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STATE OF FLORIDA



DIVISION OF ENGINEERING TOM BALLINGER DIRECTOR (850) 413-6910

Public Service Commission

August 29, 2019

Mr. Martin S. Friedman Aquarina Utilities, Inc. 420 S. Orange Ave., Suite 700 Orlando, FL 32801 mfriedman@deanmead.com

STAFF'S SECOND DATA REQUEST VIA EMAIL & US MAIL

Re: Docket No. 20190080-WS - Application for limited proceeding rate increase in Brevard County, by Aquarina Utilities, Inc.

Dear Mr. Friedman:

Aquarina Utilities, Inc.'s (Aquarina or Utility) application includes information concerning planned non-potable water usage reduction by the Aquarina Community Service Association (ACSA) which operates the golf course within Aquarina's service area. Please provide responses to the following questions by September 13, 2019.

- 1. In its petition, Aquarina states that ACSA has obtained a permit from the water management district to construct a well. What is the anticipated construction start date of ACSA's well?
- 2. Has ACSA discontinued non-potable water service provided by Aquarina?
 - a. If yes, when did this occur and how has service been shutoff?
 - b. If no, when is ACSA expected to discontinue non-potable water service?
- 3. Does ACSA intend to remain a customer for non-potable water? If yes, please explain the type of service ACSA is seeking (e.g. standby service, backup service, as available, other).
 - a. Will this be implemented as a formal service agreement between Aquarina and ACSA, under the existing tariff, or will a new tariff need to be proposed?
- 4. Aquarina is requesting a reallocation of revenues due to the expected reduction of nonpotable water usage.
 - a. What billing structure does Aquarina propose for non-potable water?
 - b. Are there any unique billing requirements that would apply to ACSA?
 - c. How will the data needed to create the billing structure be obtained?

- 5. Who owns the non-potable water distribution system under the golf course and what purpose(s) does it serve?
- 6. What is the proposed regulatory treatment of the assets used to provide non-potable water to ACSA and what associated data should be used to establish rates?
- 7. Please provide any needed adjustments to O&M expenses based on the change in operations.
- 8. Are fire hydrants located on ACSA's side of the meter? If yes, will Aquarina or ACSA be responsible for the maintenance of these hydrants.
- 9. Please provide all available information and documentation on the original cost of each item being retired and replaced as a part of the Utility's requested pro forma projects.
- 10. The following items relate to rate case expense:
 - a. Please provide an update of actual and estimated rate case expense for consulting services in this docket.
 - b. Please provide a detailed explanation and calculations to justify estimated expense to completion.

Please file all responses electronically via the Commission's website at www.floridapsc.com by selecting the Clerk's Office tab and Electronic Filing Web Form. If you have any questions, please contact me by phone at (850) 413-6127 or by email at <u>jdoehlin@psc.state.fl.us</u>, or Charles Murphy by phone at (850) 413-6191 or email at <u>cmurphy@psc.state.fl.us</u> for legal questions.

Sincerely,

Jefferson Doehling Engineering Specialist

JD/jp

cc: Office of Commission Clerk (Docket No. 20190080-WS)