STATE OF FLORIDA

TIMOTHY DEVLIN, DIRECTOR DIVISION OF ECONOMIC REGULATION (850) 413-6900 10: 04

Hublic Service Commission

November 21, 2005

Mr. Charles deMenzes Residential Water Systems, Inc. 1410 NE Eighth Avenue Ocala, FL 34470-4250

Re: Docket No. 030423-WU - Investigation into 2002 Earnings of Residential Water Systems, Inc. in Marion County

Dear Mr. deMenzes:

COMMISSIONERS:

J. TERRY DEASON

LISA POLAK EDGAR ISILIO ARRIAGA

BRAULIO L. BAEZ, CHAIRMAN

RUDOLPH "RUDY" BRADLEY

Pursuant to Order No. PSC-04-0356-PAA-WU, issued April 5, 2004, in the above docket, the Commission approved \$96,718 for a distribution system project to replace old laterals and potable water lines, per county code, and replace all regular meters with automated meter read type meters. Of the \$96,718, developers were to contribute \$19,910. Instead of refunding overearnings, the Commission ordered RWS to use those revenues to fund the pro forma projects of approximately \$76,808 (\$96,718 - \$19,910) and to book those revenues to CIAC. The utility was required to complete the pro forma additions by December 31, 2005.

Upon completion of the pro forma additions, please provide copies of all invoices indicating the amount paid by the utility. You may call Ms. Sam Merta at (850) 413-6427 if you have any auestions.

| | Sincerely, | | |
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| CMP | - Nevelle | | |
| COM | Troy Kendell | | |
| CTR | Public Utilities Supervisor | | |
| ECR | TR:sm | نيا سا | co |
| GCL | Cc: Wayne L. Schiefelbein, Esquire | Public Utilities Supervisor L. Schiefelbein, Esquire of General Counsel (Jaeger) on of Commission Clerk and Administrative Services (030423-WU) | |
| OPC | Office of General Counsel (Jaeger) | | NON |
| RCA | Division of Commission Clerk and Administrative Services (030423-WU) | <u> </u> | |
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| SEC | CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD • TALK AHASSEE, FL 32399 An Affirmative Action / Equal Opportunity Employer | 9-0850 | |
| OT!! | PSC Website: http://www.floridansc.com | | |