

MEMORANDUM

April 10, 1996

TO : DIVISION OF LEGAL SERVICES (CROSBY)
DIVISION OF RECORDS AND REPORTING

FROM : DIVISION OF WATER AND WASTEWATER (WALKER)

RE : DOCKET NO. 960218-WS, APPLICATION BY GENERAL DEVELOPMENT UTILITIES, INC. FOR APPROVAL OF SALE OF PORT LABELLE DIVISION TO HENDRY COUNTY AND CANCELLATION OF CERTIFICATE NOS. 526-W AND 460-S IN GLADES AND HENDRY COUNTIES, FLORIDA

W. J. B. M. G. W.

General Development Utilities, Inc. (GDU) provides water and wastewater service in Hendry and Glades counties through its Port LaBelle operating division. In 1994, that system was providing water service to 867 customers and wastewater service to 835 customers. The respective annual revenue and operating income amounts were \$497,452 and \$82,691 for water service and \$456,024 and \$35,180 for wastewater service.

The application for transfer to a governmental authority was

ACK filed in accordance with Section 367.071(4), Florida Statutes and
AFA Rule 25-30.037, Florida Administrative Code (FAC). The petition
APP includes a copy of the purchase and sale agreement, dated October
CAF 14, 1994, in accordance with Rule 25-30.037(4)(c) and (d), FAC.
CMU The application also includes a recital that all customer deposits
and accrued interest thereon will be transferred to the county upon
closing.

CTR GDU reported that all outstanding regulatory assessment fees
EAG will be paid when due, and that there are no outstanding fines or
LEG refunds currently pending. According to GDU, Hendry County
LIN received a copy of the Utility's 1994 Annual Report for information
OPC about the company's income and expenses, its rate base, and its
RCH contributions-in-aid-of-construction (CIAC) amounts. Official
action by the county to acquire the utility system was scheduled
for February 29, 1996.

SEC Since all filing requirements have been met, the staff
WAS recommends that an administrative order should be issued that
OTH acknowledges the sale of the Port Labelle utility system to Hendry
County and the consequent cancellation of Certificate Nos. 526-W
and 420-S.

DOCUMENT NUMBER-DATE
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FPSC-RECORDS/REPORTING