



Public Service Commission

-M-E-M-O-R-A-N-D-U-M-

DATE: April 30, 1998
 TO: Chairman Julia L. Johnson
 FROM: Susan F. Clark, Commissioner *WLL for SFC*
 RE: Docket No. 961475-SU - Application for limited proceeding increase in wastewater rates by Forest Hills Utilities, Inc. in Pasco County.

By Order No. PSC-97-1458-FOF-SU, issued November 19, 1997, the Commission ordered Forest Hills Utilities, Inc. (Forest Hills or utility) to show cause why it should not be fined for violations of Rules 25-30.311(3) and (5), and 25-30.115, Florida Administrative Code, and Section 367.091(3), Florida Statutes. On December 9, 1997, the utility responded to the show cause order. In its response, the utility requested a formal hearing. Currently, the hearing is scheduled for July 22-23, 1998.

On April 29, 1998, the utility filed a proposed settlement offer in which it agrees to pay a \$4,000 fine and agrees to comply with Commission rules and statutes regarding its customer deposit practices. As part of its compliance, Forest Hills agrees to a staff audit of its records. Staff will present a recommendation to the Commission at the earliest possible agenda conference.

Therefore, please:

- 1) Cancel the Prehearing Conference scheduled for June 26, 1998; and
- 2) Cancel the Hearing scheduled for July 22-23, 1998.

ACK _____
 AFA _____
 APP _____
 CAF _____
 CMU _____
 CTR _____
 EAG _____
 LEG _____
 LIN _____
 OPC _____
 RCH _____
 SEC T
 WAS _____
 OTH _____

Thank you.

SFC/TV/dr

cc: Division of Water & Wastewater (Austin, Rendell, Willis)
 Division of Records and Reporting
 Blanca Bayó, Division of Records and Reporting

DOCUMENT NUMBER-DATE

94902 APR 30 8

FPC RECORDS/REPORTING