

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

August 24, 1995

Johnnie M. Overton, Senior Vice President
Florida Cities Water Company
4837 Swift Road, Suite 100
P.O. Box 21119
Sarasota, FL 34276-4117

Re: Docket No. 950387-SU - Application of Florida Cities Water Company, North Ft. Myers Division, Wastewater Operations, for increase in Wastewater Rates in Lee County, Florida.

Dear Mr. Overton:

This letter is drafted to identify additional questions that we have or information that we need to complete our analysis regarding the above-mentioned filing.

1. Does Avatar Utility Services, Inc. provide employees to perform meter reading, accounting and/or data entry functions? If yes, describe how charges are allocated to each affiliated system. If no, describe how the functions performed are charged and/or allocated to individual affiliated utility systems.
2. If Avatar Utility Services, Inc. has a non-affiliated client requesting billing, accounting or operational services, how is it determined which or whose employees will perform these functions? Explain the complete process.
3. Do the employees performing these functions have to work overtime to complete these additional assignments or do they have sufficient time during regular hours to provide these additional services?
4. Provide a detailed schedule showing all instances where Florida Cities Water Company - North Ft. Myers Wastewater Division employees performed work for non-affiliated services and the amount reimbursed by Avatar Utility Services, Inc. for the year ended 12/31/94. Show account numbers.

ACK _____
 AFA _____
 APP _____
 CAF _____
 CMU _____
 CTR _____
 F _____
 L _____
 LI _____
 OF _____
 RCH _____
 SEC _____
 WAS _____
 OTH _____

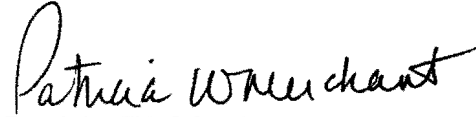
00379

DOCUMENT NUMBER - DATE
 00273 AUG 25 95
 PSC-RECORDS/REPORTING

Mr. Johnnie M. Overton
August 24, 1995
Page 2

So that we may process this case as quickly as possible, please provide answers to these questions no later than August 30, 1995. If additional time is needed for any specific request, please contact me as soon as possible so that a revised date can be agreed upon.

Sincerely,



Patricia W. Merchant
Public Utilities Supervisor

PWM/jsc

cc: Mike Murphey, FCWC
Division of Water and Wastewater (Willis, Clark, Walker)
Division of Legal Services (Jaeger)
Division of Records and Reporting

00380