### FILED 6/21/2019 DOCUMENT NO. 05066-2019 FPSC - COMMISSION CLERK

### FLORIDA UTILITY SERVICES 1, LLC 5911 TROUBLE CREEK RD. NEW PORT RICHEY, FL. 34652

June 19, 2019

Commission Clerk Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL. 34652

Re: Company Response to Staff's Third Data Request. Docket # 20180202-Su

Dear Commission Clerk:

Please place this letter in the above docket file as the company's response to Staff's Data Request.

The following are the responses to staff questions.

- 1. Please see enclosed office lease and supporting materials.
- 2. Bad debt would be applied to a customer who has already moved out or for some other reason the utility was not able to collect a past due invoice (death or bankruptcy). The requested shut off valve would be to discontinue services for active customers who are delinquent just like a curb stop on a water connection.
- 3. Yes. Please see company's response to Staff's First Data Request filed 02/25/29 # 01230-2019.
- 4. A. No B. No need C. None D. n/A E. none

COMMISSION

5. The utility disagrees that there is a odor problem coming from the plant or any place else in the collection system. In order to address customer complaints, Please see attached invoice from USA Bluebook for Odor Control chemicals.

On the enclosed invoice, Item # 85903 would be applied to the bar screen 4 times per year. (\$92.95 x 4= \$371.80) and Item# 64884 would be applied to the 3 digesters and the two lift stations. Each would require one bucket per year

(\$509.95 x3 =\$ 1,527). Therefore, the utility is willing to add this odor control program to ongoing plant maintenance and doing so requests the above costs associated be included in this rate filing.

6. See enclosed.

In addition to the requests made in this docket file, the utility seeks allocations for repairs made to one computer and to purchase an additional computer. Please see attached invoices.

On behalf of the utility, Mike Smallridge

This LEASE AGREEMENT ("Lease") made and entered as of the 1st day of February, 2019, by and between

MICHAEL A. SMALLRIDGE and NICKI H. SPIRTOS (Hereinafter designated as "LESSOR"),

1159 Lindenwood Dr. Tarpon Springs, FL. 34688

And

FLORIDA UTILITY SERVICES I, LLC (Hereinafter designated as "LESSEE"):

5911 Trouble Creek Road New Port Richey, Florida 34652

#### WITNESSETH:

That for and in consideration of the mutual covenants, agreements, and conditions on the part of the parties hereto to be kept and performed, it is mutually agreed between the parties hereto as follows:

1. Lease Premises:

LESSOR grants, demises, leases and lets, and LESSEE rents and leases from the LESSOR the Premises, situated in the Pasco County, Florida, located at 5911 Trouble Creek Road, New Port Richey, Florida 34652 (hereinafter designated as "Premises").

#### 2. Lease Term:

The term of this Lease shall be for a term of 60 months beginning on February 1, 2019 and ending on midnight of February 1, 2024.

#### 3. <u>Rent</u>:

Base Rent: The base rent for the term of the Lease shall be payable in advance in monthly installments as outlined in the rent schedule below. The amount due does not include applicable Sales Tax, which sum shall be added to the rent. The failure of LESSOR to collect any rent when due shall not be deemed a waiver of its right to collect same pursuant to the terms of this Lease.

MONTHS	MONTHLY BASE RENT
<u>1 through 12</u>	<u>\$2,700.00</u>
<u>13 through 24</u>	<u>\$2,781.00</u>
<u>25 through 36</u>	<u>\$2,864.43</u>
<u>36 through 48</u>	<u>\$2,950.36</u>
<u>48 through 60</u>	<u>\$3,038.87</u>

Additional Rent: In addition to Base Rent and applicable taxes due thereon, all other payments to be made by LESSEE to LESSOR as set forth herein, shall be deemed to be and shall become "Additional Rent" hereunder. This Lease shall be without cost or expense to LESSOR of

any kind except as provided herein. All costs and expenses of whatsoever kind, character, nature or description concerning the Premises and the Rent payable hereunder shall be borne by the LESSEE, including but not limited to real estate taxes, property damage and liability insurance, maintenance of the exterior and interior structures, all HVAC, electricity and plumbing.

#### 4. <u>Payment of Rent Terms:</u>

All rent is due on the first day of the month. Any rent not paid by the fifth day of the month shall include a late fee of five (5%) percent of the rent due. Any LESSEE'S check that does not clear the bank because of insufficient funds, etc., the LESSEE shall automatically pay to LESSOR \$100.00 service fee in addition to the late fee, by Cashier's Check or cash. If rent is not paid by the tenth of the month, LESSOR shall have the right to take the possession of the premises, change the lock and exercise any rights available under this Lease, in addition to any rights allowed under Florida Law, including holding any LESSEE furnishings of the Premises as security for the delinquent rent.

#### 5. <u>Payments Due at Inception Of Lease</u>

Upon execution of the Lease, LESSEE shall pay to LESSOR the first month's rental amount and \$ 2,700 to be held as a security deposit for the full and faithful performance of each and every provision of this Lease by the LESSEE, without interest. Said security deposit shall be refundable upon proper expiration of the terms of this Lease and delivery of possessions of the Premises to the LESSOR in a clean and like condition as when received, normal wear and tear expected. In the future event that LESSOR finds it necessary to assess any charge against the security deposit, The LESSOR shall be entitled to receive written notice of the amount and reason for such charge. LESSEE understands that if there are damages beyond reasonable wear and tear his liability is not limited to the amount of the security deposit.

### 6. Authorized Use of Premises:

LESSEE consents and agrees during the term of this Lease and any extension thereof, to keep the Premises in a clean and sanitary condition and in a manner which will not be detrimental to the surrounding property, and not to make any unlawful use of the Premises, or to conduct any illegal or immoral use thereon.

#### 7. <u>Agreement not to Sub-Lease:</u>

LESSEE shall not assign this Lease, nor sublet the Premises, or any part thereof, nor use the same, or any part thereof, nor permit the same, or any part thereof, to be used for any other purpose than as above stipulated, nor make any alterations therein, and all additions thereto, without the written consent of the LESSOR, and all additions, fixtures, or improvements which may be made by LESSEE, including but not limited to ceiling fans, blinds, etc., except moveable office furniture, shall become property of the LESSOR and remain upon the Premises as a part of this Lease. LESSEE shall not sublease any part of the Premises. In the event the LESSEE assigns or sublets this Lease with the consent of LESSOR,, LESSEE shall remain liable and responsible for the due performance of all terms, covenants, payments and conditions of this Lease.

#### 8. Contract Binding on Lessor:

This Lease shall bind the LESSOR and its assigns or successors, and the heirs, assigns, administrators, legal representatives, executors, or successors as the case may be, of the LESSOR.

9. <u>Default by Lessee:</u>

The prompt payment of the rent, including Additional Rent, for said Premises upon the dates named, and any failure on the part of the LESSEE to comply with the terms of said Lease, shall at the option of the LESSOR constitute a forfeiture of this Lease, and of all the rights of the LESSEE hereunder.

#### 10. Lessor's Right to remedy upon default:

Should a Default occur under this Lease, LESSOR may pursue any or all of the following:

(a) LESSOR may terminate this Lease, by giving ten (10) days written notice of such termination to LESSEE, whereupon this Lease shall automatically cease and terminate and LESSEE shall be immediately obligated to quit the Premises. Any other additional notice to quit or notice of LESSOR's intention to re-enter the Premises is hereby expressly waived. If LESSOR elects to terminate this Lease, everything contained in this Lease on the part of LESSEE to be done and performed shall cease without prejudice, subject, however, to the right of LESSOR to recover from LESSEE all "Rent", which is hereby defined as the sum of the Base Rent, all sums designated hereunder as Additional Rent, and any other charges due hereunder for the full Term of this Lease.

(b) LESSOR shall have the right to re-enter the Premises, remove all persons therefrom, and recover the possession thereof by legal proceedings or otherwise, and to use such force to enter and regain possession thereof as LESSOR shall deem proper without being liable to any civil action or criminal prosecution therefor. No such re-entry by LESSOR shall be deemed a termination of this Lease or an acceptance of a surrender of this Lease. No termination of this Lease nor any taking or recovering possession of the Premises shall deprive LESSOR of any of its remedies or actions against LESSEE for past or future Rent, nor shall the bringing of any action for Rent or other Default be construed as a waiver of the right to obtain possession of the Premises.

Should this Lease be terminated before the expiration of the Lease Term, or if (C) LESSOR recovers possession of the Premises, LESSOR shall have the option to re-let the Premises for such rent and upon such terms as are not unreasonable under the circumstances and, in such event, if the full Rent reserved under this Lease (and any of the costs, expenses or damages indicated below) shall not be realized by LESSOR, LESSEE shall be liable for all damages sustained by LESSOR, including, without limitation, deficiency in Rent, reasonable attorneys' fees, brokerage fees and expenses of placing the Premises in rentable condition. LESSOR, in putting the Premises in good order or preparing the same for re-rental may, at LESSOR's option, make such alterations, repairs, or replacements in the Premises as LESSOR, in its reasonable judgment, considers advisable and necessary for the purpose of re-letting the Premises, and the making of such alterations, repairs, or replacements shall not operate or be construed to release LESSEE from liability hereunder. LESSOR shall in no event be liable in any way whatsoever for failure to re-let the Premises, or in the event that the Premises are re-let, for failure to collect the rent under such re-letting, and in no event shall LESSEE be entitled to receive the excess, if any, of such net rent collected over the sums payable by LESSEE to

LESSOR hereunder. Any damage or loss of Rent sustained by LESSOR may be recovered by LESSOR, at LESSOR's option, either at the time of the re-letting; in separate actions, from time to time, as said damage shall have been made more easily ascertainable by successive re-lettings; or in a single proceeding deferred until the expiration of the Term of this Lease (in which event LESSEE hereby agrees that the cause of action shall not be deemed to have accrued until the date of expiration of said Term).

(d) LESSOR may declare all the Base Rent, Additional Rent and other charges reserved for the full term of this Lease remaining unpaid, due and payable at once.

### 11. <u>Right of Lessor to Cancel Contract due to Insolvency of Lessee:</u>

If the LESSEE shall become insolvent or if bankruptcy proceedings shall be begun by or against the LESSEE, before the expiration or the lease, the LESSOR hereby irrevocably authorized at its option, to forthwith cancel this lease, as for a default. LESSOR may elect to accept rent from such receiver, trustee, or other judicial officer as is due during the term of their occupancy, in their fiduciary capacity without affecting LESSOR'S other judicial officer shall ever have any right, title or interest in or to the premises by virtue of this Lease.

#### 12. <u>Time Is Of The Essence:</u>

It is understood and agreed between the parties hereto that time is of the essence in this Lease, which applies to all terms and conditions contained herein.

#### 13. Written Notices to Lessee and Lessor:

It is understood and agreed between the parties hereto that written notice mailed or delivered to the Premises leased hereunder shall constitute sufficient notice to the LESSEE and Certified Mail shall constitute sufficient notice to the LESSOR, to comply the terms of this Lease.

#### 14. Non Exercise of Rights of Lessor Shall Not Be Deemed Forfeiture:

The rights of the LESSOR under the foregoing shall be cumulative, and failure on the part of the LESSOR to exercise promptly any rights given hereunder shall not operate to forfeit any of the said rights nor deemed as a waiver of those rights.

#### 15. Building Signage:

It is hereby understood and agreed that any signs and advertising to be used, in connection with the Premises leased hereunder, shall comply with all applicable Codes and shall be first submitted to the LESSOR for approval and be approved by LESSOR before installation of same.

#### 16. Lessee Agreement to Hold Lessor Harmless and Requirement For Insurance:

The LESSEE covenants and agrees to indemnify and hold harmless the LESSOR from and against any and all liability, damage, injury, actions or causes of action whatsoever resulting from the operation, conduct and or use of the Premises and to provide liability insurance in the amount of \$1,000,000.00 personal injury insurance in favor of the LESSOR. LESSEE also agrees to include LESSOR as additional insured concerning LESSEE's General Liability Policy.

### 17. Understanding That Lease is Subordinate to any Mortgage Of Lessor:

This Lease at the option of the LESSOR or LESSOR'S Mortgagee, may be and at all times after notice thereof, shall be subject and subordinate to any and all present and future mortgages security deeds, or encumbrances which may be placed by the LESSOR on said or any part thereof.

### 18. Lessee's Agreement to Furnish Subordination Documents:

The LESSEE covenants and agrees to execute upon demand of the LESSOR, all instruments subordinating this Lease to the lien of any mortgage, security deeds, or encumbrances as shall be required by the LESSOR. The LESSOR hereby irrevocably appoints LESSOR as attorney in fact of the LESSEE, with power to execute and deliver without subjecting LESSOR to liability of any kind, such instrument or instruments for and in the name of the LESSEE, in the event LESSEE shall fail to execute such instrument or instruments within five (5) days after written notice to do so is given to the LESSEE. Provided however, anything to the contrary contained herein notwithstanding, such mortgage or encumbrance holder shall recognize the validity and continuance or this Lease in the event of foreclosure of LESSOR'S interest or otherwise as long as LESSEE shall not be in default under the terms of this Lease, LESSEE agrees to execute a Tenant Estoppel Letter when requested.

#### 19. Continuation of Lease Beyond Lease Terms:

If the LESSEE continues to occupy the Premises after the last day of the term hereof, (if the term hereof or any extension thereof is not extended as defined below), and LESSOR agrees to accept rent thereafter, a tenancy from month to month, terminated by either party no less than thirty (30) days notice, would then be created, which monthly lease rate shall be 150% of the then-effective lease rate.

#### 20. Disputes

All disputes or controversies that may arise between the parties hereto concerning the interpretation of this instrument or the rights of either parties thereto arising therefrom, shall be subject to mediation at the option of the LESSOR.

#### 21. Court Costs/Attorney's Fees

Should LESSOR be required to resort to litigation or breach of agreement, and should LESSOR prevail by any award in its favor, LESSEE agrees to pay LESSOR'S court costs and reasonable attorney's fees. LESSEE agrees to pay the costs or collection and attorney's fees on any part of said rental that may be collected by suit or by attorney after the same is past due, or for any suit for enforcements of the terms and conditions of this Lease. In each instance in which an attorney is retained by LESSOR to enforce LESSEE'S obligations under the Lease, LESSEE shall pay LESSOR'S reasonable attorney's fees.

#### 22. LESSEE's Agreement to Allow LESSOR's Access:

LESSEE agrees that LESSOR shall have access to and may enter the Premises at any time, with reasonable notice, to inspect or show the Premises or to verify LESSEE's compliance with the terms of this Lease. LESSEE agrees not to change the locks on the Premises without the written consent from the LESSOR. LESSEE agrees to provide LESSOR with a key to any locks that are changed.

23. Statement Concerning any Provision In Lease Considered Not Enforceable:

If a court of competent jurisdiction holds any provision of this Lease to be contrary to law, or void as against public policy or otherwise, such provision shall either be modified to conform to law or be considered severable, with the remaining provisional continuing in full force and effect.

IN WITNESS WHEREOF, the parties hereto have executed this instrument for the purpose herein expressed, the day and year above written.

Signed, sealed and delivered in the presence of:

LESSEE:

Title

Witness Witness

**LESSOR:** 

Title

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Witness

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Witness



#### 5/25/2019

Mr. Michael Smallridge

5911 Trouble Creek Rd.

New Port Richey, FL. 34652

RE: Commercial lease Appraisal of 5911 Trouble Creek Rd. New Port Richey Florida.

Dear Mr. Smallridge:

Thank you for the opportunity to assist with you real estate needs.

Data obtained from our inspection shows your property to be in above average condition with no observable defects. According to the Pasco County Property Appraisers Office, the building is 2, 724 square feet that includes 6 offices, 2 bathrooms with handicap compliant fixtures, break room, lobby area, workroom, file storage room and maintenance / storage garage.

Based on comparable properties in your area, we have determined market rent of \$10.00 per square foot (\$2, 700) for your property.

As always, we are glad to assist you with any of your real estate needs in the futute.

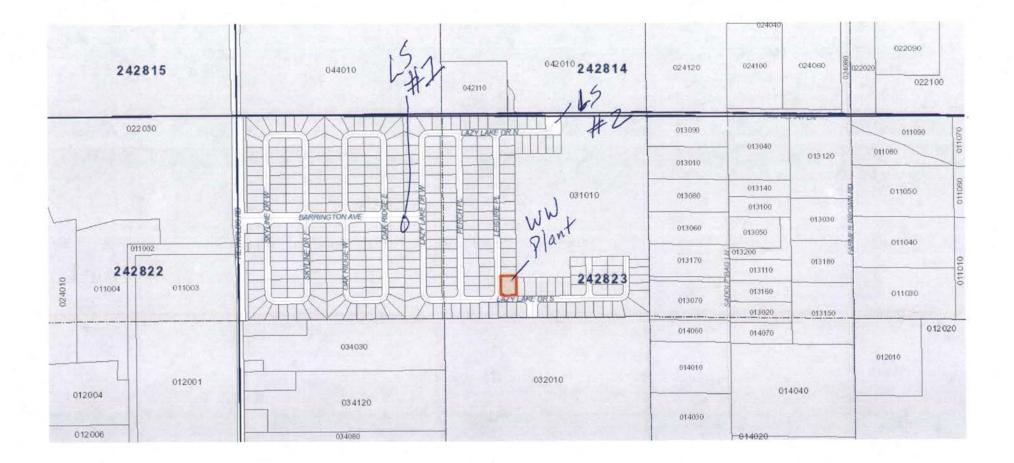
Sincerely,

Angela Rose

Angela Rose Broker Associate Better Homes and Gardens Real Estate Atchley Properties 1734 Main Street, Sarasota, FL 34236 | 6113 Exchange Way, Lakewood Ranch, FL 34202 941-302-9738 | AngelaRose@AtchleyRealty.com If your Home is currently listed for sale this correspondence is not meant to be a solicitation. Each office is independently owned and operated

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ITEM	DESCRIPTION		QUANTITY	UM	PRICE   UM	EXTENSION	
85903	plantPRO Fra  Super Block	grance Non-Para, 7 lb.	1	EA  			
64884	Evergreen Od  Powder (25)	TIME OF QUOTE or Neutralizing 11b. Pouches TIME OF QUOTE		EA  	509.95 EA  	509.95	
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Bits and Bytes Consulting, inc. 6540 Spanish Moss Cir. Tampa, Florida 33625

## Invoice No. 232

Date 06/09/19

Terms Due on receipt

Bill To Mike Smallridge 5911 Trouble Creek Rd. New Port Richey, FL 34652

Description	Serviced	Quantity	Rate	Amount
Computer Consulting 5/13/2019 9:30a-10:50a		1.5	85.00	127.50
(Fixed Email Problems)				
Dell Optiplex 3020 Micro Desktop Computer Ultra	4	1	270.00	270.00T
Small Tiny PC (Intel Quad Core i5-4590T, 8GB Ram,				
256GB SSD HDD, HDMI) Windows 10 Pro			100.00	100.007
Sceptre E225W-19203R 22" Ultra Thin 75Hz 1080p		1	100.00	100.00T
LED Monitor 2x HDMI VGA Build-in Speakers, Metallic Black 2018				
Installation is not included on this invoice because I				
didn't install the system yet, but Installation time is				
expected to be 3 hours				

Thank you for your business	Subtotal	\$497.50
	Sales Tax (8.5%)	\$31.45
	Total	\$528.95

Bits and Bytes Consulting, inc. 6540 Spanish Moss Cir. Tampa, Florida 33625

Name/Address

Mike Smallridge 5911 Trouble Creek Rd. New Port Richey, FL 34652

Date	Estimate No.	Project
06/09/19	1	

ltem	Description	Quantity	Cost	Total
Misclelaneous	Dell Optiplex 3020 Micro Desktop Computer Ultra Small Tiny PC (Intel Quad Core i5-4590T, 8GB Ram, 256GB SSD HDD, HDMI) Windows 10 Pro (Pending Availability)	1	270.00	270.00T
Misclelaneous	Sceptre E225W-19203R 22" Ultra Thin 75Hz 1080p LED Monitor 2x HDMI VGA Build-in Speakers, Metallic Black 2018 (Pending Availability)	1	100.00	100.00T
Consulting	System Installation and Configuration Approximately	3	85.00	255.00
	THIS IS ONLY AN ESTIMATE. THIS IS THE ESTIMATE REQUESTED BY MARIANNE.			
	Sales Tax Hillsborough County		8.50%	31.45
Thank you for yo	bur business	-	<b>Fotal</b>	\$656.45