

ORIGINAL

LISA POLAK EDGAR
CHAIRMAN

STATE OF FLORIDA



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Public Service Commission

August 10, 2006

RECEIVED-FPSC
05 AUG 11 PM 3:33
COMMISSION
CLERK

Mr. Joseph Gabay
Colonial Manor Utilities
P.O. Box 398
New Port Richey, FL 34656-0398

Re: Docket No. 060540-WU - Request by Colonial Manor Utilities for Approval of File and Suspend Rate Increase in Pasco County

Dear Mr. Gabay:

The Florida Public Service Commission has received your letter dated July 24, 2006, requesting approval for Colonial Manor Utilities (Colonial Manor) to use a projected test year ended December 31, 2007, for establishing final rates. I understand the utility intends to file its application using the Proposed Agency Action (PAA) provision in Section 367.081(8), Florida Statutes. Pursuant to Rule 25-30.430, F.A.C., the utility's test year request as outlined above is hereby approved.

For administrative purposes only, Docket No. 060368-WS has been assigned to the forthcoming case. Your petition will be deemed filed on the date the Division of the Commission Clerk and Administrative Services receives the complete petition, the MFRs, and the filing fee. You should also be aware that prefiled direct testimony must be filed with the MFRs if you do not elect to request the PAA process, pursuant to Rule 25-30.436(2), F.A.C. To process this case expeditiously, we request that you file the above no later than December 22, 2006.

- CMP _____
- COM _____ Pursuant to Section 367.083, F.S., the official filing date will be the date that complete corrections to any deficiencies, if any, are filed. Please note that many schedules included in the
- CTR _____ MFRs are designed with a column titled "Balance Per Books." This column must reflect the balances
- ECR _____ on the general ledger and be reconciled with the balances reported in the utility's Annual Report on
- GCL _____ file with the Commission. This requirement is applicable to all primary account balances as required
- OPC _____ by the NARUC Uniform System of Accounts. Pursuant to Rule 25-30.110(2), F.A.C., all data the
- RCA _____ Commission requests and requires to be submitted in determining a utility's rates "shall be consistent
- SCR _____ with and reconcilable with the utility's annual report to the Commission."

In addition, the utility should satisfactorily document that it has recorded all adjustments to the utility's general ledger and accounts that have been ordered by the Commission in any prior proceeding relating to this system. If adjustments were ordered for prior periods that have any impact on subsequent years, the related adjustments shall also be made to reflect the impact for the appropriate period up to and including the approved test year. Further, the utility should be prepared

OTH _____

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to justify its requested test year operation and maintenance expenses, particularly those which have increased above the level of customer growth and inflation since your last rate case to the test year.

The utility is instructed to file all information it wishes the Commission to consider when arriving at a decision on its rate case application with its original filing. Because of the time limitations contained in Section 367.081, F.S., and the lengthy auditing and investigation required, information not filed with the original application may not be considered.

Sincerely,

A handwritten signature in black ink that reads "Lisa Polak Edgar". The signature is written in a cursive, flowing style.

Lisa Polak Edgar
Chairman

LPE:wtr

cc: Dr. Mary Bane, Executive Director
Betty Ashby
Division of Economic Regulation (Willis, Bulecza-Banks, Rendell)
Office of the General Counsel (Helton)
Division of the Commission Clerk and Administrative Services
Harold McLean, Office of Public Counsel