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March 20, 2006

HAND DELIVERY

Chairman Lisa Polack Edgar Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850

Re: Tierra Verde Utilities, Inc.

2006 General Rate Increase Application

Our File No. 30057.111

Dear Chairman Edgar:

060255-90

This letter, pursuant to Rule 25-30.430, Florida Administrative Code, requests approval of a test year for Tierra Verde Utilities, Inc. ("Company"). The Company intends to submit an application for general rate relief to the Florida Public Service Commission for its wastewater system located in Pinellas County, Florida. The Company intends to submit the minimum filing requirements ("MFRs") on or before June 30, 2006.

The Company's last rate proceeding was in Docket No. 011190-SU, an overearnings investigation which culminated in Order No. PSC-02-0778-PAA-SU dated June 10, 2002. That Order was declared final in Order No. PSC-02-0901-CO-SU on July 5, 2002.

The Company requests a historic test year ending December 31, 2005.

The requested test year is representative of a normal full year of operation.

Since the Company's last rate proceeding, the Company has made major changes to plant and equipment, specifically, rehabilitative work to the collection system. Within that same period of time, there have been no major changes in operational methods.

BOCUMENT NUMBER-DATE

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Chairman Lisa Polack Edgar Florida Public Service Commission March 20, 2006 Page 2

The Company proposes to make major pro forma plant additions, including the replacement of a gravity wastewater main. The MFRs will include pro forma adjustments for increases in salaries and salary-related benefits, purchased power and other costs, which will be requested in this proceeding. The pro formas are non growth-related.

Pursuant to Section 367.081(8), Florida Statutes, the Company requests that the Commission process this petition for rate relief using the proposed agency action procedure. The Company also will request interim rates based on the historic test year.

Should you or members of the Staff have any questions regarding this request, please do not hesitate to contact me.

VALERIE L. LORD
For the Firm

VLL/tlc

cc: Ms. Blanca Bayo, Director, Division of Commission Clerk and Administrative Services (by hand delivery)

Mr. Troy Rendell, Division of Economic Regulation (by hand delivery)

Mr. Steven M. Lubertozzi (by U.S. Mail)

Mr. John Hoy (by U.S. Mail)

Mr. Patrick C. Flynn (by U.S. Mail)

Ms. Holly Roth (by U.S. Mail)

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