#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for amendment of Certificate Nos. 631-W and 540-S to extend service area in Sumter County by Central Sumter Utility Company, L.L.C., and correction of name to Central Sumter Utility Company, LLC.

DOCKET NO. 120207-WS ORDER NO. PSC-12-0551-FOF-WS ISSUED: October 17, 2012

The following Commissioners participated in the disposition of this matter:

RONALD A. BRISÉ, Chairman LISA POLAK EDGAR ART GRAHAM EDUARDO E. BALBIS JULIE I. BROWN

# ORDER CORRECTING THE NAME OF THE UTILITY, APPROVING AMENDMENTS OF CERTIFICATES NOS. 631-W and 540-S, AND CLOSING THE DOCKET

### Background

On July 27, 2012, Central Sumter Utility Company, L.L.C. (Central Sumter or Utility) filed an application with this Commission to amend Certificate Nos. 631-W and 540-S to add territory in Sumter County. Central Sumter is a Class C utility providing water service to approximately 127 customers and wastewater service to approximately 120 customers. The Utility's 2011 Annual Report indicates operating revenues of \$26,356 and a net loss of \$542,527. The Utility plans to extend its service territory in order to provide water and wastewater service to approximately 1,242 residential and commercial customers in the new service area.

Central Sumter's original water and wastewater certificates were granted in 2005. There have been no further certification actions. We have jurisdiction pursuant to Section 367.045, Florida Statutes (F.S.)

## Correcting the Name of the Utility and Amending Certificate Nos. 631-W and 540-S

The Utility's application to amend its authorized service territory is in compliance with the governing statute, Section 367.045, F.S., and Rule 25-30.036, Florida Administrative Code (F.A.C.). The application contains proof of compliance with the noticing provisions set forth in Rule 25-30.030, F.A.C. No objections to the application have been received and the time for filing such has expired.

Order No. PSC-05-0844-FOF-WS, issued August 18, 2005, in Docket 050192-WS, In re: Application for certificates to provide water and wastewater service in Sumter County by Central Sumter Utility Company, L.L.C.

ORDER NO. PSC-12-0551-FOF-WS DOCKET NO. 120207-WS PAGE 2

The proposed additional service territory is intended to contain approximately 1,242 customers, including both residential single-family homes and commercial customers in an area of approximately 353 acres adjacent to the Utility's existing service territory of approximately 6,106 acres. The application contains a warranty deed, which shows that the Utility owns the land upon which the Utility facilities are located. Adequate service territory maps and territory descriptions have also been provided.

Although Central Sumter's certificates were granted in 2005, development did not commence until 2010, at which time the Utility applied for initial rates and charges and began construction of its facilities. Central Sumter's initial rates and charges were granted by this Commission in 2011.<sup>2</sup> Until its rates and charges are fully compensatory, Central Sumter will be relying for financial backing on the Holding Company of The Villages, Inc. (The Villages), an affiliated, real estate developer. The application contains a statement from The Villages, confirming its financial and operating commitment to Central Sumter, including the additional territory. Central Sumter also has approved water and wastewater main extension charges as an intermediate source of funding as connections are made.

Construction of the Utility's water and wastewater treatment plants was completed in 2012. The newly constructed water and wastewater treatment plants have permitted capacities of 4.32 and 3.68 million gallons per day (mgd), respectively; with projected build-out demands of 3.68 and 1.60 mgd, respectively. The build-out demands include both the existing and proposed territory, and the usage estimates are supported by documentation. As such Central Sumter's facilities appear to be sufficient to provide service to the proposed territory. According to the application, the provision of water and wastewater services in the proposed service territory is consistent with the Sumter County Comprehensive Plan. The Department of Environmental Protection indicates that the Utility is in compliance with all applicable rules and regulations.

During the review of the Utility's amendment application, our staff discovered that a typographical error had occurred in the Utility's application for original certificates.<sup>3</sup> In that filing, the Utility's name was mistakenly given as Central Sumter Utility Company, L.L.C. Our staff has verified with the Utility and the Department of State, Division of Corporations, that the Utility's name as originally recorded was, and continues to be, Central Sumter Utility Company, LLC.<sup>4</sup> Therefore, the certificate attached to this order shall reflect a correction in the Utility's name to that recorded by the Division of Corporations.

Based on the foregoing, we find it is in the public interest to amend Certificate Nos. 631-W and 540-S to include the territory as described on Attachment A, effective October 16, 2012. The name on the certificates shall be corrected to Central Sumter Utility Company, LLC. The resultant order shall serve as Central Sumter's amended and corrected certificates and shall be

<sup>&</sup>lt;sup>2</sup> <u>See</u> Order No. PSC-11-0113-PAA-WS, issued February 11, 2011, in Docket No. 050192-WS, <u>In re: Application for certificates to provide water and wastewater service in Sumter County by Central Sumter Utility Company, <u>L.L.C.</u></u>

<sup>&</sup>lt;sup>3</sup> See Order No. PSC-05-0844-PAA-WS, issued August 18, 2005, in Docket No. 050192-WS, <u>In re: Application for certificates to provide water and wastewater service in Sumter County by Central Sumter Utility Company, L.L.C.</u>
<sup>4</sup> No periods after each of the letters in LLC.

ORDER NO. PSC-12-0551-FOF-WS DOCKET NO. 120207-WS PAGE 3

retained by the Utility. The Utility shall charge the customers in the territory added herein the rates and charges contained in its current tariff until a change is authorized by this Commission in a subsequent proceeding.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that Certificate Nos. 631-W and 540-S shall be amended to include the territory as described on Attachment A, effective October 16, 2012. It is further

ORDERED that the name on the certificates shall be corrected to Central Sumter Utility Company, LLC. It is further

ORDERED that this Order shall serve as Central Sumter's amended and corrected certificates and shall be retained by the Utility. It is further

ORDERED that the Utility shall charge the customers in the territory added herein the rates and charges contained in its current tariffs until a change is authorized by this Commission in a subsequent proceeding. It is further

ORDERED that this docket shall be closed.

By ORDER of the Florida Public Service Commission this 17th day of October, 2012.

**ANN COLE** 

Commission Clerk

Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399

(850) 413-6770

www.floridapsc.com

Copies furnished: A copy of this document is provided to the parties of record at the time of issuance and, if applicable, interested persons.

ORDER NO. PSC-12-0551-FOF-WS DOCKET NO. 120207-WS PAGE 4

## NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Office of Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal with the Office of Commission Clerk, and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.

## CENTRAL SUMTER UTILITY COMPANY, LLC

## **DESCRIPTION OF PROPOSED SERVICE TERRITORY**

A PARCEL OF LAND LYING WITHIN SECTION 15, TOWNSHIP 19 SOUTH, RANGE 23 EAST, SUMTER COUNTY, FLORIDA, DESCRIBED AS FOLLOWS:

BEGIN AT THE NORTHWEST CORNER OF THE NORTHWEST 1/4 OF SAID SECTION 15; THENCE RUN S00°34'50"W ALONG THE WEST LINE OF SECTION 15 A DISTANCE OF 1,486.86 FEET; THENCE DEPARTING SAID WEST LINE RUN S89°24'11"E, A DISTANCE OF 840.28 FEET; THENCE RUN S27°04'17"W, A DISTANCE OF 608.73 FEET; THENCE RUN S51°33'06"E, A DISTANCE OF 601.12 FEET; THENCE RUN S38°28'15"W. A DISTANCE OF 397.15 FEET TO THE NORTHERLY RIGHT-OF-WAY LINE OF COUNTY ROAD 44-A; THENCE ALONG SAID NORTHERLY RIGHT-OF-WAY LINE RUN THE FOLLOWING THREE COURSES S51°31'59"E, A DISTANCE OF 1,009.67 FEET; THENCE N38°29'44"E, A DISTANCE OF 10.95 FEET; THENCE S51°30'16"E, A DISTANCE OF 1,012.69 FEET TO THE EASTERLY RIGHT-OF-WAY LINE OF COUNTY ROAD 44-A; THENCE ALONG SAID RIGHT-OF-WAY LINE RUN S38°29'44"W, A DISTANCE OF 126,15 FEET TO A POINT ON THE SOUTHERLY RIGHT-OF-WAY LINE OF RAILROAD (ABANDONED): THENCE ALONG SAID SOUTHERLY RIGHT-OF-WAY LINE RUN S51°30'16"E, A DISTANCE OF 1066.68 FEET; THENCE DEPARTING SAID RIGHT-OF-WAY LINE RUN N38°38'33"E, A DISTANCE OF 897.58 FEET, MORE OR LESS TO THE WATERS EDGE OF LAKE DEATON; THENCE ALONG SAID WATERS EDGE NORTHWESTERLY AND NORTHEASTERLY TO A POINT ON EAST LINE OF THE NORTHEAST 1/4 OF SAID SECTION 15: THENCE ALONG SAID EAST LINE RUN N00°35'11"E, A DISTANCE OF 1,535.29 FEET, MORE OR LESS TO THE NORTHEAST CORNER OF SECTION 15: THENCE ALONG THE NORTH LINE OF SECTION 15 RUN N89°28'30"W, A DISTANCE OF 2,652.41 FEET; THENCE RUN N89°24'57"W, A DISTANCE OF 2,650.59 FEET TO THE POINT OF BEGINNING.

CONTAINING 353 ACRES, MORE OR LESS.

## FLORIDA PUBLIC SERVICE COMMISSION

# authorizes Central Sumter Utility Company, LLC pursuant to Certificate Number 631-W

to provide water service in Sumter County in accordance with the provisions of Chapter 367, Florida Statutes, and the Rules, Regulations, and Orders of this Commission in the territory described by the Orders of this Commission. This authorization shall remain in force and effect until superseded, suspended, cancelled or revoked by Order of this Commission.

Order Number	Date Issued	Docket Number	Filing Type
PSC-05-0844-FOF-WS	08/18/2005	050192-WS	Original Certificate
PSC-12-0551-FOF-WS	10/17/2012	120207-WS	Amendment and Name Correction

## FLORIDA PUBLIC SERVICE COMMISSION

## authorizes Central Sumter Utility Company, LLC pursuant to Certificate Number 540-S

to provide wastewater service in Sumter County in accordance with the provisions of Chapter 367, Florida Statutes, and the Rules, Regulations, and Orders of this Commission in the territory described by the Orders of this Commission. This authorization shall remain in force and effect until superseded, suspended, cancelled or revoked by Order of this Commission.

Order Number	Date Issued	Docket Number	Filing Type
PSC-05-0844-FOF-WS	08/18/2005	050192-WS	Original Certificate
PSC-12-0551-FOF-WS	10/17/2012	120207-WS	Amendment and Name Correction