BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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In Re: Request for Exemption From Florida Public Service Commission Regulation for Provision of Water Service in Okaloosa County by MILLIGAN WATER SYSTEM, INC.) DOCKET NO. 930029-WU) ORDER NO. PSC-94-0066-FOF-WU) ISSUED: January 20, 1994

ORDER INDICATING THE EXEMPT STATUS OF MILLIGAN WATER SYSTEM, INC.

On January 6, 1993, Milligan Water System, Inc. (Milligan or utility) filed an application for exemption from Commission regulation pursuant to Section 367.022(7), Florida Statutes, as a non-profit corporation. Milligan's treatment plant is located at 1000 Highway #4, Milligan, Florida 32537. Ms. Janet C. Kelley, Route 3, Box 421, Baker Florida 32531 is the contact person. Mr. Martin W. Ellis, Vice President, filed the application on behalf of the applicant.

Milligan Water System is a non-profit member-owned corporation which was originally organized in 1970 to construct, maintain, and operate a water system to provide water service in Okaloosa county, Florida, to the service territory described in its application.

Milligan requested that it be found exempt pursuant to Section 367.022(7), Florida Statutes. Under this section, "[N]onprofit corporations, associations, or cooperatives" are exempt from Florida Public Service Commission regulation. In addition, Milligan filed its application in accordance with Rule 25-30.060 (3) (g), Florida Administrative Code. In order to fully comport with the statute and rule, Milligan Water System, Inc. amended its Articles of Incorporation to reflect that service was limited to members only.

In its application Milligan states that it is a nonprofit corporation, that it provides water service solely to its members who own and control it, and that it will provide its own billing. The service area is in Okaloosa County and the boundaries are specified in its application. Proof of ownership of the utility facilities was provided by a Warranty Deed.

In addition, the application form states that pursuant to Section 837.06, Florida Statues, anyone knowingly making a false statement in writing with the intent to mislead is guilty of a misdemeanor. By signing the application, Martin W. Ellis

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acknowledged that he is aware of Section 837.06, Florida Statutes, and the penalties for making false statements in the application.

Section 367.022(7), Florida Statutes, states that nonprofit corporations, associations, or cooperatives providing service solely to members who own and control such nonprofit entities are exempt from Commission regulation. Based upon the facts as represented, we find that Milligan Water System, Inc. is exempt from our regulation. However, should there be any change in circumstances of Milligan, a representative of the applicant must inform the Commission within thirty days of such change, so that we may determine whether exempt status is still appropriate.

Based on the foregoing, it is, therefore,

ORDERED by the Florida Public Service Commission that, based upon the facts as represented, Milligan Water System, Inc., c/o Ms. Janet Kelley, Route 3, P. O. Box 421, Baker, Florida 32531 is hereby exempt from Commission regulation pursuant to the terms of Section 367.022(7), Florida Statutes. It is further

ORDERED that should there be any change in the circumstances of Milligan Water System, Inc., a representative of the applicant shall inform the Commission within thirty days of such change so that we may reevaluate the applicant's exempt status. It is further

ORDERED that this docket is closed.

By ORDER of the Florida Public Service Commission, this 20th day of January, 1994.

STEVE TRIBBLE, Director Division of Records and Reporting

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of Records and Reporting within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Civil Procedure. The notice of appeal must be in the form specified in Rule 9.900 (a), Florida Rules of Appellate Procedure.