Angela Charles

From:	Angela Charles on behalf of Records Clerk
Sent:	Friday, December 23, 2016 4:20 PM
То:	'Bill Shallcross'
Cc:	kelly.jr@leg.state.fl.us; lconstantine@seminolecountyfl.gov;
	sayler.erik@leg.state.fl.us
Subject:	RE: Docket No. 160101 - WS
Attachments:	ULI questions commentary.doc

Good afternoon Mr. Shallcross:

We will be placing your comments below in parties' correspondence in Docket No. 160101-WS and forwarding your comments to the Office of Consumer Assistance and Outreach.

Sincerely,

Angela M. Charles Commission Deputy Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee FL 32399-0850 850-413-6826

From: Bill Shallcross [mailto:wshallcross@cfl.rr.com]
Sent: Friday, December 23, 2016 3:43 PM
To: Office of Commissioner Brisé; Office Of Commissioner Edgar; Office of Commissioner Brown; Office Of Commissioner Graham; Office of Commissioner Patronis
Cc: kelly.jr@leg.state.fl.us; Records Clerk; lconstantine@seminolecountyfl.gov; sayler.erik@leg.state.fl.us
Subject: RE: Docket No. 160101 - WS

Please indulge me again by reading the attached. Thank you. Bill

William Shallcross 551 Carlisle Ave. Altamonte Springs, Florida 32714 <u>wshallcross@cfl.rr.com</u> (M) 321-356-6400

William Shallcross Jr.

Via email

December 23, 2016

Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

Re: UIF Commentary and Questions PSC Docket 160101-WS

Dear Commissioners:

UFI rate increase request - Why so large a requested rate increase? Is the short-fall due to faulty UIF due diligence; or is something more at play?

Please forgive me if I slip and refer to Utilities, Inc. Florida (UIF) as Florida Water Services (FWS), a company I've had some unpleasant dealings with in the past (as a real estate developer). I've been doing this recently in part because the two companies are indistinguishable in their management philosophies – tight-fisted and being only about profit.

Our History

Today, Utilities, Inc. is backed by a private equity owner with extensive capital to fuel the company's continued growth. Utilities, Inc. has long believed that strong financial investment backing is the best approach for the company's solid operational stability and outstanding customer satisfaction. <u>http://www.uiwater.com/about_us/index.php</u>

I don't care to drill down into the finances of UIF. That's not my job; I have a job - dealing daily in a world of risk assessment/mitigation on very large investments. Despite my best efforts, sometimes deals don't perform as expected. But I do know that if I make a mistake, markets tank or we encounter unforeseen competition, I can't go to tenants and ask for higher rent, nor can I go to investors and ask for more money. At best a failed investment goes back to creditors and at worst - a cash call if a loan is personally secured. Apparently not the same with Florida utility companies. If more cash is needed, rather than ask investors, they shake-down their customers. Lucky them.

I don't trust UIF at all, and I don't like the way they do business. From time to time it takes me a while to decipher my monthly statement, and I'm pretty savvy about these things. As utility billing statements go, UIF's are especially unsophisticated and not customer friendly – see below. UIF Commentary and Questions PSC Docket 160101-WS December 23, 2016 P a g e | 2

Additionally, this month (November) there was no explanation for the bifurcated usage fees like, for instance, in an abundance of transparency: **THIS BILL REFLECTS A MID-MONTH [INTERIM] INCREASE IN RATES APPROVED BY PSC**. Better left unsaid?

And I don't like the fact that payments by mail go to a *Maine-based* processing company, (intentionally?) adding mailing delivery time. I ask how often UIF assesses late payment fees (and the amount of revenue this generates); the statistical *mode* of the length of delinquencies; and how often UIF turns off water for delinquency (and the amount of revenue re-connections generate), as opposed to other PSC regulated Florida water/wastewater utilities.

Exceptional Service

We consider customer service excellence one of our core competencies. Driven by a staunch dedication to customer satisfaction, we respond quickly and intelligently to concerns and requests, and serve as an educational resource for water news, information, and advocacy. http://www.uiwater.com/

I assert being all about the profit – and you might expect from a *for-profit* utility, as opposed to, say, the City of Winter Park, a utility answerable to voting customers – but these folks take ill-will to an extreme, despite their assertion of superior customer service.

I have not met the customer who likes this company. Most *dislike* it and in my neighborhood door to door canvassing, a couple of customers characterized UIF in terms I will not repeat in polite company. I assert that they should redirect some money from their legal budget to a public relations consultant.

And big or small, they'll litigate them all.

As I mentioned in previous correspondence, my landlord is suing UIF in Seminole County (small claims court) for \$500 in a dispute regarding a windfall billing profit as a result of inadequate customer service coupled with an antiquated system – manually read meters. Mediation was fruitless and a trial is set for January 2017. UIF had its parent company's Vice President and General Counsel (U.S. - Corix Group of Companies) negotiating a settlement offering of \$128.50 and if that is not accepted, "UIF will retain local defense counsel." These not so big picture folks clearly cede very little ground.

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As I have stated previously, I want to see UIF move forward into the 21st century. Following is a picture of residential water meter vaults within their Altamonte franchise. You can bet underneath is not an electronic, remote read meter.

Similarly, attached is an image of a UIF lift station. Where is the emergency telemetry you ask, as I did too?

Clearly UIF is not big on the most basic capital equipment updates. That begs the question of equipment maintenance and preventative maintenance. Reminds me of the mess Florida Progress left Winter Park when that city purchased the local electricity distribution system. Talk about faulty due diligence.

Superior Quality

We are dedicated to the purity and safety of our water supply and provide our services in the safest, most environmentally sound manner possible. We believe in promoting responsible water use and sustainable water practices to enhance the overall quality of our lives and meet our country's future water needs. No longer posted on UI webpage.

And don't ask me about the quality of the water they sell. I'm still awaiting test results as I regularly buy bottled water to drink.

For another day - UIF and water conservation?

As I requested previously, please don't give these folks any breaks or benefits of doubt in this current increase request while we – their customers - work through the state legislature to make them work harder to *earn/deserve* a *reasonable* return on investment.

With thanks and appreciation for your efforts,

William Shallcross Jr.

UIF Commentary and Questions PSC Docket 160101-WS December 23, 2016 P a g e | 4

c:

J.R. Kelly – Office of Public Counsel (<u>kelly.jr@leg.state.fl.us</u>) Erik Sayler – Office of Public Counsel (<u>sayler.erik@leg.state.fl.us</u>) Commissioner Lee Constantine – Seminole County (<u>lconstantine@seminolecountyfl.gov</u>) Ann Marie Ryan – Florida Consumer Water/Wastewater Alliance (<u>fcw.alliance@gmail.com</u>) John Stover – Corix (<u>john.stover@corix.com</u>)

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The payment for this bill is due upon receipt. Nake sheek payable to: Utilities ind of Fiorida. Rate 6d withins we exclude open request, visit waw with ster complexity account clientings.

Wessages

Our reports indicate the prior balance remains reputil and your account may be to byot to eleconnector. Precise note the due cafe on this bill refers to the current sill aground and downed downed estand the intervalence of the current sill aground and downed estand the intervalence of the current sill.

Utilities, Inc.

PO Box 160609 Altamonie Springs, FL 32716



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