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July 2, 2004

VIA HAND DELIVERY

Ms. Blanca Bayo, Director
Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

RECEIVED-FPSC
JUL -2 PM 2:21
COMMISSION CLERK

RE: **Docket No. 040247-WS** - Application for Certificates to Provide Water and Wastewater Service in Franklin County by St. James Island Utility Company

Dear Ms. Bayo:

Enclosed for filing on behalf of St. James Island Utility Company ("St. James") are the original and four copies of the following revised schedules and tables to Exhibit "G" of St. James' application. Please note that these revised schedules and tables will replace those that were included with St. James' June 18, 2004 filing.

<u>Schedule/Table No.</u>	<u>Title</u>
Schedule 4	Base Facility Charge and Gallonage Component Cost at 80% of Design Capacity - Water
Schedule 4A	Inverted Block Design - Water
Schedule 5	Base Facility Charge and Gallonage Component Cost at 80% of Design Capacity - Wastewater
Support Table D-3	Base Facility Charge and Gallonage Component Cost at 80% of Design Capacity - Water
Support Table D-4	Base Facility Charge and Gallonage Component Cost at 80% of Design Capacity - Wastewater
Support Table E-1	Customer Growth Assumptions for Years 2004-2011

- CMP _____
- COM _____
- CTR _____
- ECR Orig tariff
- GCL _____
- OPC _____
- MMS _____
- RCA _____
- SCR _____
- SEC 1
- OTH Cover letter

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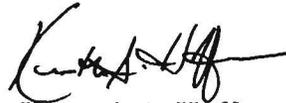
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FPSC-COMMISSION CLERK

Page 2
July 2, 2004

The rates reflected in the schedules as previously submitted were based on average year factored ERCs and year-end factored gallons. The revised schedules reflect that the factored ERCs and the factored gallons are now both calculated on an average year basis. In addition, the cap on residential gallons for the wastewater rate has been removed to reflect the anticipation that residential customers will not be using irrigation water.

Please acknowledge receipt of these documents by stamping the extra copy of this letter "filed" and returning the copy to me. Thank you for your assistance with this filing.

Sincerely,



Kenneth A. Hoffman

Enclosures

ST. JAMES ISLAND UTILITY COMPANY
 Base Facility Charge and Gallonage Component Cost
 At 80% of Design Capacity
 WATER SERVICE

Schedule No. 4
 Revised: 7/01/04

BASE FACILITY CHARGE

5/8" X 3/4"	\$29.09
3/4"	43.64
1"	72.73
1 1/2"	145.45
2"	232.72
3"	465.44
4"	727.25
6"	1,454.50
8"	2,327.20

CHARGE PER 1,000 GALLONS \$2.91

RESIDENTIAL BILLS 5/8" X 3/4"

3,000 gallons	\$ 37.82
5,000 gallons	\$ 43.64
10,000 gallons	\$ 58.19
20,000 gallons	\$ 87.29
30,000 gallons	\$ 116.39

ST JOE UTILITIES, INC.
 Base Facility Charge and Gallonage Component Cost
 At 80% of Design Capacity
 WATER SERVICE - INVERTED BLOCK DESIGN

Schedule No. 4A
 Revised: 7/01/04
 Page 1 of 2

BASE FACILITY CHARGE

5/8" X 3/4"	\$29.09
3/4"	43.64
1"	72.73
1 1/2"	145.45
2"	232.72
3"	465.44
4"	727.25
6"	1,454.50
8"	2,327.20

CHARGE PER 1,000 GALLONS

Residential Service Usage Levels per Month		Assumed Pct. of Use in block
0-10,000 gallons	\$2.88	95.00%
Over 20,000 gallons	3.60	5.00%
		100.00%
General Service - All Gallons	\$2.91	

RESIDENTIAL BILLS 5/8" X 3/4"

3,000 gallons	\$ 37.73
5,000 gallons	\$ 43.49
10,000 gallons	\$ 57.89
20,000 gallons	\$ 93.89
30,000 gallons	\$ 129.89

ST. JAMES ISLAND UTILITY COMPANY
 WATER INVERTED BLOCK RATE DESIGN

Schedule No. 4A
 Revised: 7/01/04
 Page 2 of 2

Total Volume Dollars	144,391
Total Gallons (000) Billed	49,567
Commercial Gallons (000)	0
Average Rate	2.91
Commercial Volume Dollars	0.00
Residential Dollars	144,391.30
Residential Gallons (000)	49,567

INVERTED BLOCK DESIGN

	Pct of Residential Gallons	Rate Ratio
0-10,000 per Month	95.0%	1.00 R
Over 10,000	5.0%	1.25 R
	100.0%	
Calculate:	R =	2.88
	1.50 R =	3.60

ST. JAMES ISLAND UTILITY COMPANY
 Base Facility Charge and Gallonage Component Cost
 At 80% of Design Capacity
 WASTEWATER SERVICE

Schedule No. 5
 Revised: 7/01/04

BASE FACILITY CHARGE

5/8" X 3/4"	34.36
3/4"	51.54
1"	85.90
1 1/2"	171.80
2"	274.88
3"	549.76
4"	859.00
6"	1,718.00
8"	2,748.80

CHARGE PER 1,000 GALLONS

Residential	3.54 *
General Service	3.54

* Based on water gallons used

RESIDENTIAL BILLS	5/8" X 3/4"
3,000 gallons	\$ 44.98
5,000 gallons	\$ 52.06
10,000 gallons	\$ 69.76

ST. JAMES ISLAND UTILITY COMPANY
 Base Facility Charge and Gallonage Component Cost
 At 80% of Design Capacity

Support Table D-3
 Revised: 7/01/04

		PERCENTAGE ASSIGNMENT		FACTORED ERC'S		FACTORED GALLONS	
		BASE FACILITY CHARGE	GALLONAGE CHARGE	BASE FACILITY COST	BASE FACILITY CHARGE	GALLONAGE COST	GALLONAGE CHARGE
BASE FACILITY CHARGE COMPONENT CONSTRUCTION -WATER-	TEST YEAR 2010						
OPERATION & MAINTENANCE EXPENSES:							
601 Salaries and Wages - Employees		50%	50%	0	0.0000	0	0.0000
603 Salaries and Wages - Officers		100%	---	0	0.0000	0	0.0000
604 Employee Pensions and Benefits		50%	50%	0	0.0000	0	0.0000
610 Purchased Water		---	100%	0	0.0000	0	0.0000
615-6 Purchased Power & Fuel for Power Production		---	100%	0	0.0000	0	0.0000
618 Chemicals		---	100%	0	0.0000	0	0.0000
620 Materials and Supplies		50%	50%	0	0.0000	0	0.0000
63X Contractual Services	78,084	50%	50%	39,042	8.3853	39,042	0.7877
641 Rental of Building / Real Property	0	100%	---	0	0.0000	0	0.0000
642 Rental of Equipment		100%	---	0	0.0000	0	0.0000
650 Transportation Expense		50%	50%	0	0.0000	0	0.0000
656-9 Insurance	16,712	100%	---	16,712	3.5894	0	0.0000
660 Advertising Expense		50%	50%	0	0.0000	0	0.0000
666-7 Regulatory Commission Expense		50%	50%	0	0.0000	0	0.0000
670 Bad Debt Expense		50%	50%	0	0.0000	0	0.0000
675 Miscellaneous Expense	6,518	50%	50%	3,259	0.7000	3,259	0.0658
TOTAL OPERATION & MAINTENANCE EXPENSES	101,315			59,014	12.6748	42,301	0.8534
DEPRECIATION AND AMORTIZATION:							
403 Depreciation Expense, Net	58,644	100%	---	58,644	12.5953	0	0.0000
407 Amortization Expense		100%	---	0	0.0000	0	0.0000
TOTAL DEPRECIATION AND AMORTIZATION	58,644			58,644	12.5953	0	0.0000
TAXES OTHER THAN INCOME TAXES:							
408.10 Utility Regulatory Assessment Fees	12,593	48%	52%	6,096	1.3092	6,498	0.1311
408.11 Property Taxes	11,707	100%	---	11,707	2.5143	0	0.0000
408.12 Payroll Taxes	0	100%	---	0	0.0000	0	0.0000
408.13 Other Taxes and Licenses	0	100%	---	0	0.0000	0	0.0000
408.20 TOTI, Other Income and Deductions	0	100%	---	0	0.0000	0	0.0000
TOTAL TAXES OTHER THAN INCOME TAXES	24,300			17,802	3.8235	6,498	0.1311
INCOME TAXES:							
409 Federal, State, and Local Income Taxes	10,349	---	100%	0	0.0000	10,349	0.2088
TOTAL INCOME TAXES	10,349			0	0.0000	10,349	0.2088
RETURN ON INVESTMENT	85,243	---	100%	0	0.0000	85,243	1.7198
TOTAL REVENUE REQUIREMENT	279,851			135,460	29.0936	144,391	2.9131
LESS: MISCELLANEOUS REVENUES	0	100%	---	0	0.0000	0	0.0000
TOTAL REVENUES FOR RATE SETTING	279,851			135,460	29.09	144,391	2.91

ST. JAMES ISLAND UTILITY COMPANY
 Base Facility Charge and Gallonage Component Cost
 At 80% of Design Capacity

Support Table D-4
 Revised: 7/01/04

FACTORED ERC'S 4,656
 FACTORED GALLONS 49,567

BASE FACILITY CHARGE COMPONENT CONSTRUCTION -SEWER-	TEST YEAR 2010	PERCENTAGE ASSIGNMENT		FACTORED ERC'S		FACTORED GALLONS	
		BASE FACILITY CHARGE	GALLONAGE CHARGE	BASE FACILITY COST	BASE FACILITY CHARGE	GALLONAGE COST	GALLONAGE CHARGE
OPERATION & MAINTENANCE EXPENSES:							
701 Salaries and Wages - Employees		50%	50%	0	0.0000	0	0.0000
703 Salaries and Wages - Officers		100%	---	0	0.0000	0	0.0000
704 Employee Pensions and Benefits		50%	50%	0	0.0000	0	0.0000
710 Purchased Sewage Treatment		---	100%	0	0.0000	0	0.0000
711 Sludge Removal		---	100%	0	0.0000	0	0.0000
715-6 Purchased Power & Fuel for Power Production		---	100%	0	0.0000	0	0.0000
718 Chemicals		---	100%	0	0.0000	0	0.0000
720 Materials and Supplies		50%	50%	0	0.0000	0	0.0000
73X Contractual Services	78,084	50%	50%	39,042	8.3853	39,042	0.7877
741 Rental of Building / Real Property	0	100%	---	0	0.0000	0	0.0000
742 Rental of Equipment		100%	---	0	0.0000	0	0.0000
750 Transportation Expense		50%	50%	0	0.0000	0	0.0000
756-9 Insurance	21,741	50%	50%	10,870	2.3347	10,870	0.2193
760 Advertising Expense		50%	50%	0	0.0000	0	0.0000
766-7 Regulatory Commission Expense		50%	50%	0	0.0000	0	0.0000
770 Bad Debt Expense		50%	50%	0	0.0000	0	0.0000
775 Miscellaneous Expense	9,778	50%	50%	4,889	1.0500	4,889	0.0986
TOTAL OPERATION & MAINTENANCE EXPENSES	109,602			54,801	11.7700	54,801	1.1056
DEPRECIATION AND AMORTIZATION:							
403 Depreciation Expense	84,340	100%	---	84,340	18.1142	0	0.0000
407 Amortization Expense	0	100%	---	0	0.0000	0	0.0000
TOTAL DEPRECIATION AND AMORTIZATION	84,340			84,340	18.1142	0	0.0000
TAXES OTHER THAN INCOME TAXES:							
408.10 Utility Regulatory Assessment Fees	15,095	48%	52%	7,200	1.5464	7,895	0.1593
408.11 Property Taxes	13,660	100%	---	13,660	2.9339	0	0.0000
408.12 Payroll Taxes	0	100%	---	0	0.0000	0	0.0000
408.13 Other Taxes and Licenses	0	100%	---	0	0.0000	0	0.0000
408.20 TOTI, Other Income and Deductions	0	100%	---	0	0.0000	0	0.0000
TOTAL TAXES OTHER THAN INCOME TAXES	28,755			20,860	4.4803	7,895	0.1593
INCOME TAXES:							
409 Federal, State, and Local Income Taxes	13,277	---	100%	0	0.0000	13,277	0.2679
TOTAL INCOME TAXES	13,277			0	0.0000	13,277	0.2679
RETURN ON INVESTMENT	99,468	---	100%	0	0.0000	99,468	2.0067
TOTAL REVENUE REQUIREMENT	335,442			160,001	34.3645	175,441	3.5395
LESS: MISCELLANEOUS REVENUES	0	100%	---	0	0.0000	0	0.0000
TOTAL REVENUES FOR RATE SETTING	335,442			160,001	34.36	175,441	3.54

ST. JAMES ISLAND UTILITY COMPANY
 Customer Growth Assumptions for Years 2004- 2011

Support Table E-1
 Revised: 7/01/04

Year	2004	2005	2006	2007	2008	2009	2010	2011	2012
ERC's Added	0	48	72	62	77	86	86	34	44
ERC's Cumulative	0.00	48.00	120.00	182.00	259.00	345.00	431.00	465.00	509.00
Average ERC's	0.00	24.00	84.00	151.00	220.50	302.00	388.00	448.00	487.00
Pct of Buildout, Yr end	0.00%	9.43%	23.58%	35.76%	50.88%	67.78%	84.68%	91.36%	100.00%
Water GPD	0	16,800	42,000	63,700	90,650	120,750	150,850	162,750	178,150
Water Annual (Avg ERCs)	0	3,066	10,731	19,290	28,169	38,581	49,567	57,232	62,214
Water Annual (Y/E ERCs)	0	6,132	15,330	23,251	33,087	44,074	55,060	59,404	65,025
Wastewater GPD	0	16,800	42,000	63,700	90,650	120,750	150,850	162,750	178,150
WW Annual 000 Gal	0	6,132	15,330	23,251	33,087	44,074	55,060	59,404	65,025

Note: Additions in 2006 include 10 ERCs for commercial development.