## State of Florida



## Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD TALLAHASSEE, FLORIDA 32399-0850

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(BAY

**DATE:** July 15, 1999

TO: DIRECTOR, DIVISION OF RECORDS AND REPORTING

- FROM: DIVISION OF WATER AND WASTEWATER (CHU)
- **RE:** DOCKET NO. 990763-WU TARIFF FILING BY FLORALINO PROPERTIES, INC. REQUESTING APPROVAL OF PREMISES VISIT CHARGE FOR VISITS REQUESTED BY CUSTOMERS IN PASCO COUNTY.

COUNTY: PASCO

AGENDA: 07/27/99 - REGULAR AGENDA - DECISION ON SUSPENSION OF CHARGES - INTERESTED PERSONS MAY PARTICIPATE

CRITICAL DATES: 60-DAY SUSPENSION DATE: AUGUST 12, 1999

SPECIAL INSTRUCTIONS: NONE

FILE NAME AND LOCATION: S:\PSC\WAW\WP\990763.RCM

## CASE BACKGROUND

Floralino Properties, Inc. (Floralino or utility) is a Class C water-only utility, providing service to approximately 730 customers in Pasco County. The utility's existing rates were approved in a staff-assisted rate case proceeding by Order No. PSC-95-0142-FOF-WU, issued January 31, 1995, in Docket No. 940558-WU. According to its 1997 Annual Report for the twelve months ended December 31, 1997, the utility recorded operating revenues of \$128,805 and operating expenses of \$127,313, resulting in operating income of \$1,492. The utility's service area consists of three subdivisions, Colonial Manor, Colonial Manor Annex, Eastwood Acres and Holiday Mall. The utility's service area is located in a water use caution area within the jurisdiction of the Southwest Florida Water Management District.

DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING

DOCKET NO. 990763-WU DATE: July 15, 1999

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On June 14, 1999, the utility filed the present application requesting approval of a premises visit charge for visits requested by customers in Pasco County DOCKET NO. 990763-WÜ DATE: July 15, 1999

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## DISCUSSION OF ISSUES

**ISSUE 1**: Should the utility's proposed tariff to collect a premises visit charge for visits requested by customers be suspended?

**<u>RECOMMENDATION</u>**: Yes, the utility's proposed tariff to collect a premises visit charge for visits requested by customers should be suspended pending further investigation by staff. (CHU, CROSSMAN)

**STAFF ANALYSIS:** Pursuant to Section 367.091(5), Florida Statutes, an application to establish, increase, or change a rate or charge must be accompanied by a cost justification. The Commission may withhold consent to the operation of any or all portions of the new rate schedules, by a vote to that effect within 60 days giving a reason or statement of good cause for withholding its consent.

Staff has reviewed the filing and has considered the utility's proposed changes. However, staff believes it is reasonable and necessary to require amplification and explanation of the proposals and to require production of corroborative information, if necessary. Therefore, staff is recommending that the utility's proposed tariff to collect a premises visit charge for visits requested by customers should be suspended.

DOCKET NO. 990763-WU DATE: July 15, 1999

**ISSUE 2:** Should this docket be closed?

**RECOMMENDATION:** No. This docket should remain open pending further investigation and recommendation on whether the tariff filing should be approved. (CROSSMAN)

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**STAFF ANALYSIS:** This docket should remain open in order for staff to conclude its investigation and for the Commission to decide whether to approve the tariff filing.