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Public Service Commission

April 30, 2015

Martin S. Friedman, Esq.
766 North Sun Drive
Suite 4030
Lake Mary, FL 32746

STAFF'S FOURTH DATA REQUEST
Via e-mail

Re: Docket No. 140174-WU - Application for approval of transfer of Certificate No. 117-W from Crestridge Utility Corporation to Crestridge Utilities, LLC, in Pasco County.

Docket No. 140176-WU - Application for approval of transfer of Certificate No. 116-W from Holiday Garden Utilities, Inc. to Holiday Gardens Utilities, LLC, in Pasco County.

Dear Mr. Friedman:

In response to our conversation of April 24th, Commission staff still needs the following information previously requested from Mr. Smallridge:

Staff's Second Data Request dated February 23, 2015, Nos. 1-3, 5, 6 –Crestridge and Holiday Gardens

1) Please provide copies of all bills that show what the Utility has billed its customers monthly during the period September 2013 through December 2014 for water service, garbage collection, and street lighting. In lieu of individual bills, the amount billed to each customer in spreadsheet form would be sufficient, provided it includes detailed information on the amount billed for each service: water service, garbage collection, and street lighting.

a) Please provide the total amount billed monthly to customers by category: water service, garbage collection, and street lighting during the period September 2013 through December 2014.

b) Please describe how the Utility determined the total amount to bill for street lighting to its customers, and how this amount was allocated among the individual customers during the period September 2013 through December 2014. If more than one method was utilized, please explain each and the reasons for any changes between methods.

2) Please provide a monthly comparison of the amounts billed to customers for street lighting service with the amount billed to the Utility by its street lighting provider. Duke Energy Florida during the period September 2013 through December 2014.

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Internet E-mail: contact@psc.state.fl.us

a) If the amount billed to customers is greater than the amount billed to the Utility by its street lighting provider, please explain this discrepancy.

3) Please provide a monthly comparison of the amounts billed to customers for garbage collection service with the amount billed to the Utility by its garbage collection provider during the period September 2013 through December 2014.

5) Certain information regarding Florida Utility Services 1, LLC's assets were previously provided to staff in response to a previous data request; however, the information did not include a balance sheet. Please provide a balance sheet for Florida Utility Services 1, LLC.

Staff's Third Data Request – March 4, 2015, No. 5b and c –Crestridge and Holiday Gardens

5) With regard to the line of credit that you referenced in the meeting with Commission staff on February 26, 2014:

- a) In whose name was this line of credit issued?
- b) Please provide the name and address of the bank issuing this line of credit.
- c) What is the amount of the line of credit and how much is left on the line of credit?
- d) Has this line of credit been used to purchase any capital or expense items for Crestridge Utilities, LLC/Holiday Gardens, LLC? If so, please describe the amount of credit expended for these items and the date credit was extended.

Mr. Smallridge provided answers to a and d but not to b and c. Please provide support documentation from the bank issuing the personal line of credit for all responses to Staff Third Data Request No. 5 a through c.

Staff is also requesting the following additional information:

Staff's Fourth Data Request – April 29, 2015 –Crestridge and Holiday Gardens

- 1) Please provide the personal tax returns for Michael A. Smallridge for the tax years 2011, 2012, 2013 and 2014.
- 2) Please provide all of the pages of the Statement of Financial Condition as of Dec. 31, 2014, provided in response to Staff's First Data Request No. 5.
- 3) Please provide the address of the "personal residence" referenced in the Statement of Financial Condition as of Dec. 31, 2014, provided in response to Staff's First Data Request No. 5.
- 4) Please provide the address(es) of and separate value(s) for all properties listed as "Real Estate – Investments" on the Statement of Financial Condition as of Dec. 31, 2014, provided in response to Staff's First Data Request No. 5.
- 5) If any of these properties are subject to a mortgage, please provide the current outstanding balance due for each property.

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- 6) As of April 29, 2015, please provide a list of the addresses of all properties in which Michael A. Smallridge is the trustee or holds any ownership share. For each such property please provide the fair market value and liabilities associated with each property.
- 7) Please provide Schedules A-G of the Statement of Financial Condition as of Dec. 31, 2014 provided in response to Staff's First Data Request No. 5..
- 8) Please provide tax returns for Florida Utility Services 1 LLC for the tax years 2011, 2012, 2013 and 2014.
- 9) Please list all water and wastewater utilities, regulated or not regulated by the Commission, in which as of April 29, 2015, Michael Smallridge has an ownership interest of more than 5%. For each utility listed please provide the name of, and the percent ownership interest held by, all persons or legal entities with an ownership share in the utilities.
- 10) For Crestridge only. Please provide documents demonstrating that the Department of Environmental Protection is satisfied with the utility's plan for resolving outstanding deficiencies Nos. 1 and 2 from the 2015 Sanitary Survey provided in your response to Staff's Third Data Request No. 4.

The original and four copies of the response to the information requested in this letter should be filed with the Commission on or before May 11, 2015. When filing the response, please be sure to refer to the docket numbers and to direct the response to:

Office of Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Should you have any questions or need any additional information regarding these requests, please contact Suzanne Brownless by e-mail at sbrownle@psc.state.fl.us or by phone at (850) 413-6218.

Very truly yours,

s/ Suzanne Brownless
Suzanne Brownless
Senior Attorney

cc: Division of Accounting and Finance (Bulecza-Banks, Brown, Norris)
Division of Engineering (Ellis)
Division of Commission Clerk