

UTILITIES, INC.

2335 Sanders Road
Northbrook, Illinois 60062-6196
Telephone 847 498-6440
Facsimile 847 498-2066

ORIGINAL
RECEIVED-FPSC

99 OCT -8 PM 1:00

RECORDS AND
REPORTING

RECEIVED
FLORIDA PUBLIC
UTILITY SERVICE COMMISSION
OCT -8 AM 8:28
MAIL ROOM

October 4, 1999

Joe A. Garcia, Chairman
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket No. 991437-WS

Dear Chairman Garcia:

Wedgefield Utilities, Inc. respectfully requests approval of a test year ending June 30, 1999, for the filing of a rate increase application for its water operations in Wedgefield, including the setting of interim rates. This letter supercedes the previous letter dated September 14, 1999. The test year ending June 30, 1999 is the most current and representative period to measure the cost of service and establish new rates.

Major water plant improvements in recent months include the replacement of an underground diesel fuel storage tank, the replacement of internal resin for water softeners and the acquisition of a parcel of land for the current water treatment plant. This purchase of land was approximately \$19,000 and was completed post test year in September of 1999. Necessary pro forma adjustments will be made to the test year for known and measurable changes in expenses and rate base.

At the present time, Wedgefield Utilities, Inc. is in the preliminary stages of expanding its wastewater treatment plant. This capital improvement will not be requested in rate base for recovery in the current case, as it does not relate to water operations. When the expansion is complete, we will evaluate the possible need for filing for an increase in sewer rates.

Wedgefield Utilities, Inc. intends to file using the proposed agency action process.

If further information is required, please advise.

Respectfully Submitted,

AFA
APP
CAF
CMU
CTR
EAG
LEG
MAS
OPC
PAI
SEC
WAW
OTH

Erin L. Nicholas
Erin L. Nicholas
Regulatory Analyst

cc: Ms. Trisha Merchant
Mr. Marshall Willis
Division of Records and Reporting
Ben E. Girtman, Esquire

DOCUMENT NUMBER-DATE

12275 OCT-8 99

FPSC-RECORDS/REPORTING