic tanks.

At staff's request, the company filed this request for exemption for water service. The company has filed an affidavit that it will resell water service at a rate not exceeding its actual price, that it is aware of the requirement of Rule 25-30.111, Florida Administrative Code, and that the service area will be limited to Bounty Fisheries, Ltd. The company has filed the current water rate and the gallonage charge of the Authority. **Previously**, the company billed the tenants of the mobile home park using an inverted rate design. Customers were charged \$5.18/1,000 gallons for usage up to 12,000 gallons a month. All consumption over 12,000 gallons a month was billed at \$6.05/1,000 gallons. Using these rates, the company did not recover the total amount of its water bill from the Authority, which average approximately \$6.05/1,000 gallons. Therefore, Bounty Fisheries, Ltd. changed its method of billing on June 15, 1991. Now, the company calculates the customers bill by dividing the sum charged by the Authority (from the two incoming meters) by the gallonage used by the customers each month. This resulting rate is then multiplied by

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each customers individual usage to determine the bill. Staff believes that this method of billing is reasonable. Based on the above information, staff recommends granting an exemption for a reseller in Accordance with 367.022(8). An administrative order should be issued within thirty days indicating the exempt status of the applicant. If any further information is needed, please contact me as soon as possible.

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ACK \_\_\_\_\_\_ AFA \_\_\_\_\_ APP \_\_\_\_\_ CAF \_\_\_\_\_ CMU \_\_\_\_\_ CTR \_\_\_\_\_ EAG \_\_\_\_\_ LEG /\_\_\_\_ LIN \_\_\_\_\_ OPC \_\_\_\_\_ RCH \_\_\_\_\_ SEC /\_\_\_\_ WAS /\_\_\_\_ OTH \_\_\_\_\_