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DIVISION OF ECONOMIC REGULATION
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Public Service Commission

February 25, 2004

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COMMISSION
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George C. MacFarlane, President
Regulatory Consultants, Inc.
405 Interstate Boulevard - Ste. A.
Sarasota, Florida 34240

Re: Docket No. 031042-WS, Application for transfer of Certificate Nos. 611-W and 527-S from Hunter Creek Utilities, LLC to Rivers Edge Utilities, LLC, in Charlotte County.

Dear Mr. MacFarlane:

Attached is a copy of staff's audit report for Hunter Creek Utilities, LLC filed February 23, 2004. As you are aware, the auditors could not find documentation to support rate base. Therefore, either staff will have to recommend that the Commission establish rate base for transfer purposes as zero or the applicant must provide an original cost study. Please discuss these options with the applicant and indicate the decision by March 25, 2004.

If you have any questions, please feel free to contact either myself or my staff, Patricia Brady, at (850) 413-6686, pbrady@psc.state.fl.us.

Sincerely,

Patti Daniel
Supervisor of Certification

Attachment

Cc: Division of Economic Regulation (Brady, Redemann, Kaproth)
Division of Auditing and Safety (VanDiver)
Office of the General Counsel (Vining)
Division of the Commission Clerk and Administrative Services

DOCUMENT NUMBER-DATE
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