

LAW OFFICES  
**ROSE, SUNDBSTROM & BENTLEY, LLP**

2548 BLAIRSTONE PINES DRIVE  
TALLAHASSEE, FLORIDA 32301

FREDERICK L. ASCHAUER, JR.  
CHRIS H BENTLEY, P.A.  
ROBERT C. BRANNAN  
E. MARSHALL DETERDING  
JOHN R. JENKINS, P.A.  
KYLE L. KEMPER  
STEVEN T. MINDLIN, P.A.  
CHASITY H. O'STEEN  
DAREN L. SHIPPY  
WILLIAM E. SUNDBSTROM, P.A.  
DIANE D. TREMOR, P.A.  
JOHN L. WHARTON  
  
ROBERT M. C. ROSE (1924-2006)

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

REPLY TO CENTRAL FLORIDA OFFICE

December 8, 2008

E-FILING

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.  
BRIAN J. STREET

CHRISTIAN W. MARCELLI, OF COUNSEL  
(LICENSED IN NEW YORK ONLY)

Ann Cole, Commission Clerk  
Office of Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399

RE: Docket No. 070693-WS; Lake Utility Services, Inc.'s Application for Water and Wastewater Rate Increase in Lake County, Florida  
Our File No.: 30057.148

Dear Ms. Cole:

Enclosed for filing in the above-referenced docket is Lake Utility Services, Inc.'s supplemental response to Item Nos. 3 and 4 of Staff's Second Data Request dated August 18, 2008.

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

Very truly yours,



CHRISTIAN W. MARCELLI  
Of Counsel

CM/tlc  
Enclosures

cc: Richard Wright, Division of Economic Regulation (w/encs.) (via e-mail)  
Keino Young, Esquire, Office of the General Counsel (w/enclosures) (via e-mail)  
Patricia Christensen, Esquire, Office of Public Counsel (w/enclosures) (via e-mail)  
John Hoy, Chief Regulatory Officer (w/enclosures) (via e-mail)  
Patrick C. Flynn, Regional Director (w/enclosures) (via e-mail)  
Ms. Deborah Swain (w/enclosures) (via e-mail)  
Mr. Frank Seidman (w/enclosures) (via e-mail)

RESPONSE TO STAFF'S SECOND DATA REQUEST - Aug. 18, 2008 - ITEM 3

Equivalent Residential Connections - Water

Florida Public Service Commission

Company: Lake Utilities Services, Inc., excl Four Lakes & Lake Saunders  
 Docket No.:  
 Historical Year Ended: June 30, 2007  
 Projected Year Ended: June 30, 2009

Schedule F-9  
 Page 1 of 1  
 Preparer: Seidman, F.

Explanation: Provide the following information in order to calculate the average growth in ERCs for the last five years, including the test year. If the utility does not have single-family residential (SFR) customers, the largest customer class should be used as a substitute.

Line No.	(1) Year	(2) SFR Customers Beginning	(3) Ending	(4) Average	(5) SFR Gallons Sold	(6) Gallons/ SFR (5)/(4)	(7) Total Gallons Sold	(8) Total ERCs (7)/(6)	(9) Annual % Incr. in ERCs
1	2002/3	5,277	5,709	5,493	1,103,086,181	200,817	1,155,036,272	5,752	
2	2003/4	5,709	6,576	6,143	1,309,264,355	213,148	1,366,910,740	6,413	11.50%
3	2004/5	6,576	7,528	7,052	1,548,848,655	219,633	1,600,682,844	7,288	13.65%
4	2005/6	7,528	8,065	7,797	1,866,663,414	239,423	1,929,487,635	8,059	10.58%
5	2006/7	8,065	8,126	8,096	2,099,390,150	259,328	2,184,245,000	8,423	4.51%
<b>6</b>	<b>2007/8</b>	<b>8,126</b>	<b>8,393</b>	<b>8,260</b>	<b>2,055,366,926</b>	<b>248,849</b>	<b>2,198,896,183</b>	<b>8,836</b>	<b>4.91%</b>

**RESPONSE TO STAFF'S SECOND DATA REQUEST - Aug. 18, 2008 - ITEM 4**

Equivalent Residential Connections - Wastewater

Florida Public Service Commission

Company: Lake Utilities Services, Inc., excl Four Lakes & Lake Saunders  
 Docket No.:  
 Historical Year Ended: June 30, 2007  
 Projected Year Ended: June 30, 2009

Schedule F-10  
 Page 1 of 1  
 Preparer: Seidman, F.

Explanation: Provide the following information in order to calculate the average growth in ERCs for the last five years, including the test year. If the utility does not have single-family residential (SFR) customers, the largest customer class should be used as a substitute.

Line No.	(1) Year	(2) SFR Customers Beginning	(3) Ending	(4) Average	(5) SFR Gallons Sold	(6) Gallons/ SFR (5)/(4)	(7) Total Gallons Sold	(8) Total ERCs (7)/(6)	(9) Annual % Incr. in ERCs
1	2002/3	1,910	2,035	1,973	350,961,638	177,927	367,808,779	2,067	
2	2003/4	2,035	2,283	2,159	402,721,218	186,531	419,530,544	2,249	8.80%
3	2004/5	2,283	2,611	2,447	574,127,594	234,629	587,951,064	2,506	11.42%
4	2005/6	2,611	2,906	2,758	735,123,246	266,498	744,136,066	2,792	11.43%
5	2006/7	2,906	2,795	2,851	747,617,842	262,276	758,524,805	2,892	3.57%
<b>6</b>	<b>2007/8</b>	<b>2,795</b>	<b>2,788</b>	<b>2,792</b>	<b>765,165,485</b>	<b>274,105</b>	<b>768,449,735</b>	<b>2,803</b>	<b>-3.06%</b>

\* - The SFR customers above, as filed through 2006/7 equal the number of bills in June of each year. It has since been determined that with bi-monthly billing, the billing has been split, and the bills shown in each month are approx. only 1/2 the total customers. To remain compatible the SFR's show for the end of 2008 (June) are 1/2 of the total of May and June. Alternatively, all of the historical values could have been doubled. Regardless of the approach, it does not affect the annual percent increase as shown below.

ALTERNATIVELY, WITH BILLS DOUBLED TO EQUAL CUSTOMERS

Line No.	(1) Year	(2) SFR Customers Beginning	(3) Ending	(4) Average	(5) SFR Gallons Sold	(6) Gallons/ SFR (5)/(4)	(7) Total Gallons Sold	(8) Total ERCs (7)/(6)	(9) Annual % Incr. in ERCs
1	2002/3	3,820	4,070	3,945	350,961,638	88,964	367,808,779	4,134	
2	2003/4	4,070	4,566	4,318	402,721,218	93,266	419,530,544	4,498	8.80%
3	2004/5	4,566	5,222	4,894	574,127,594	117,314	587,951,064	5,012	11.42%
4	2005/6	5,222	5,812	5,517	735,123,246	133,249	744,136,066	5,585	11.43%
5	2006/7	5,812	5,590	5,701	747,617,842	131,138	758,524,805	5,784	3.57%
<b>6</b>	<b>2007/8</b>	<b>5,590</b>	<b>5,576</b>	<b>5,583</b>	<b>765,165,485</b>	<b>137,053</b>	<b>768,449,735</b>	<b>5,607</b>	<b>-3.06%</b>