

ORIGINAL

M E M O R A N D U M

November 2, 2000

TO: DIVISION OF RECORDS AND REPORTING

FROM: DIVISION OF LEGAL SERVICES (CROSBY)

RE: DOCKET NO. 990731-WU - APPLICATION FOR TRANSFER OF WATER FACILITIES FROM SUNRISE WATER COMPANY, INC., HOLDER OF CERTIFICATE NO. 584-W, TO KEEN SALES, RENTALS AND UTILITIES, INC., HOLDER OF CERTIFICATE NO. 582-W, IN POLK COUNTY, FOR CANCELLATION OF CERTIFICATE NO. 584-W, AND FOR AMENDMENT OF CERTIFICATE NO. 582-W TO INCLUDE ADDITIONAL TERRITORY.

Attached is a letter dated October 27, 2000, from Mr. J. Ray Keen, Keen Sales, Rentals and Utilities, Inc. **PLEASE PLACE THIS LETTER IN THE ABOVE-REFERENCED DOCKET FILE.** Thanks.

ALC/dm

Attachment

cc: Division of Regulatory Oversight (Clapp, Redemann, Winston)

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FPSC-RECORDS/REPORTING

KSRU

Keen Sales, Rentals and Utilities, Inc.

685 Dyson Road
Haines City, FL 33844
Business Phone 941-421-6827

October 27, 2000

OCT 31 2000

Mr. J. Terry Deason, Chairman
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Dear Mr. Deason:

After the conversation that my wife and secretary had with Patti Daniel at the workshop in Orlando we are very astonished and grateful for the phone call from Alice Crosby concerning the FPSC's allowing our Acquisition Adjustment and Contributions-in-Aid-of-Construction issue to be addressed in the ongoing Staff Assisted Rate Case for Sunrise Water Works.

At the close of the workshop they approached Ms. Daniel regarding the above matter. In no uncertain terms Ms. Daniel stated that she was fully aware of this particular case and that this issue was closed and no more consideration would be given to this matter. This statement left us with the impression that the matter had already been decided by the FPSC and that any further discussion was moot.

During the same conversation Ms. Daniel indicated that at least part of the reason for the closing of this issue was the fact that when we purchased Sunrise we did not follow proper procedure. We cannot see how this fact has any bearing, whatsoever, on the Acquisition Adjustment and Contributions-in-Aid-of-Construction. During this same conversation, Ms. Daniel stated directly to my wife "you obviously don't know what you are talking about or you would not have made that statement". In my opinion, this statement was out of line for a professional to make.

As you may or may not recall, this whole situation came up due to the fact that we did not receive a copy of the Order - only the former owners did and they did not forward it to us. We stated our side of the case in our letter to you that included our rebuttal to the Order.

Again, we are very grateful for the fact that this issue will be addressed in the Staff Assisted Rate Case; especially since the Order deleted approximately \$58,000 from our rate base.

Sincerely,


J. Ray Keen
President

JRK/mmc

cc: Alice Crosby ✓
Tim Devlin