

ORIGINAL

LAW OFFICES
ROSE, SUNDBSTROM & BENTLEY, LLP
2548 BLAIRSTONE PINES DRIVE
TALLAHASSEE, FLORIDA 32301

FREDERICK L. ASCHAUBER, JR.
CHRIS H. BENTLEY, P.A.
ROBERT C. BRANNAN
DAVID F. CLEGG
F. MARSHALL DIERBERG
JOHN R. JINKINS, P.A.
SERVIN T. MINDLIN, P.A.
DARIN L. SHIPPY
WILLIAM B. SUNDBSTROM, P.A.
DIANE D. THORP, P.A.
JOHN L. WHARTON
ROBERT M. C. ROSE, OF COUNSEL
WAYNE L. SCHIEPFLIBIN, OF COUNSEL

(850) 877-6555
FAX (850) 656-4029
www.rsbattorneys.com

CENTRAL FLORIDA OFFICE
600 S. NORTH LAKE BLVD., SUITE 160
ALTAMONTE SPRINGS, FLORIDA 32701-6177
(407) 850-6331
FAX (407) 850-8522

REPLY TO ALTAMONTE SPRINGS

February 15, 2005

HAND DELIVERY

MARTIN S. FRIEDMAN, P.A.
VALERIE L. LORD

COMMISSION
CLERK

RECEIVED-FPSC
FEB 15 AM 11:08

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

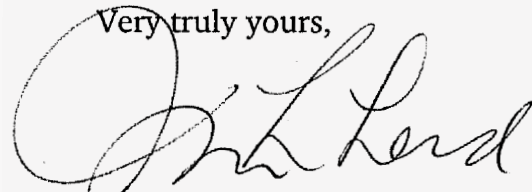
Re: Docket No. 030444-WS; Application by Bayside Utility Services, Inc., for Rate Increase in Bay County, Florida
Our File No.: 30057.57

Dear Ms. Bayo:

Enclosed for filing in the above-referenced docket are the original and fifteen (15) copies of Bayside Utility Services, Inc.'s Notice of Filing and Affidavit of Mailing Notice of Final Rates.

Should you have any questions regarding this filing, please do not hesitate to give me a call.

- CMP _____
- COM _____
- CTR _____
- ECR _____
- GCL _____
- OPC _____
- VLL/tlc
- MMS _____
- Enclosures
- RCA _____
- cc: Mr. Steven M. Lubertozzi (w/enclosures)
- SCR _____
- Mr. Patrick C. Flynn (w/enclosures)
- SEC | _____
- M:\1 ALTAMONTE\UTILITIES INC\BAYSIDE\(.57) BAYSIDE 2003 RATE CASE\FPSC Clerk 034 (NOF AOM).ltr.wpd
- OTH _____

Very truly yours,


VALERIE L. LORD
For the Firm

DOCUMENT NUMBER-DATE

01545 FEB 15 05

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application of
BAYSIDE UTILITY SERVICES, INC.,
for an increase in water and wastewater
rates in Bay County, Florida

DOCKET NO. 030444-WS

NOTICE OF FILING

BAYSIDE UTILITY SERVICES, INC., by and through its undersigned attorneys, hereby gives notice of filing in the above-referenced docket the Affidavit of Mailing the Notice of Final Rates.

Respectfully submitted this 15th day of
February, 2005, by:

ROSE, SUNDSTROM & BENTLEY, LLP
600 S. North Lake Boulevard, Suite 160
Altamonte Springs, Florida 32701
(407) 830-6331
(407) 830-8522 (fax)

By:  

MARTIN S. FRIEDMAN
VALERIE L. LORD
For the Firm

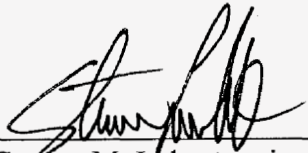
AFFIDAVIT OF MAILING

STATE OF ILLINOIS

COUNTY OF COOK

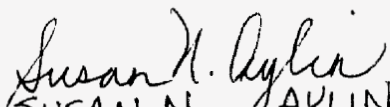
Before me, the undersigned authority, authorized to administer oaths and take acknowledgments, personally appeared Steven M. Lubertozi, who, after being duly sworn on oath, did depose on oath and say that he is the Director, Regulatory Accounting, of Utilities, Inc., and that on January 26, 2005, he did caused to be sent by regular U.S. Mail, a copy of the Notice of Rate Increase to the Customers of Bayside Utility Services, Inc. attached hereto.

FURTHER AFFIANT SAYETH NAUGHT.



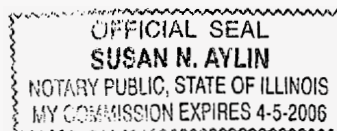
Steven M. Lubertozi

Sworn to and subscribed before me this the 11th day of February, 2005, by Steven M. Lubertozi, who is personally known to.


SUSAN N. AYLIN
Print Name

NOTARY PUBLIC - STATE OF ILLINOIS

My Commission Expires: 4-5-2006



BAYSIDE UTILITY SERVICES, INC.

CUSTOMER NOTICE

ISSUED: January 26, 2005

On February 17, 2004, Bayside Utility Services, Inc. (*Utility*), completed its application to the Florida Public Service Commission (*Commission*) for increased water and wastewater service rates, in which it requested an interim rate increase, and a final water and wastewater rate increase of 123.94% and 87.94%, respectively. The Commission approved an interim rate increase subject to refund with interest by Order No. PSC-04-0414-PCO-WS ("Interim Rate Order").

At the Agenda Conference held on August 3, 2004, the Commission took action on the Utility's application. By Proposed Agency Action Order No. PSC-04-0820-PAA-WS ("PAA Order"), issued August 23, 2004, the Commission proposed to approve a rate increase of 47.83% for water and a 42.77% increase for wastewater. These rates were designed to allow the Utility the opportunity to recover its reasonable and prudent costs for providing service, and a reasonable rate of return on its investment in facilities necessary to provide such water and wastewater service.

The PAA Order was protested by the Citizens of the State of Florida on September 13, 2004. On December 6, 2004, the Utility and the Citizens of the State of Florida entered into a Settlement Agreement, which provided for one increase in water and wastewater rates for service on and after January 29, 2005, a second increase in water and wastewater rates for service on and after January 29, 2006, and a decrease in water and wastewater rates for service on and after January 29, 2009. The Utility and the Citizens of the State of Florida agreed that the first increase in water rates would be 16.89% less than the water rates approved by the Commission in the PAA Order, and the first increase in wastewater rates would be 15.95% less than the wastewater increase approved by the Commission in the PAA Order. In addition, the Utility agreed not to seek any further increases until after January 29, 2006. The Commission approved the Settlement Agreement at its Agenda on January 18, 2005.

The increased rates are effective for service on or after January 29, 2005.

The original rates, the Utility's originally requested rates, and the agreed rates for 2005, 2006 and after 2009 for water and wastewater service are attached to this customer notice.

Sincerely,

Bayside Utility Services, Inc.

BAYSIDE UTILITY SERVICES, INC.
Schedule of Approved Rates

WATER

	<u>Original Rates</u>	<u>Utility's Originally Requested Rates</u>	<u>Settlement Agreement First Year</u>	<u>Settlement Agreement Second Year</u>	<u>Settlement Agreement After Four Years</u>
<u>Residential Service</u>					
Base Facility Charge:					
<u>Meter Size:</u>					
5/8" X 3/4"	\$ 13.25	\$ 29.91	\$ 10.61	\$ 12.32	\$ 11.30
3/4"	\$ 19.86	\$ 44.84	\$ 15.92	\$ 18.48	\$ 16.96
1"	\$ 33.13	\$ 74.80	\$ 26.52	\$ 30.80	\$ 28.25
Gallonge Charge Per 1,000 Gallons	\$ 2.11	\$ 4.76	\$ 4.31	\$ 5.01	\$ 4.60

General Service

Base Facility Charge:					
<u>Meter Size:</u>					
5/8" X 3/4"	\$ 13.25	\$ 29.91	\$ 10.61	\$ 12.32	\$ 11.30
3/4"	\$ 19.86	\$ 44.84	\$ 15.92	\$ 18.48	\$ 16.96
1"	\$ 33.13	\$ 74.80	\$ 26.52	\$ 30.80	\$ 28.25
1 1/2"	\$ 66.25	\$ 149.57	\$ 53.04	\$ 61.60	\$ 56.51
2"	\$ 105.99	\$ 239.29	\$ 84.87	\$ 98.55	\$ 90.41
3"	\$ 211.99	\$ 478.59	\$ 169.75	\$ 197.11	\$ 180.82
4"	\$ 331.22	\$ 747.77	\$ 265.22	\$ 307.98	\$ 282.53
6"	\$ 662.43	\$1,495.52	\$ 530.44	\$ 615.97	\$ 565.06
Gallonge Charge Per 1,000 Gallons	\$ 2.11	\$ 4.76	\$ 4.31	\$ 5.01	\$ 4.60

BAYSIDE UTILITY SERVICES, INC.
Schedule of Approved Rates

WASTEWATER

	<u>Original Rates</u>	Utility's Originally Requested Rates	Settlement Agreement First Year	Settlement Agreement Second Year	Settlement Agreement <u>After Four Years</u>
<u>Residential Service</u>					
Base Facility Charge: <u>Meter Size:</u> All Meter Sizes	\$ 16.91	\$ 32.00	\$ 18.37	\$ 21.10	\$ 19.81
Gallage Charge Per 1,000 Gallons (Maximum 6,000 Gallons)	\$ 4.18	\$ 7.91	\$ 5.97	\$ 6.85	\$ 6.44

General Service

Base Facility Charge: <u>Meter Size:</u> 5/8" X 3/4"	\$ 16.91	\$ 32.00	\$ 18.37	\$ 21.10	\$ 19.81
1"	\$ 25.38	\$ 48.03	\$ 45.92	\$ 52.74	\$ 49.53
1 1/2"	\$ 42.29	\$ 80.03	\$ 91.85	\$ 105.47	\$ 99.05
2"	\$ 84.56	\$ 160.02	\$ 146.96	\$ 168.76	\$ 158.48
3"	\$ 135.31	\$ 256.06	\$ 293.91	\$ 337.51	\$ 316.96
4"	\$ 272.81	\$ 516.26	\$ 459.25	\$ 527.36	\$ 495.25
6"	\$ 422.84	\$ 800.17	\$ 918.50	\$1,054.73	\$ 990.51
8"	\$ 845.70	\$1,600.37	\$1,469.58	\$1,687.56	\$1,584.80
Gallage Charge Per 1,000 Gallons	\$ 5.00	\$ 9.46	\$ 7.15	\$ 8.21	\$ 7.71