## STATE OF FLORIDA

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

## Public Service Commission

April 30, 2008

Phillip Aleci 8302 Liman Drive New Port Richey, FL 34653

Re: Docket No. 070601-WU, Application for a staff -assisted rate case in Pasco County by **Orangeland Water Supply** 

Dear Mr. Aleci:

Your letter to Governor Christ has been forwarded to me for response. On April 22, 2008, the Florida Public Service Commission approved an increase in rates for Orangeland Water Supply. The rates approved are as follows:

> Base Facility Charge: \$14.36

Gallonage Charge, 0-5,000 gallons: \$4.29

Gallonage Charge, 5,000+ gallons: \$5.36

The above rates were developed using the rate of return methodology as set forth in Chapter 367, Florida Statutes. In your letter, you pointed out the difference between the rates of Pasco County Utilities and Orangeland. Rates do vary between private companies, as well as, between private and government owned utilities. Each system has its own specific costs to serve its customers. Private utilities have expenses that government utilities do not have including income taxes, property taxes, etc.

If you have any additional questions or require further assistance regarding this matter, contact me at (850) 413-6844.

Sincerely, please contact me at (850) 413-6844.

Jared Deason, Regulatory Analyst

Office of Commission Clerk cc:

Division of Economic Regulation (Bulecza-Banks, Fletcher)