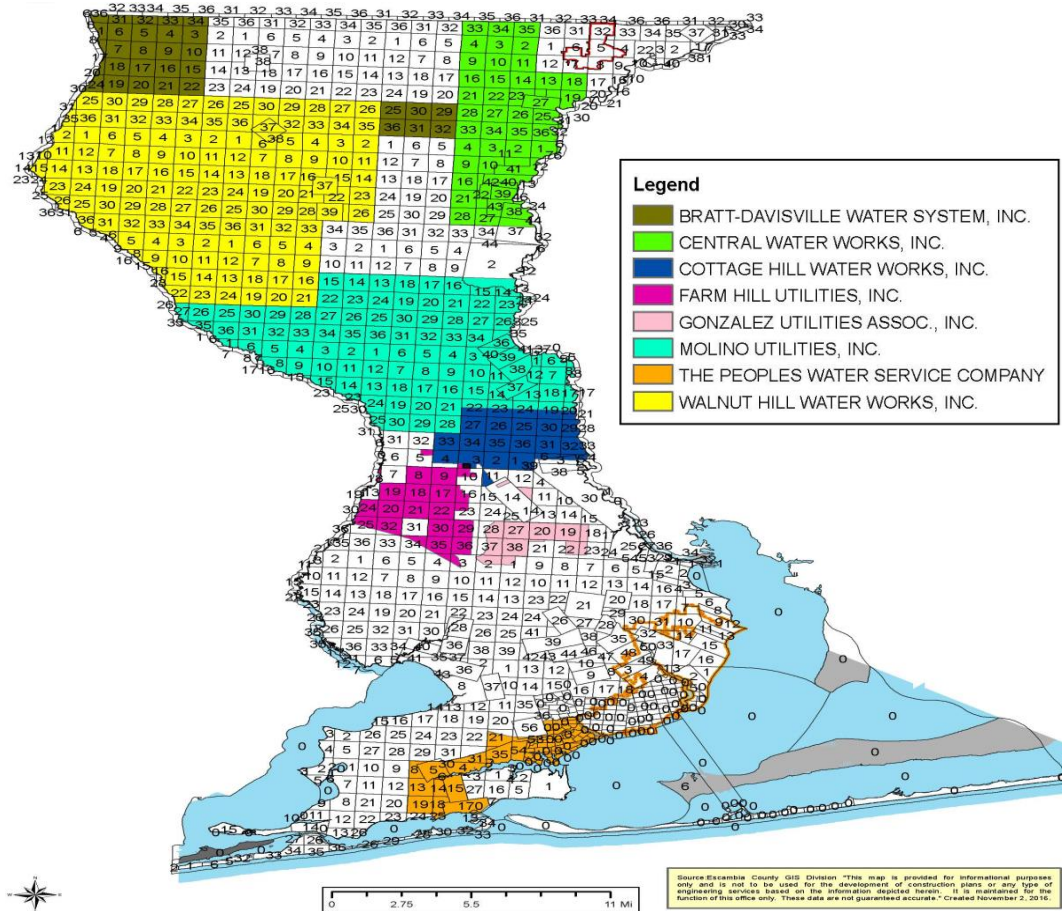




Water Franchise Agreements

List of Water Franchise Agreements

1. Central Water Works, Inc.
2. Cottage Hill Water Works, Inc.
3. Escambia River Electric Cooperative, Inc.
 - a. Bratt-Davisville Water Systems, Inc.
 - b. Walnut Hill Water Works, Inc.
4. Farm Hill Utilities, Inc.
5. Gonzalez Utilities Association, Inc.
6. Molino Utilities, Inc.
7. Peoples Water Service Company of Florida, Inc.



Water Franchise Agreements granted by the BCC

Name	Established	Ratepayers	Expires	Provision Termination
Central Water Works, Inc. (a Florida not-for-profit corporation)	Feb 1, 1966 (99 years)	1,000	Feb 1, 2065	Intermediary
Cottage Hill Water Works, Inc. (a Florida not-for-profit corporation)	Jul 14, 1967 (40 years)	1,350	Jul 14, 2047	Condemnation
Escambia River Electric Cooperative, Inc. a. Bratt-Davisville Water System, Inc. b. Walnut Hill Water Works, Inc. (a Florida not-for-profit corporation)	Jun 5, 1970 (97 years) Sep 6, 1968 (99 years)	1,600 (combined)	Jun 5, 2067 Sep 6, 2067	None specified in either agreement
Farm Hill Utilities, Inc. (a Florida not-for-profit corporation)	Jul 26, 1966 (99 years)	1,765	Mar 3, 2091	Condemnation
Gonzalez Utilities Association, Inc. (a Florida not-for-profit corporation)	Mar 9, 1965 (45 years)	1,815	Mar 9, 2098	Condemnation
Molino Utilities, Inc. (a Florida not-for-profit corporation)	May 17, 1966 (99 years)	2,212	May 17, 2065	Intermediary
Peoples Water Service Company of Florida, Inc. (a Florida for-profit corporation)	Aug 20, 1970 (99 years)	32-35,000	Aug 20, 2069	Intermediary

Termination Provisions

Condemnation – Some of the franchise agreements include a provision which anticipates valuation of a water utility in the event the County terminates the franchise.

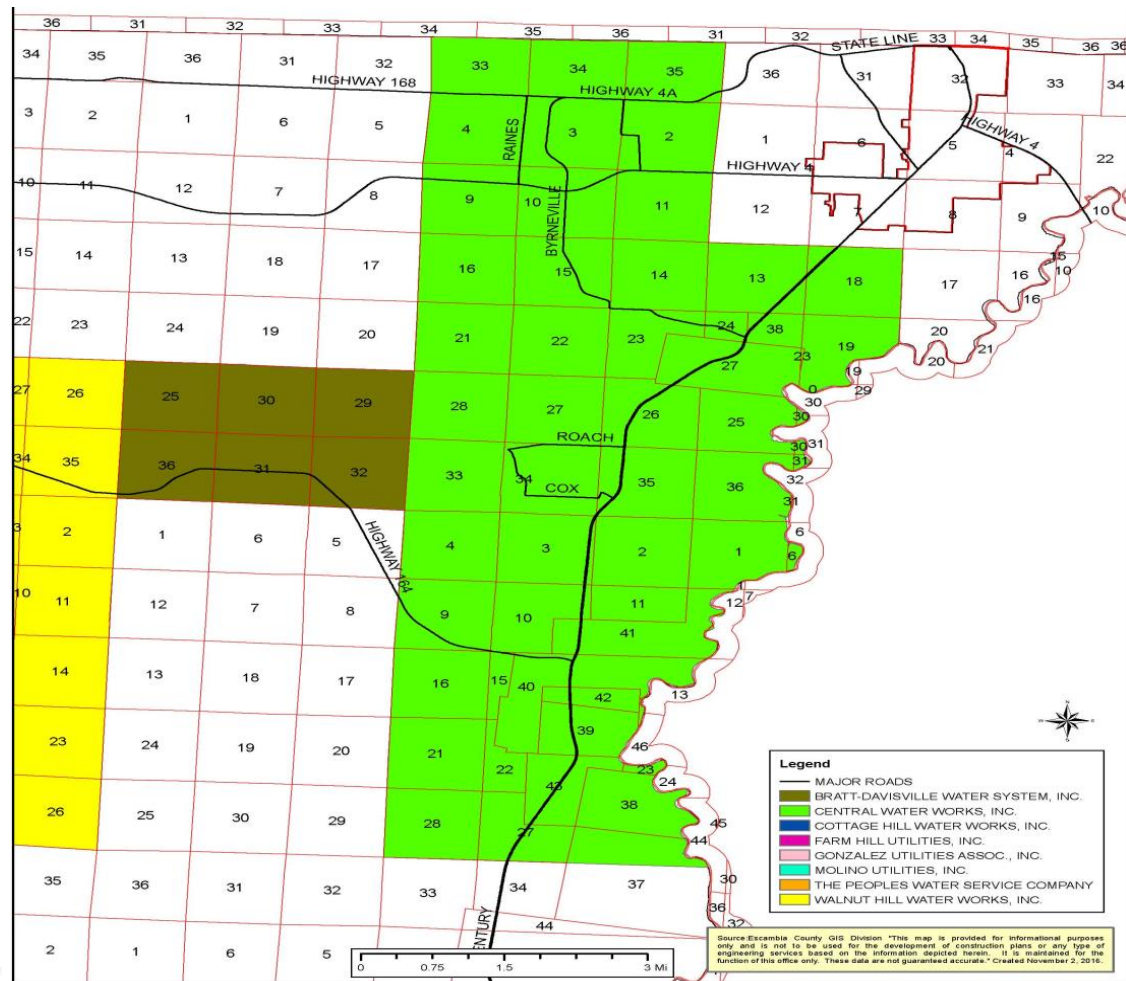
Intermediary – Some of the franchises specify the County's role in hearing from aggrieved rate payers and allows the Board to terminate the franchise with valid reasons.



Central Water Works, Inc.

- Central Water Works, Inc.
- Established February 1, 1966, for 99 years.
- On April 19, 1968, Central Water Works, Inc. was granted an expansion of its franchise area under the terms of the 1966 franchise agreement.
- Expires February 1, 2065.
- Intermediary Provision.

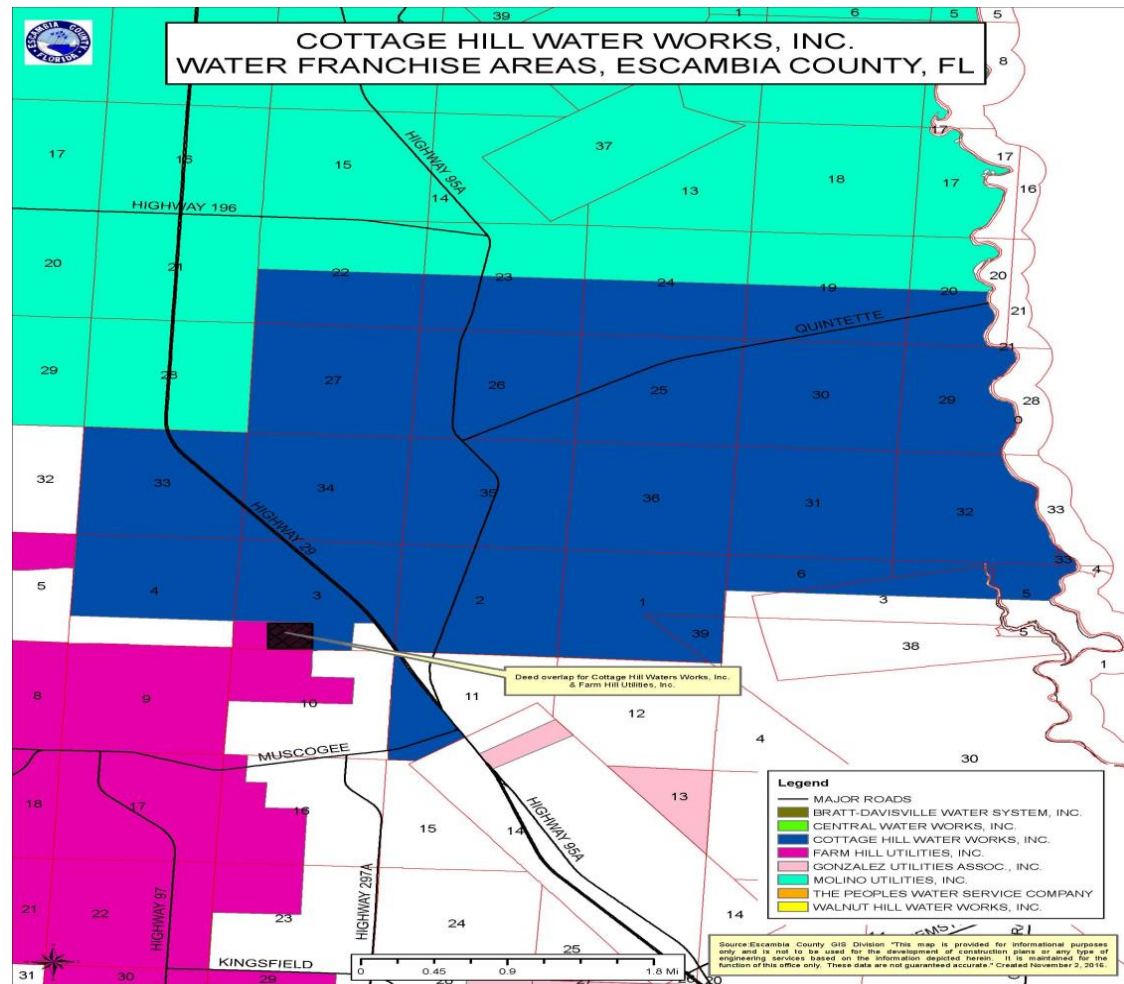
 CENTRAL WATER WORKS, INC.



Cottage Hill Water Works, Inc.

- Cottage Hill Water Works, Inc.
- Established July 14, 1967, for 40 years.
- Resolution R1997-170 expanded the Franchise area with the franchise term to run concurrently with the 1967 Franchise Agreement.
- Expires July 14, 2047.
- Condemnation Provision.

 COTTAGE HILL WATER WORKS, INC.



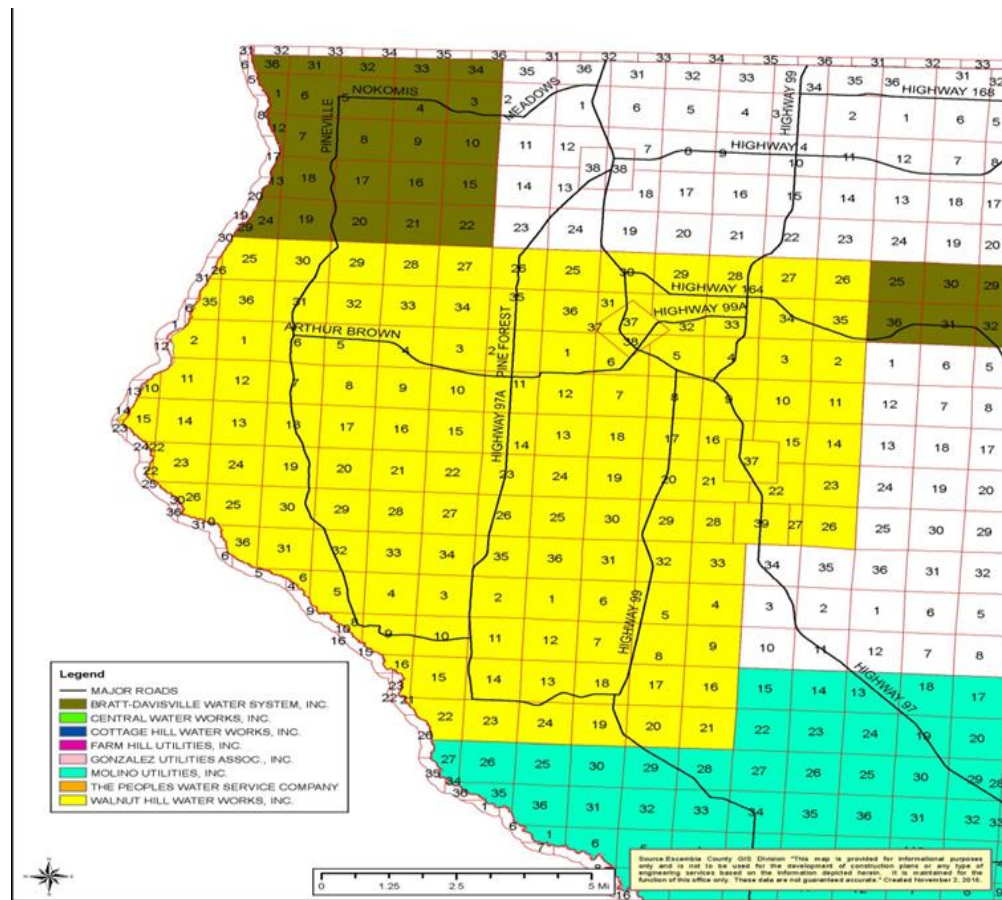
Escambia River Electric Cooperative, Inc.

a. Bratt-Davisville Water System, Inc.

- Escambia River Electric Cooperative, Inc.
- Established June 5, 1970, for 97 years.
- Resolution R2014-49 was adopted by the BCC approving the transfer from Bratt-Davisville Water System, Inc. to Escambia River Electric Cooperative, Inc.
- Expires June 5, 2067.
- None specified.

b. Walnut Hill Water Works, Inc.

- Walnut Hill Water Works, Inc.
- Established September 6, 1968, for 99 years.
- A second franchise was granted on September 12, 1969, for 98 years in the same name.
- Resolution R2001-76 was adopted by the BCC approving the transfer of the franchise from Walnut Hill Water Works, Inc. to Escambia River Electric Cooperative, Inc.
- None specified.

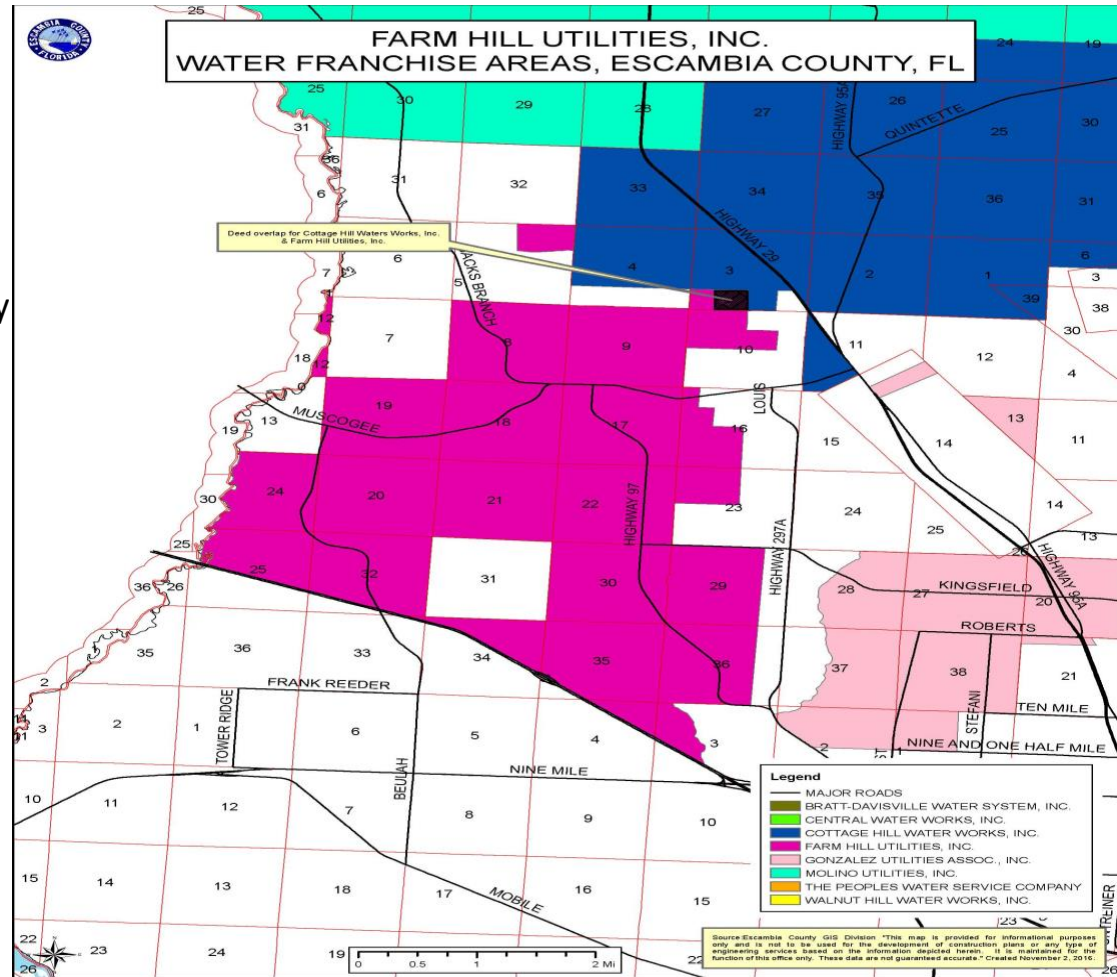


- BRATT-DAVISVILLE WATER SYSTEM, INC.
- WALNUT HILL WATER WORKS, INC.

Farm Hill Utilities, Inc.

- Farm Hill Utilities, Inc.
- Established July 26, 1966, for 99 years.
- A second franchise was granted on February 13, 1975, for additional service area for 60 years. On March 3, 1992, Farm Hill was granted an expansion of franchise area for 99 years.
- Resolution R1998-241 was adopted which restated the franchise areas and extended the franchise agreement by 99 years.
- Expires March 3, 2091.
- Condemnation Provision.

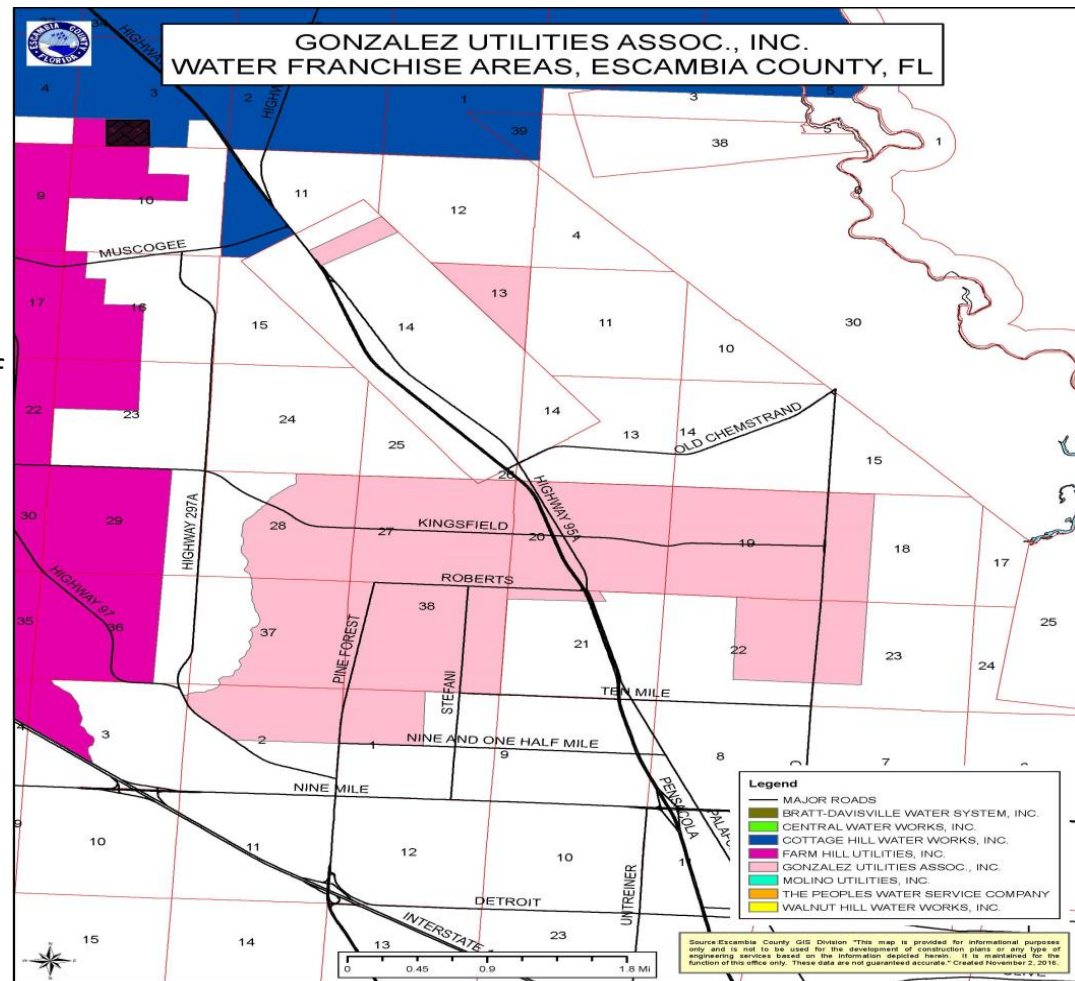
 FARM HILL UTILITIES, INC.



Gonzalez Utilities Association, Inc.

- Gonzalez Utilities Association, Inc.
- Established March 9, 1965, for 45 years.
- On February 7, 1969, an expansion of the franchise area was granted under the terms of the 1965 agreement. Resolution R1998-242, granted a second expansion of the franchise area through March 9, 2010. Resolution R1999-1 was adopted extending the franchise to March 9, 2098
- Expires March 9, 2098.
- Condemnation Provision.

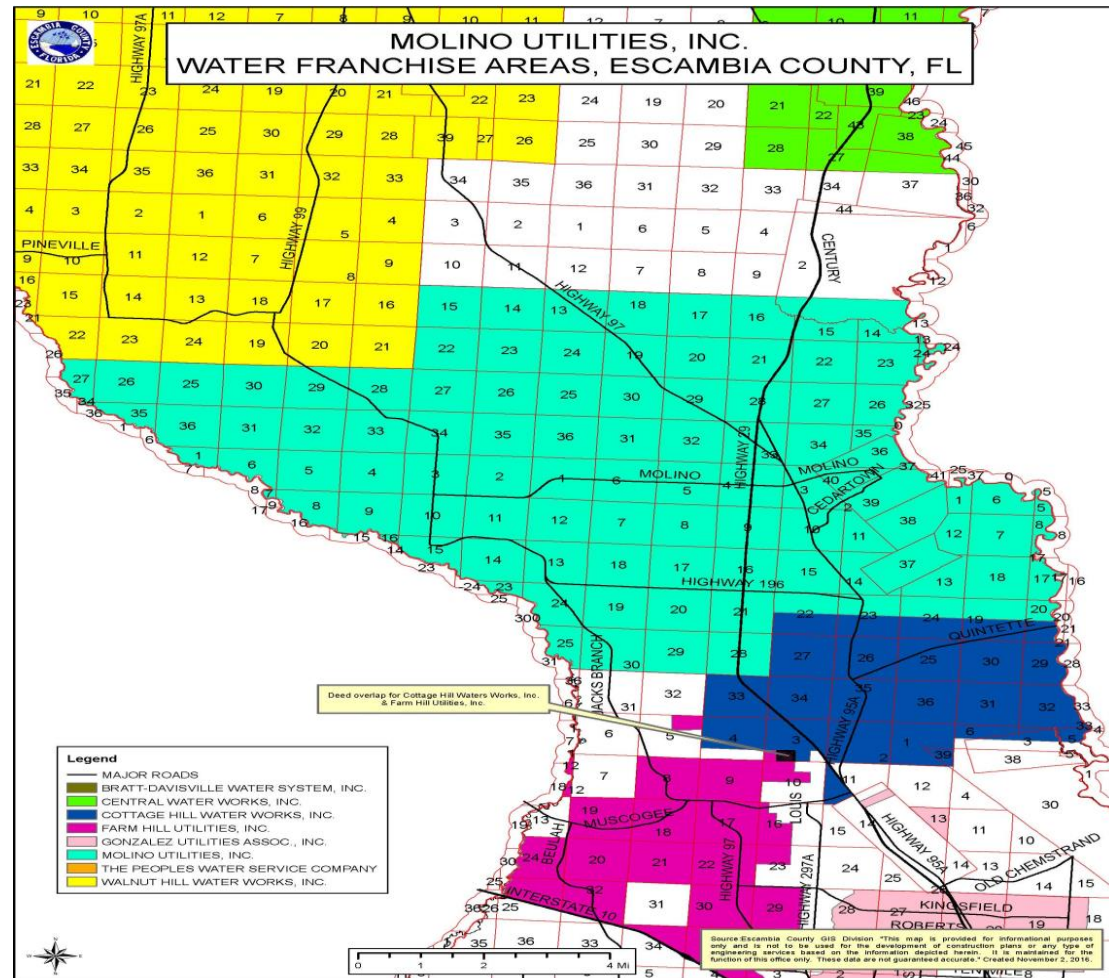
 GONZALEZ UTILITIES ASSOC., INC.



Molino Utilities, Inc.

- Molino Utilities, Inc.
- Established May 17, 1966, for 99 years.
- On February 7, 1969, an extension of the franchise area was granted under the terms of the 1966 agreement.
- Expires May 17, 2065.
- Intermediary Provision.

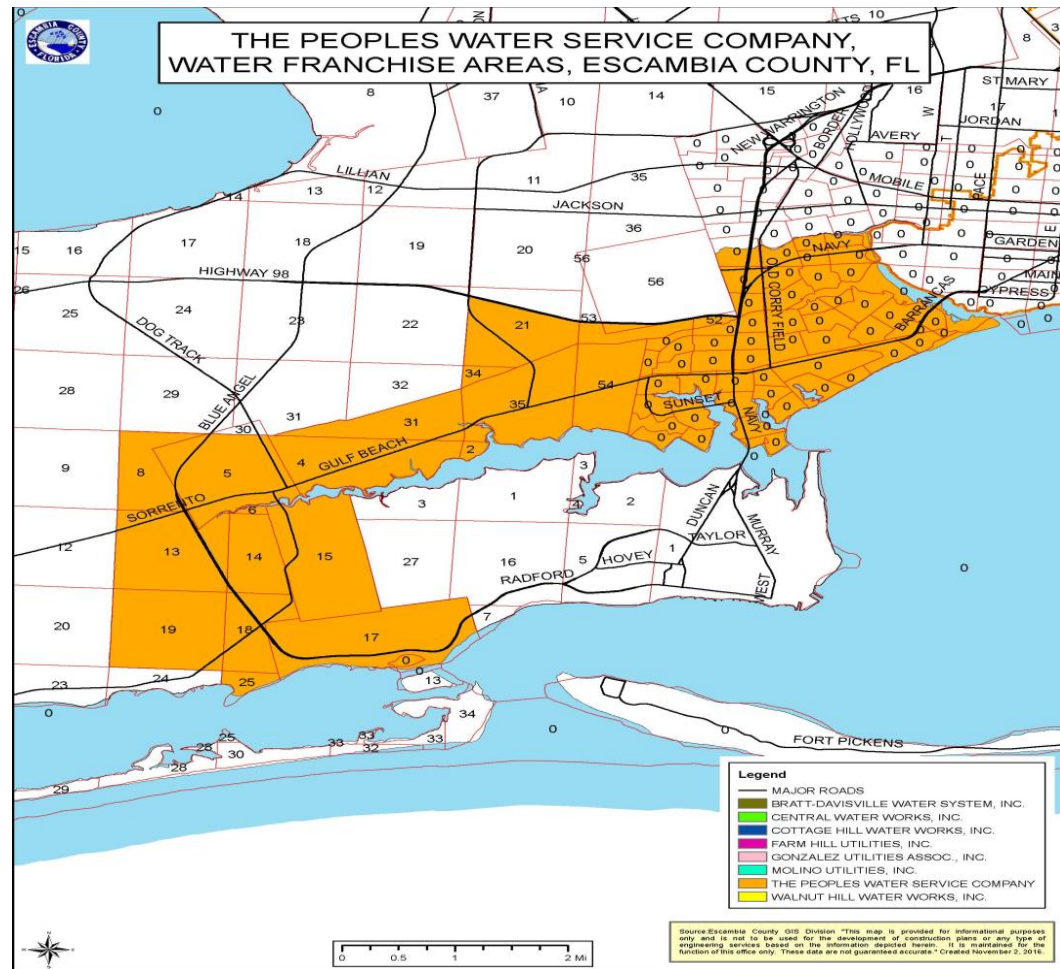
 MOLINO UTILITIES, INC.



Peoples Water, Inc.

- Peoples Water Service Company of Florida, Inc.
- Established August 20, 1970, for 99 years.
- Expires August 20, 2069.
- Intermediary Provision.

 THE PEOPLES WATER SERVICE COMPANY



Regulatory Agencies

- PSC (Public Service Commission) – pursuant to Ch. 367, Fla. Stat., water and sewer utilities are subject to PSC regulation. However, private not-for-profit corporations are exempt. Thus, only People's Water is regulated by the PSC.
- FDEP – pursuant to Ch. 403, Fla. Stat., FDEP regulates public water systems' water quality as delegated to FDEP by the U.S. EPA.
- USDA – has a rural water program that offers loans and grants for water infrastructure, allowing for some financial oversight.



Regulatory Agencies

- SAO (State Attorney's Office) – can investigate and prosecute criminal actions. Has given a verbal opinion that Farm Hill is subject to Florida's open government laws.
- Florida Rural Water Association – a professional association that offers support and best practices for rural water utilities.





my escambia

