

Commissioners:  
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DIANE K. KIESLING  
JOE GARCIA



DIVISION OF LEGAL SERVICES  
NOREEN S. DAVIS  
DIRECTOR  
(904) 413-6199

# Public Service Commission

September 20, 1996

Mr. Paul LaFond  
J & J Water & Sewer Corp.  
d/b/a Meadows Utilities Co., Inc.  
10374 North Natchez Loop  
Dunnellon, Florida 34434-3741

Re: Docket No. 960523-WS - Application of J & J Water & Sewer Corp., d/b/a Meadows Utilities Co., Inc. for a staff assisted rate case in Citrus County.

Dear Mr. La Fond:

The enclosed copy of Commission Order No. 11057 sets forth J & J Water and Sewer Corp.'s current Commission approved rates and charges. It is Commission staff's understanding that the utility has installed meters to monitor customer usage of water and wastewater. Therefore, J & J is capable of charging rates and charges approved in its tariffs. Nevertheless, staff understands that the utility is currently charging a flat rate of \$34.00 for water and wastewater service. During a telephone conversation earlier this week, Mr. Casey and I informed you that the utility is only authorized to charge those rates approved in its tariffs.

- ACK \_\_\_\_\_
- AFA \_\_\_\_\_
- APP \_\_\_\_\_
- CAF \_\_\_\_\_
- CMU \_\_\_\_\_
- CTR \_\_\_\_\_
- EAG \_\_\_\_\_
- LEG \_\_\_\_\_
- LIN \_\_\_\_\_
- OPC \_\_\_\_\_
- RCH \_\_\_\_\_
- SEC 1 \_\_\_\_\_
- WAS \_\_\_\_\_
- OTH \_\_\_\_\_

Section 367.081(1), Florida Statutes, provides that a utility may only charge rates and charges that have been approved by the Commission. By charging a flat rate of \$34.00, the utility is in violation of this statute and Order No. 11057.

Section 367.161(2), Florida Statutes, empowers the Commission to impose upon any entity subject to its jurisdiction that has been found to have refused to comply with, or to have wilfully violated, any lawful rule or order of the Commission or any provision of Chapter 367, Florida Statutes, a penalty of up to \$5,000 for each offense. Each day that such violation or refusal continues constitutes a separate offense.

RECEIVED & FILED  
*[Signature]*  
EPSC-BUREAU OF RECORDS

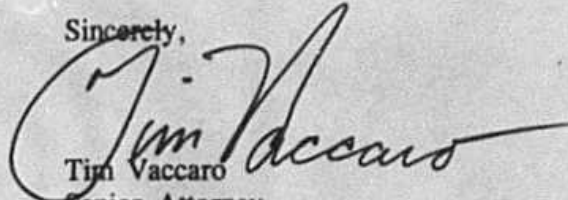
DOCUMENT NUMBER-DATE

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Mr. Paul LaFond  
September 20, 1996  
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Therefore, J & J Water and Sewer Corp. is hereby notified that its continued failure to charge those rates and charges approved in its tariffs may result in show cause proceedings and possible assessment of fines by the Commission. If you have any questions, you can contact me at (904) 413-6181.

Sincerely,



Tim Vaccaro  
Senior Attorney

TV/mw

Enclosure

cc: Division of Water & Wastewater (Bethea, Casey)  
Division of Records & Reporting ✓



ORDER NO. 11057  
DOCKET NO. 810-81-42  
SEEN TWC

WATER - Residential and General Service

<u>Meter Size</u>	<u>Base Facility Charge</u>
5/8"	\$ 5.27
1"	13.18
1 1/2"	26.25
2"	42.16
3"	84.32
Gallagege Charge	\$ .46 per M

SEWER - Residential Service

All Meter Sizes RFC	\$ 2.50
Gallagege Charge	\$ 1.00 per M (Maximum 10 M Gals.)

General Service

<u>Meter Size</u>	<u>Base Facility Charge</u>
5/8"	\$ 2.50
1"	6.25
1 1/2"	12.50
2"	20.00
3"	40.00
Gallagege Charge	\$ 1.00 per M

Now, therefore, in consideration of the above, it is

ORDERED by the Florida Public Service Commission that Certificate Nos. 361-W and 316-S are hereby issued to J & J Water and Sewer Corporation, P. O. Box 2089, Homosassa Springs, Florida 32467, to operate a water and sewer utility in the area described in Appendix A of this order. It is further

ORDERED that the water and sewer rates charged by the utility shall be as set forth in the body of this order.

By ORDER of the Florida Public Service Commission, this 14 day of August, 1982.

  
STEVE TRUMBLE  
Commission Clerk

( S E A L )

TES

DOCKET NO: 810482-WS

Township 19 South, Range 17 East

Section 24

Dexter Park Villas, an unrecorded subdivision in the West one-half of the Southwest 1/4 of the Southwest 1/4 of the Southeast 1/4 and the Southeast 1/4 of the Southwest 1/4 except the West 1/2 of the Southwest 1/4 of the Southeast 1/4 of the Southwest 1/4.



J & J WATER AND SEWER CORP.  
 SCHEDULE OF SEWER RATE BASE  
 TEST YEAR ENDED 4/30/82

SCHEDULE NO. 2  
 DOCKET NO. 010482-WB

	TEST YEAR PER UTILITY	STAFF ADJUST. TO UTILITY BALANCE	BALANCE PER STAFF
UTILITY PLANT IN SERVICE	\$ 151776.	\$ 0.	\$ 151776.
ACCUMULATED DEPRECIATION	0.	0.	0.
C.I.A.C. (NET OF AMORT.)	-101980.	0.	-101980.
WORKING CAPITAL ALLOW.	0.	0.	0.
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RATE BASE	\$ 49796.	\$ 0.	\$ 49796.
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Explanation of Adjustments

Water

Utility Plant in Service

A. To adjust to engineering recommended cost. \$ (29,064)

CIAC

B. To adjust to engineering recommended cost. \$ 9,605



Constructed Operating Statements

	<u>Water</u>	<u>Sewer</u>
Operating Revenues	\$ 12,844	\$ 14,832
Operating Expenses		
Maintenance Expense	\$ 4,736	\$ 1,500
Power	1,057	1,896
Chemicals and Supplies	930	3,000
Customer Billing	<u>1,854</u>	<u>1,530</u>
Total Operating and Maintenance Expenses	\$ 8,577	\$ 7,926
Depreciation	\$ . 675	\$ 1,156
Taxes Other Than Income	<u>471</u>	<u>521</u>
Total Operating Expenses	\$ 9,723	\$ 9,603
Net Operating Income	\$ <u>3,121</u>	\$ <u>5,229</u>
Rate Base	\$ <u>29,724</u>	\$ <u>49,796</u>
Return on Rate Base	<u>10.5%</u>	<u>10.5%</u>