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December 19, 1996

VIA HAND DELIVERY

Charles H. Hill, Director  
Division of Water and Wastewater  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399

960000

Re: Hydratech Utilities, Inc.  
Proposed Disposition of Gross-up Funds for 1995  
Our File No. 25021.07

Dear Mr. Hill:

Attached are six copies of a schedule showing our calculation of the appropriate disposition of gross-up funds collected for the tax year ended December 31, 1995. You will note that the actual gross-up collected exceeds the Utility calculated tax on CIAC by \$71,902. The Utility is proposing that this amount be refunded on a prorata basis to all contributors of CIAC.

In accordance with the correspondence received from your office on confidential treatment of tax returns, I am submitting one copy of the tax return directly to the Clerk.

I believe after review of the calculations made by the Utility, you will agree that the disposition proposed by them is appropriate.

- ACK \_\_\_\_\_
- AFA \_\_\_\_\_
- APP \_\_\_\_\_
- CAF \_\_\_\_\_
- CMU \_\_\_\_\_
- CTR \_\_\_\_\_
- EAG \_\_\_\_\_
- LEG \_\_\_\_\_
- LIN \_\_\_\_\_
- OPC \_\_\_\_\_
- RCH \_\_\_\_\_
- SEC \_\_\_\_\_
- WAS \_\_\_\_\_
- OTH \_\_\_\_\_

Should you have any questions in this regard, please let me know.

Sincerely,

ROSE, SUNDBSTROM & BENTLEY

*F. Marshall Deterding*  
F. Marshall Deterding

Dictated by Mr. Deterding  
but signed in his absence  
to avoid delay in mailing.

DOCUMENT NO.  
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