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December 26, 2001

VIA HAND DELIVERY

ROBERT M. C. ROSE
OF COUNSEL

Blanca S. Bayo, Director
Division of the Commission Clerk
and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Aloha Utilities, Inc.; PSC Docket No. 010503-WU
Application for Water Rate Increase
Our File No. 26038.35

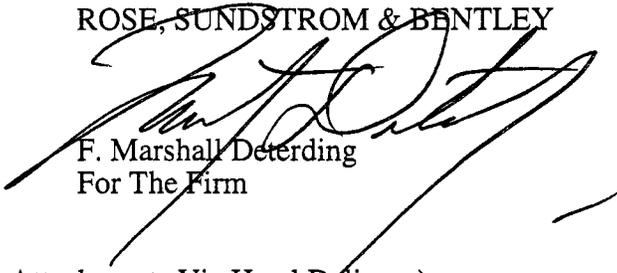
Dear Ms. Bayo:

Attached is one page of Exhibit No. SGW-8 to Mr. Watford's testimony that was left off the back of that Exhibit. It is a part of the output of the model run which constitutes that Exhibit. I am enclosing 16 copies for your distribution, and have copied all of the other parties who received the original document.

Should you have any questions in this regard, please do not hesitate to contact me.

Sincerely,

ROSE, SUNDSTROM & BENTLEY


F. Marshall Deterding
For The Firm

FMD/tms
Enclosures

cc: Ralph Jaeger, Esquire (Without Attachments Via Hand Delivery)
Lorena Espinoza, Esquire (Without Attachments Via Hand Delivery)
Stephen Burgess, Esquire (Via Telecopy)
Margaret Lytle, Esquire (Via Telecopy)
Mr. Edward Wood (Via U.S. Mail)
Stephen G. Watford (Via Telecopy)
Robert C. Nixon, CPA (Via Telecopy)
David W. Porter, P.E. (Via Telecopy)

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Florida Water Price Elasticities
(Source: SWFWMD Price Elasticity Study, 1995)

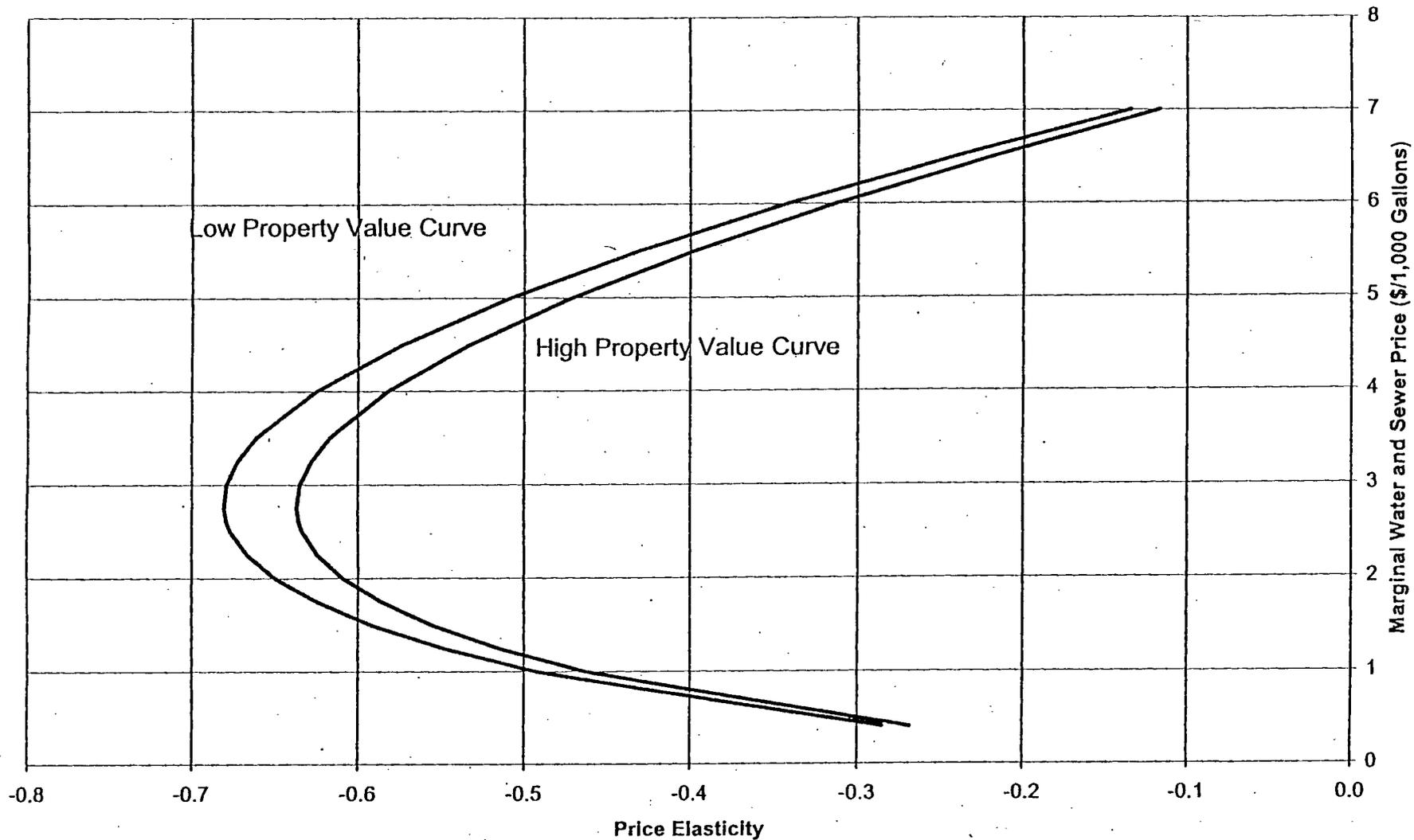


Figure 1. Price elasticity curves for SWFWMD single family customers with property values above and below \$64,000 using the PRICE(2) price specification with a natural exponential composite functional form.