

REQUEST FOR CHANGE TO AGENDA CONFERENCE  
HAND DELIVER

RECEIVED-PPSC

Date of Request: 9/15/2006 Date of Agenda Conference: 9/19/2006 Item No. 7

Docket No.: 050563-WU Brief Title: Request for increased rates by Park Water Company

06 SEP 15 PM 2:44

Requested by:  Staff  Other Mr. Tony Staino  
(Name) **COMMISSION CLERK**

Please attach a copy of the written documentation filed (IF OTHER)

STAFF's Recommendation to Executive Suite (IF OTHER)  Approve Request  Deny Request

**ACTION REQUESTED [see APM 2.11]**

- Defer Item to Agenda Scheduled Date: 11/21/2006
- Change Order of Item or Take Up at Time Certain
- Withdraw Item (not expected to return to Agenda)
- Late Filed Recommendation (must be filed no later than 3:00 p.m. on the date approved for late filing) A copy of the front page of the recommendation must be provided to CCA by 12 noon on the regular filing date for use as a place-holder during agenda preparation.
- Add Item to Published Agenda [see Section 120.525(2), F.S.] – Issue an ADDENDUM and give Legal NOTICE
- Add Emergency Item to Published Agenda [see Section 120.525 (3), F.S.] – Issue an ADDENDUM and Give Fair NOTICE

COM — Concise explanation, justification or comments (attach additional sheet if necessary):

CTR — The utility has indicated that information submitted to staff concerning its non-used and useful plant was incorrect. Further, the utility indicated that the utility maps submitted with the MFRs are also incorrect. The utility has requested that docket No. 050563- be deferred from the Sept. 19, 2006 Agenda Conference, and waived the statutory deadline to allow us to do so. Staff concurs, and recommends deferral until Nov. 21, 2006. *Met*

ICL —

IPC —

ICA —

CR —

GA —

EC —

Signature (Technical Staff): J. B. Russell Initials (Division Director or Designee): JRS  
 Signature (Legal Staff): Met Initials (General Counsel or Designee): Met

**EXECUTIVE DIRECTOR:**

Recommendation to the Chairman's Office  Approve Request  Deny Request  
 Initials: MAB Date: 9/15/06  
 Comments:

**CHAIRMAN'S OFFICE:**

Initials: JOE / Gsk  Approve Request  Deny Request  
 Date: 9/15/06

Executive Suite will send the original to the Division of Commission Clerk & Administrative Services and return copy to the requesting staff after the Chairman's Office takes action on this request. Requesting staff should distribute copies to the Division Directors (OPR & OCR) and Attorney assigned to the docket.

DOCUMENT NUMBER-DATE

Park Water Company  
25 1st Avenue North  
Lake Wales, FL 33859

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September 15, 2006

TO: Florida Public Service Commission  
RE: Docket number 050563-WU

Park Water Company authorizes the Florida Public Service Commission to extend the deadline for Docket number 050563-WU, which changes the PSC hearing date from September 19, 2006 to November 21, 2006. The reason for the additional time is to correct and ensure the accuracy of certain data pertaining to the used and useful calculations for the Park Water Company Distribution System.

Park Water Company maps that were submitted during the filing have led to a large error in the calculations for potential ERC's. We will be submitting corrected maps that will clearly show the current customers as well as the potential customers. This map will be produced by James Madden P.E.

Park Water Company also will submit evidence that a contributed line was errantly submitted on a map that was also included in the potential ERC calculation. This error greatly inflates the number of potential customers for the Park Water Company distribution system.

Park Water has also recognized an error in the growth during the period 2000 through 2004. The errors were created by inaccurate data taken from our annual report. We will be submitting corrected information regarding the true growth in customers over the prior period.

These errors in used and useful calculations do not allow for an accurate figure to be produced by PSC staff. Unfortunately Park Water Company was not able to comment prior to seeing the recommendation. Having seen the errors we believe that it is in the best interest of all parties that the corrected data be submitted for review during this case.

The importance of this new data can not be understated due to the fact that a DEP SRF Loan is directly related to this rate case. We have also recognized that the Park Water Company permit issued by the South West Florida Water Management District is nearly at capacity. We are allowed to pump 303,000 gallons per day. Due to our old, outdated, and leak ridden distribution system the Park Water unaccounted for water is at 32 percent. The replacement of our distribution system will allow for a large reduction in unaccounted for water and put us well within the pumping permit issued by the district. The Company and the current customers will be saved from the burden of potential plant expansion and a serious engineering study to determine a safe pumping increase for our permit. An increased permitted pumping value is in doubt due to the proximity of Crooked Lake, a "protected" lake in Polk County.

Park Water Company has put 5 years into the planning and implementation of a distribution system replacement. FDEP, FPSC, SWFWMD, and our engineers believe that it is the prudent move at this time to go forward with the low interest SRF loan and replace our out dated and leak filled distribution system. The reconsideration of the corrected growth data, potential ERC data, and corrected contributed line data is vital to proceeding with the distribution project.

Thank you



Anthony Staiano