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REPLY TO CENTRAL FLORIDA OFFICE

June 26, 2006

HAND DELIVERY

Ms. Blanco S. Bayo, Director Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850 CENTRAL FLORIDA OFFICE SANLANDO CENTER 2180 W. STATE ROAD 434, SUITE 2118 LONGWOOD, FLORIDA 32779 (407) 830-6331 FAX (407) 830-8522

MARTIN S. FRIEDMAN, P.A. Valerie L. Lord Brian J. Street

COMMISSION

RE: Lake Utility Services, Inc.; Developer Agreement with Sawmill Cove Development, LLC Our File No.: 30057.134

Dear Ms. Bayo:

Pursuant to Commission Rule 25-30.550, Florida Administrative Code, enclosed is a copy of a Water Utility Agreement (*Agreement*) entered into between Lake Utility Services, Inc. (*Utility*) and Sawmill Cove Development, LLC (*Developer*). Pursuant to the Agreement, the Utility will provide water service to 24 single-family homes.

The Utility's water treatment plant has a total permitted capacity of 32,194 ERCs. The connected load for the Utility's water treatment plant is approximately 9,491 ERCs. CMP The Agreement provides for water service to 24 ERCs. Obviously, there is sufficient capacity COM in the Utility's existing plant to provide water service pursuant to this Agreement. CTR The provision of water service under this Agreement will have no noticeable impact ECR on the Utility's rates due to the small amount of demand being placed on the water system, GCL ----and resultant revenues. OPC In accordance with the aforementioned Rule, we will deem this Agreement approved RCA SCR SGA DOCUMENT NUMBER-DATE SEC | 05804 JUN 28 8 DTH

FPSC-COMMISSION CLERK

Ms. Blanco S. Bayo, Director Florida Public Service Commission June 26, 2006 Page 2

if we do not receive notice from the Commission of its intent to disapprove within thirty (30) days.

Should you have any questions regarding this Agreement, please do not hesitate to contact me.

Very truly yours VALERIE L. LORD For the Firm

VLL/tlc Enclosure

cc: Mr. Steven M. Lubertozzi (w/o enclosure) Ms. Holly Roth (w/o enclosure) Mr. John Hoy (w/o enclosure) Mr. Patrick Flynn (w/o enclosure)

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