

DOCKET NO. 960055-SU

REQUEST TO ESTABLISH DOCKET

Date 1/12/96

1. Division Name/Staff Name Water & Wastewater / Filchrist
2. OPR WAW
3. OCR LEG
4. Suggested Docket Title Disposition of CIAC Gross-Up Funds Collected in 1991-1994 by Gulf Aire Wastewater Treatment Plant in Gulf County. Gulf Aire Properties d/a

5. Suggested Docket Mailing List (attach separate sheet if necessary)

- A. Parties (Provide names of regulated companies or use abbreviation from list below if Parties should include all regulated companies in one or more industries; provide names and addresses of nonregulated companies; provide names, addresses, and affiliation (i.e., attorney, company liaison officer, or customer) of individuals.)

Mr. Ike Duren
Gulf Aire Wastewater Treatment Plant
P.O. Box 13332
Mexico Beach, FL 32410-3332

- B. Interested Persons/Companies (Provide names, complete mailing addresses, and affiliation. Use abbreviation from list below if Interested Persons should include all regulated companies in one or more industries.)

REGULATED INDUSTRIES

Investor-Owned Electrics (EI)	Water Utilities (WU)
Electric Cooperatives (EC)	Local Exchange Telephone Cos. (TL)
Municipal Electrics (EM)	Interexchange Telephone Cos. (TI)
Gas Utilities (GU)	Coin-Operated Telephone Cos. (TC)
Wastewater Utilities (SU)	Shared Tenant Telephone Cos. (TS)
	Alternate Access Vendors (TA)

6. Check One:

- Documentation attached.
 Documentation will be provided with recommendation.

RECEIVED

JUL 24 1995

Florida Public Service Commission
Division of Water and Wastewater

IKE DUREN
GULF AIRE WASTEWATER TREATMENT PLANT
P.O. BOX 13332
MEXICO BEACH, FL. 32410-3332

JULY 20, 1995

JACKIE GILCHRIST
REGULATORY ANALYST
CAPITAL CIRCLE OFFICE CENTER
2540 SHUMARD OCK BLVD.
TALLAHASSEE, FL. 32399-0850

DEAR MS. GILCHRIST:

ENCLOSED IS A NOTARIZED STATEMENT STATING THAT GULF AIRE WASTEWATER TREATMENT PLANT DID NOT GROSS-UP FOR CIAC IN 1991, 1992, AND 1994.

THE TAP-IN CHARGES COLLECTED FROM CUSTOMERS WERE ALL FROM RESIDENTIAL CUSTOMERS.

THE REASON WE DID NOT GROSS-UP CIAC WAS BECAUSE WE HAVE BEEN OPERATING AT A LOSS BECAUSE OF EXTREMELY HIGH DEBT REQUIREMENTS AND WOULD ONLY HAVE HAD TO PAY THE MONEY BACK.

SINCERELY,



IKE DUREN
PRESIDENT

* utility did not collect any CIAC
in 1993.

JULY 20, 1995

I HEREBY CERTIFY THAT GULFAIRE WASTEWATER TREATMENT PLANT DID NOT GROSS-UP CIAC IN 1991, 1992, AND 1994.

Ike Dunn as
President of GA Property Inc.

7/20/1995
Virginia L. Howard



VIRGINIA L. HOWARD
MY COMMISSION # CC453283 EXPIRES
July 8, 1999
BONDED THROUGH TROY FARM INSURANCE, INC.

State of Florida

Commissioners:
SUSAN F. CLARK, CHAIRMAN
J. TERRY DEASON
JULIA L. JOHNSON
DIANE K. KIESLING
JOE GARCIA



DIVISION OF WATER &
WASTEWATER
CHARLES HILL
DIRECTOR
(904) 413-6900

Public Service Commission

June 13, 1995

Mr. Ike Duren
Gulf Aire Wastewater Treatment Plant
Post Office Box 13332
Mexico Beach, FL 32410-3332

RE: 1991, 1992, 1993, 1994 Contributions-in-aid-of-construction (CIAC) Reports

Dear Mr. Duren:

Pursuant to Orders Nos. 16971 and 24219, the annual reports regarding the tax effect of CIAC were filed with the Commission. You indicated in the reports that the utility did not collect any CIAC for the years 1991-1994. According to the utility's tariff, the utility is authorized to collect a \$300 Plant Capacity Charge, a \$100 Main Extension Charge and a \$100 Customer Connection (Tap-In) Charge. The utility's Annual Reports indicate that the utility collected Tap-In Charges of \$3,500.00 in 1991, \$5,737.00 in 1992, No Charges in 1993, and CIAC of \$8,819.90 in 1994. It appears that these amounts include Plant Capacity and Main Extension Charges as well. Please clarify whether this is the case. If this is indeed the case, how much of the \$3,500.00, \$5,737.00, and \$8,819.90 is for Plant Capacity Charges? Main Extension Charges? and Tap-In Charges? If the CIAC collected for 1991, 1992, and 1994 contain Plant Capacity and Main Extension Charges, the utility must file a notarized statement stating that it did not Gross-up for CIAC in 1991, 1992, and 1994.

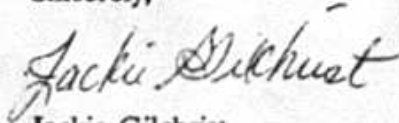
Also, did the utility collect Customer Connection (Tap-In) Charges from Residential and/or Other Customers? If so, how much of the \$3,500.00, \$5,737.00, and \$8,819.90 was collected from Residential Customers? From Other Customers?

Although the utility is authorized to collect Gross-up on CIAC, the CIAC reports for 1991-1994 indicate that the utility did not. Therefore, please provide an explanation of why the utility did not Gross-up for CIAC in 1991, 1992, and 1994.

Letter to Mr. Duren
Page 2
June 13, 1995

It is requested that the information requested above be filed by June 30, 1995. If you have any questions, please do not hesitate to contact me at (904) 413-7019.

Sincerely,

A handwritten signature in cursive script that reads "Jackie Gilchrist".

Jackie Gilchrist
Regulatory Analyst

cc: Division of Water and Wastewater (Hill)