

STATE OF FLORIDA

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DIVISION OF REGULATORY OVERSIGHT
DANIEL M. HOPPE, DIRECTOR
(850) 413-6480

Public Service Commission

July 17, 2001

Martin S. Friedman, Esquire
Rose, Sundstrom & Bentley, LLP
2548 Blairstone Pines Drive
Tallahassee, FL 32301

Re: Docket No. 010859-WS; Application for original certificate to operate water and wastewater utility in Sumter County by North Sumter Utility Company, L.L.C.

Dear Mr. Friedman:

The above referenced application has been received and reviewed by my staff. This letter addresses the deficiencies found by staff in the original certificate application filed on June 18, 2001, and also notes additional clarifications or corrections. All items must be addressed in order to process the application.

Deficiencies

1. Names and Addresses: Pursuant to Rule 25-30.037(2)(c), Florida Administrative Code (F.A.C.), the application should provide the names and addresses of all corporate officers, directors, partners, or any other persons or entities owning an interest in the applicant's business organization. The partial list provided under Part I D of the application is a list of officers and some owners of The Villages of Lake Sumter, Inc. Please provide a complete name and address list as indicated above for North Sumter Utility Company, L.L.C.
2. Corporation Type: Pursuant to Rule 25-30.037(2)(d), F.A.C., the applicant is to indicate whether the applicant has made an election under Internal Revenue Code Section 1362 to be an S corporation. This information was not found in the application for the utility. Please provide a statement addressing the election made for the utility.
3. Customer Growth Projections: Pursuant to Rule 25-30.037(2)(d), F.A.C., the applicant is to provide a cost study including customer growth projections supporting the proposed rates. A cost study was included with the application, which noted a detailed customer growth projection. Please provide a copy of your detailed customer growth projection.

DOCUMENT NUMBER-DATE
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REGISTRATION CLERK

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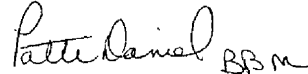
While not a deficiency, the application should also include a thorough discussion of the utility's technical ability as required by Rule 25-30.033(1)(e), F.A.C., to assure the Commission that this company will be a viable entity. Is any technical assistance to be provided by The Villages of Lake-Sumter, Inc., or, are the engineers and operations teams noted in Part IV, paragraph A, already retained by The Villages of Lake-Sumter, Inc.? Please provide a further explanation of how the utility will be operated and managed, to clarify this area.

The original and four copies of the response to the information requested in this letter should be filed with the Commission on or before **August 17, 2001**. When filing the response, please be sure to refer to the docket number and to direct the response to:

Division of Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Should you have any questions concerning the information in this letter, please contact Stephanie Clapp, of my staff, at 850-413-6997.

Sincerely,

Handwritten signature of Patti Daniel in cursive, with the initials "BBM" written to the right of the signature.

Patti Daniel, Chief
Bureau of Certification

PD:SAC/tjw

cc: Division of Regulatory Oversight (Clapp, Walden)
Division of Legal Services (Harris)