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TIMOTHY DEVLIN, DIRECTOR
DIVISION OF ECONOMIC REGULATION
(850) 413-6900

Public Service Commission

December 3, 2007

Joseph Gabay
U.S. Water Services Corporation
4939 Cross Bayou Boulevard
New Port Richey, FL 34652

070394-WU

Re: Application for staff-assisted rate case by Holiday Utility Company in Pasco County

Dear Mr. Gabay:

As a result of DEP requiring Holiday Utility Company (Holiday or utility) to take its Anclote wells offline, staff needs the following information in order to complete its analysis for the staff-assisted rate case (SARC).

1. Please explain the utility's course of action for carrying out the DEP requirement.
2. When does the utility anticipate the retirement of the wells to take place?
3. Please provide the retirement cost of the Anclote wells.
4. After the retirement of the wells, what are the utility's plans for the land associated with the Anclote system?
5. Please provide a schedule showing a reduction to the utility's expenses that are affected by the purchasing of water (i.e. chemicals, purchased power).
6. Please provide documentation indicating the number gallons and cost of water to be purchased.

DOCUMENT NUMBER-DATE

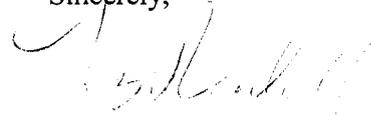
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The information requested above should be provide to staff no later than January 2, 2008. If you have any questions concerning this matter, please feel free to contact Shannon Hudson at (850) 413-7021.

Sincerely,



Troy Rendell
Public Utilities Supervisor

TR/sh

Division of Economic Regulation (Bulecza-Banks, Hudson, Massoudi)
Office of General Counsel (Jaeger)
Office of Commission Clerk (Docket No. 070394-WU)