Redington Towers Three Condominium Association, Inc. 17940 Gulf Boulevard Apt. 178

Redington Shores, FL 33708

February 16, 1998

Ms. Blanca S. Bayó, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850

971542 ET

Re: Peti

Petition for declaratory statement regarding eligibility for pre-1981 buildings for conversion to master metering by Florida Power Corporation.

Dear Ms. Bayó:

Enclosed for filing in the subject docket are copies Redington Towers Three's brief regarding eligibility of pre-1981 buildings for conversion to master metering.

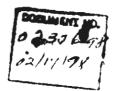
Please acknowledge your receipt of the above filing on the enclosed copy of this letter and return to the undersigned.

Sincerely,

ACK _____
AFA ____
APP ___

CAF ____
CMU ____

(813) 392-8999



BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION (***)

In re: Petition for declaratory statement regarding eligibility of pre-1981 buildings for conversion to master metering by Florida Power Corporation.

Docket No. 971542

Submitted for filing: February 17, 1998

BRIEF FOR DECLARATORY STATEMENT

Redington Towers Three request that the Commission consider the material in this brief as part of the deliberation with respect to Florida Power's Petition for Declaratory Statement on the interpretation of Rule 25 - 6.049 (5), F. A. C.

- The name of this Petitioner and his business address is; Redington Towers Three Condominium Association, Inc. c/o Professional Bayway Management (PBM) 5901 Sun Boulevard Ste. 203 St. Petersburg, FL 33715-1194
- AllI notices, orders, pleading and other communications in this proceeding should be directed to:

Joseph R. Wiedemann, President C/o Professional Bayway Management (PBM) 5901 Sun Boulevard Ste. 203 St. Petersburg, FL 33715-1194 Tel: (813) 866-3115

(813) 392-8999

DOCUMENT NO. 023-6 AT

Commission Rule to be Interpreted

3. The declaratory statement requested by Florida Power involves the interpretation of Commission Rule 25-6.049(5) through (7), F.A.C., ('the Master Metering Rule' or 'the Rule'), and in particular paragraph (5)(a) of the Rule, which provides in pertinent part:

Individual electric metering by the utility shall be required for each separate occupancy unit of new commercial establishments, residential buildings, condominiums, cooperatives, marinas, and trailer, mobile home and recreational vehicle parks for which construction is commenced after January 1, 1981.

Declaratory Statement Sought

4. Based on the facts described below, Redington Towers One requests a declaration by the Commission that:

Upholds and enforces Commission Rule 25-6.49(5) through (7) F.A.C. ('the Master Metering Rule' or 'the Rule').

Factual Background

5. Redington Towers Three one of a three building Condominium Complex, which is located in the Town of Redington Shores, Florida, and built prior to January 1, 1981. One of our sister buildings applied for and was granted permission to switch to master metering for residential users. This changeover was made in August of 1997. In their letter of October 10, 1997 (copy attached), Florida Power declined to provide master metering for Redington Tower Three. Letters of protest have been filed with Florida Power and the PSC Bureau of Electricity & Gas.

Basically, the problem is with a very recent re-interpretation by Florida Power of the Florida Public Service Commission Rule 15-6.049 which mandates individual metering for condos permitted after January 1, 1981. In this re-interpretation. Florida Power, citing this rule as its authority, denies the freedom of condos built earlier to switch from individual metering to master metering and thereby effectively extends the mandatory individual metering of condos permitted after January 1, 1981 to those built before. Our date is earlier than January 1, 1981 It is pertinent that, only a few months earlier, Florida Power, recognizing that older condos were not precluded from applying for master metering by this section, approved and executed the transition from individual metering to master metering for one of the three buildings of our complex.

We regard their re-interpretation as totally arbitrary and intended to keep as many customers as possible on the highest possible rate. As between our several buildings, it is obviously discriminatory, and will affect our comparative real estate values. The difference in rates is about 38%. Moving to master metering is projected to save our families involved several thousand dollars per month.

The statement in their letter to us (copy attached) that the change to master metering would reduce the incentive for individual unit owners to conserve electricity is incorrect. As Florida Power knows because they helped develop the program in our sister building, our plan anticipates master metering to the Association followed by individual apartment metering through existing sub-

netering. The Association will pass along the cost of electricity to the individual apartment owners in proportion to their actual usage. Furthermore, our plan continues Florida Power Energy Load Management / Conservation programs, with the credits from same flowing to the appropriate unit owner. The unit owners' incentives to conservation are therefore unchanged. Since Florida Power is familiar with this aspect of our program, their statement that the incentives for conservation are lost is, at best, disingenuous

We are not breaking ground for new programs. It was stated in the July 1997 issue of a condo manager's trade magazine that master metering is common among older condos. The sub-metering we propose to retain conservation incentives may be unique.

Discussion

6. We are of the opinion that Florida Power has made some misleading and some cases incorrect assertions in their petition of November 21, 1997 and we are also of the opinion the commission should hear our side of these issues

Specifically, we contest statements made by Florida Power on page 4 of their Petition, para 7;

(Order No. PSC - 97 - 1352 - FOF - EU, issued October 27, 1997 in Docket No. 970647-EU) dealt with Dunedin Beach Campground and it is self-serving and grossly misleading to compare Redington Towers Condominium complex to a campground facility. Condominiums are self-governing entities, regulated by

the State of Florida as Florida (not for profit) Corporations. The last sentence on this page suggests "no hardship" if the Rule in question were not enforced. This cannot be farther from the truth. The owners at Redington Towers have been forced to pay an unnecessarily high rate for electricity since before 1981 and to continue this injustice would be grossly unfair!

Page 5. Para 9.

Florida Power offers (Order No. PSC - 97 - 0074 - FOF - EU, issued January 24, 1997 in Docket No. 951485-EU) for comparison. This order does not reflect the circumstances prevailing here at the Redington Towers complex. Specifically in sub para (a).

Condominium owners are provided with essential services such as security guards, fire alarms, trash collection, water, sewer, etc through a licensed management company. responsible to the Condo Board of Directors of the Condominium Association.

Condominium Associations must comply with Florida Condominium Statutes with respect to delivery of these services and other unit owner rights with oversight provided by the Bureau of Condominiums. The users of electricity under master metering will be afforded all of the same consumer protections as are provided now for the services listed above.

Sub Para b

The argument that our customers, whose usage is residential in nature, should not benefit from the commercial rate discount has been largely mitigated by the

implementation, by Florida Power of "load management." Participation in this program by users enables Florida Power to shed heavy electrical loads, such as air-conditioning and hoating, during peak usage periods. This leveling of residential demand makes the characteristics of residential usage more in line with the fairly level demand by commercial users. The sister building in our complex has experienced a large increase in the participation by users in the load management program because of greater incentives and better publicity by their Board of Directors.

Sub Para c

It is a falsehood for Florida Power to infer that users will lose the option to participate in conservation programs. Florida Power knows full well, because they administer these programs at the master metered building in our complex, that ALL conservation programs are still in place and are in fact being enhanced through condo Board activism.

The last Florida Power quote on page 9 of para 9 appears to have been taken out of context as we would expect that the commission's outdated policy of retaining authority over the provision of electricity to end users will soon yield to new and better ideas for the distribution of electricity under deregulation.

Wherefore,

Redington Towers Three quests that the Commission uphold Rule 25-6.049(5), F.A.C. in that this Rule has already withstood the test of time for 17 years and rule that Florida Power comply and allow master metering of electricity for Redington Tower One.

Respectfully submitted,

Joseph R. Wiedemann President Redington Towers Three

Tel: (813) 866-3115 (Business Office) (813) 392-8999 (Home)