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TIMOTHY DEVLIN, DIRECTOR
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(850) 413-6900 05 OCT -3 AM 9:25

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Public Service Commission

October 2, 2006

STAFF'S FIFTH DATA REQUEST

Martin S. Friedman, Esquire
Rose, Sundstrom & Bentley, LLP
2180 West State Road 434
Sanlando Center, Suite, 2118
Longwood, Fl. 32779

Re: Docket No. 060262-WS - Application for increase in water and wastewater rates in Pasco County by Labrador Utilities, Inc.

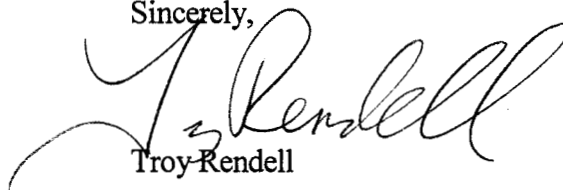
Dear Mr. Friedman:

Staff requests the following information to complete our review of the application

- 1) The following items relate to the pro forma plant additions requested on Schedule A-3 of the MFRs. For each pro forma plant item, please provide the following:
 - i. A copy of the "Capital Project Request" sheet from the Integrated Solution System.
 - ii. All retirement entries, as well as the methodology and calculations used to calculate the retirement of any items that are replacements for existing plant.
- 2) Within the last three years, has the utility considered or discussed whether the capacity of the water or wastewater treatment plant will need to be increased during the next five years? If so, please provide the utility's conclusions and the basis for those conclusions.

- 3) In Schedules F-6 & F-7, the utility states its "service area is virtually built out." Please describe the extent to which the utility's service territory is "built out" and whether there is any potential for expansion.
- 4) Please provide a breakdown of the amount and description, by sub-category of the items included in Materials and Supplies and Miscellaneous Expenses (Schedule B-5 and B-6 (Lines 8 and 26)).
- 5) According to Schedule F-1, Gallons of Water pumped, Sold & Unaccounted for Water, Labrador sold more water than it pumped in April, May and June 2005. Please explain how this occurred. Also, as shown in column 6, there were several months in which unaccounted for water exceeded 10%. Please explain and document why this occurred.
- 6) Comparing Schedules F-1 and F-2, the schedules show Labrador treated more wastewater than it sold water, ten out of the twelve months of the test year. Please explain how this occurred. In addition, please provide a full explanation of why the utility included out-of-test-year data (January & February 2006) in Schedule F-2.
- 7) In Schedules F-9 and F-10, the SFR data (Columns 2 & 3) and the flow data (Column 7) do not match the data in the utility's Annual Reports for the years (2003-2005). Please explain why the data is different and provide staff copies of all reconciled documents for each year. If necessary, revise Schedules F-9 & F-10, and provide copies to staff.
- 8) In Schedule F-3, the utility's "Maximum Day" is February 18, 2005, with 207,000 gallons usage. Was there an anomaly or unusual occurrence on that day? Please submit the above information to the Division of the Commission Clerk and Administrative Services by October 30, 2006. If you have any questions, please contact Gerald Edwards at (850) 413-7001.

Sincerely,



Troy Rendell

TR:gde

cc: Division of Economic Regulation (Edwards, Joyce, Bruce, Lingo, Bulecza-Banks)
Office of the General Counsel (Keating)
Division of Commission Clerk and Administrative Services
Office of Public Counsel