

ORIGINAL

STATE OF FLORIDA

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OFFICE OF THE GENERAL COUNSEL
RICHARD D. MELSON
GENERAL COUNSEL
(850) 413-6199

Public Service Commission

August 18, 2004

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Martin Friedman, Esquire
Rose, Sundstrom & Bentley, LLP
600 S. North Lake Blvd., Suite 160
Altamonte Springs, FL 32701

Re: Docket No. 030443-WS – Application for Rate Increase in Pasco County by Labrador Utilities, Inc.

Dear ^{Marty} Mr. Friedman:

By this letter, the Commission staff requests that Labrador Utilities, Inc. ("Labrador") provide responses to the following data requests.

1. Please explain why it is prudent to include each of the proforma items requested which were, or will be, placed into service after the test year.
2. Please provide a schedule that details the amounts and accounts for Major Maintenance Projects listed on Schedule B-11 of the MFRs. Please indicate whether or not each item listed was, or will be, capitalized or expensed.
3. Please provide copies of workpapers, calculations, and invoices supporting the proforma adjustments to salaries, benefits, insurance, taxes, and rent expense.
4. Please provide copies of workpapers, calculations, and invoices supporting all proforma adjustments to plant.
5. Please indicate whether the utility has taken into consideration the tax impacts of the Job Creation and Worker Assistance Act of 2002 and the Jobs and Growth Tax Relief Reconciliation Act of 2003. If so, please provide an explanation of any items considered and the resulting calculations of the current or deferred tax impacts for the test year or proforma plant additions.
6. Please provide a legal description and sketch of the land used for Labrador's water and wastewater facilities. The description should include the exact dimensions and number of acres.

CMP _____
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Martin Friedman, Esquire

Page 2

August 18, 2004

7. Please provide documentation showing the original cost of the land used for Labrador's water and wastewater facilities at the time the land was first devoted to public service, i.e., the date the land was plotted or planned for construction or the date the construction commenced. If either of these dates is unknown, state such. If documentation showing the original cost of the land does not exist, please provide an appraisal as of the date the land was first devoted to public service but no later than 1989.
8. Please provide documentation reflecting any discussions or negotiations between Utilities, Inc. and the seller of Labrador Services regarding the assignment of the land lease. Please provide documentation supporting any discussions UI conducted in its due diligence or reflecting research performed or contracted to be performed by UI prior to agreeing to the lease assignment.
9. Please provide a copy of the time sheets for all employees whose salaries are allocated to Labrador under the Water Service Corporation's Distribution of Expenses Manual Code S.E. 50, Distribution of Direct Salary, from January 1, 2003, to June 30, 2004.
10. Please state whether the vehicle that is assigned to the Labrador facility is shared or used at any other Utilities, Inc. facilities. If so, please explain and provide any documentation of the sharing arrangement.

Please submit the requested information to the undersigned staff counsel by Wednesday, September 8, 2004. Please feel free to call me at (850) 413-6193 if you have any questions.

Sincerely,



Wm. Cochran Keating IV
Senior Attorney

WCK:jb

cc: Kathryn G. W. Cowdery
Division of Economic Regulation (Merchant, Edwards, Greene)
Division of the Commission Clerk and Administrative Services (Docket File)