

STATE OF FLORIDA

Commissioners:
E. LEON JACOBS, JR., CHAIRMAN
J. TERRY DEASON
LILA A. JABER
BRAULIO L. BAEZ
MICHAEL A. PALECKI



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

ORIGINAL

Public Service Commission

November 19, 2001

Mr. Ike Duren, Manager
Gulf Aire Wastewater Treatment Plant
P. O. Box 503
Port St. Joe, FL 32457-0503

Re: Docket No. 011379-WU; Gulf Aire Properties, Inc. d/b/a Gulf Aire Wastewater Treatment Plant; Audit Request: establish rate base for transfer of utility; Audit Control No.01-320-1-1

Dear Mr. Duren:

The Florida Public Service Commission will establish a rate base for transfer of the above utility, in accordance with Commission audit procedures. Access will be requested to documents and records of the utility and, if necessary, supporting records for affiliate company transactions that affect regulated operations. Staff auditors may also request to review the utility's external audit working papers for the most recent independent audit. Ms. Lynn Deamer, the district office supervisor, will coordinate this audit. Questions regarding the audit or audit staff should be directed to the district supervisor, Ms. Deamer at (850) 413-6416 or myself. My phone number is (850) 413-6487.

The Audit Access to Records rule for each industry states:

In those instances where the utility disagrees with the auditor's assessment of a reasonable response time to the audit request, the utility shall first attempt to discuss the disagreement with the auditor and reach an acceptable revised date. If agreement cannot be reached, the utility shall discuss the issue with successive levels of supervisors at the Commission until an agreement is reached.

APP
CAF
CMP
COM
CTR
ECR
LEG
OPC
PAI
RGO
SEC
SER
JTH

DOCUMENT NUMBER - DATE

14808 NOV 20 01

FPSC-COMMISSION CLERK

Mr. Ike Duren
Page 2
November 19, 2001

A formal report is expected to be issued for internal Commission use on February 15, 2002. A copy of the final report will be mailed to the company liaison listed in the Commission Mailing Directory.

Sincerely,



Denise N. Vandiver
Bureau Chief of Auditing Services

cc: Division of Regulatory Oversight (Tallahassee District Office Supervisor, File Folder)
Division of the Commission Clerk and Administrative Services
Division of Legal Services
Office of the Public Counsel

Mr. Frank J. Seifert, Chief Financial Officer
Gulf Aire Wastewater Treatment Plant
P. O. Box 503
Port St. Joe, FL 32457