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August 21, 2006
VIA HAND DELIVERY

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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: Paradise Lakes Utility, LLC; Docket No. 060431-WS
Request for Establishment of Water and Wastewater Deposits
Our File No. 37089.03

Dear Ms. Bayo:

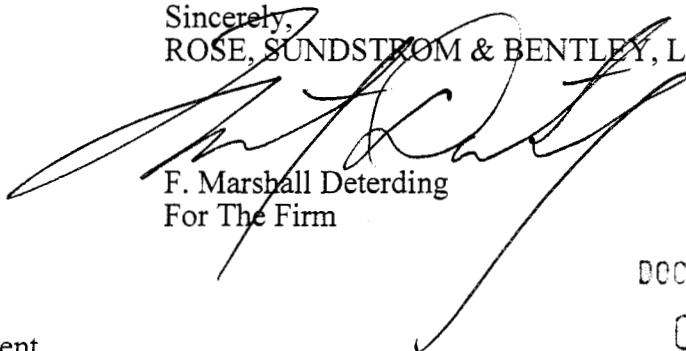
At the request of Tracey Biggins in her letter to me of July 27, 2006, I am submitting to you responses to the inquiries she made by that letter.

The Commission and its staff should understand that Paradise Lakes Utility, LLC has a rather unusual customer base, in that the great majority of the Utility's residential customers are served through condos, which are often at bulk flat rates, and through the RV park, which is at a bulk metered rate. Only a small number in Phase III of the Paradise Lakes development are individually metered residential units. Therefore, we have attempted to respond to the staff question concerning calculation of the average residential bills, along with average commercial bills for the various customers served by the Utility. See the schedule attached.

Secondly, the Commission and its staff should be aware that because of the nature of the resort community, which constitutes the entirety of the customers served by Paradise Lakes Utility, LLC, the customers therein are much more transient than an average residential community and therefore, the size of deposits should be larger than in less transient communities, because those types of customers present a higher and more frequent risk upon the Utility.

If the staff has any further questions or needs any further information, please let me know.

Sincerely,
ROSE, SUNDSTROM & BENTLEY, LLP


F. Marshall Deterding
For The Firm

FMD/tms
cc: Troy Rendell
Tracey Biggins
Larry DeLucenay, President

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Calculation of Average Bill/Deposits - Paradise Lakes Utility, LLC

<u>Customer Type</u>	<u># of ERCs</u>	<u>Average Bill</u>	<u>Average/ERC</u>	<u>2x Average Bill</u>
RV	60-W 59-S	\$ 610.49 = \$ 1,668.65 \$1,058.16	10.18 W 17.64 S	\$ 55.64
Phase III 100-500 condos	60-W 60-S	\$ 719.26 = \$ 1,868.41 \$ 1,149.15	11.98 W 19.15 S	\$ 62.26
PLCA - South Condo	281-W 281-S	\$3,284.89 = \$10,593.70 \$7,308.81	11.69 Flat 26.01 Rate	\$ 75.40 Individ. or \$21,187.40 to Assn.
Fountains (?)	71-W 71-S	\$ 829.99 = \$ 2,676.70 \$1,846.71	11.69 Flat 26.01 Rate	\$ 75.40 Individ. or \$ 5,353.40 to Assn.
Commercial So. Gate		1 ½" - Irr. \$ 271.07		\$ 542.14
Commercial Bowling Alley		1 ½" - Sewer \$ 253.04		\$ 506.08
Paradise Lakes, Inc.		Flat Rate \$ 819.89 S Flat Rate \$ 368.59 W		\$2,400.00
(Maintenance bldg., South Off.)				
2" Commercial Resort Restaurant		2" Meter \$ 727.53 W 2,055.78 S		\$5,500.00