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June 10, 2008

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COMMISSION CLERK

VIA HAND DELIVERY

Ann Cole, Director
Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Application for increase in water and wastewater rates in Alachua, Brevard, DeSoto, Highlands, Lake, Lee, Marion, Orange, Palm Beach, Pasco, Polk, Putnam, Seminole, Sumter, Volusia, and Washington Counties by Aqua Utilities Florida, Inc.; Docket No. 080121-WS

Dear Ms. Cole:

Enclosed for filing on behalf of Lake Suzy Utility, Inc. d/b/a Aqua Utilities Florida, Inc., are the original and sixteen copies of Lake Suzy Utility, Inc.'s Notice of Filing Direct Testimony.

Please acknowledge receipt of these documents by stamping the extra copy of this letter "filed" and returning the copy to me.

Thank you for your assistance with this filing.

Sincerely,

HOLLAND & KNIGHT LLP


Gigi Rollini

CWP _____
COM 5 _____
CTR 1 _____
CSR 1 _____
CFC _____
RCA _____
GR/cb
Enclosures
cc: Ralph Jaeger, Esq.
Charles Beck, Esq.
Ms. Kelly Sullivan
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DOCUMENT NUMBER-DATE
04943 JUN 10 08
FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for increase in water and)
wastewater rates in Alachua, Brevard,)
DeSoto, Highlands, Lake, Lee, Marion,)
Orange, Palm Beach, Pasco, Polk, Putnam,)
Seminole, Sumter, Volusia, and Washington)
Counties by Aqua Utilities Florida, Inc. _____)


DOCKET NO. 080121-WS

FILED: June 10, 1008

LAKE SUZY UTILITY, INC.'S
NOTICE OF FILING DIRECT TESTIMONY

Lake Suzy Utility, Inc. d/b/a Aqua Utilities Florida, Inc. ("Lake Suzy"), by and through its undersigned counsel, hereby files with the Commission the Prefiled Direct Testimony of Stan F. Szczygiel. Lake Suzy files this testimony ahead of any deadline established for pre-filed intervenor testimony to give all parties ample opportunity to review.

Respectfully submitted this 10th day of June, 2008 by:


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Florida Bar No. 354473
Gigi Rollini
Florida Bar No. 684491
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Counsel for Lake Suzy Utility, Inc.

DOCUMENT NUMBER-DATE

04943 JUN 10 8

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CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing was furnished by United States Mail to the following this 10th day of June, 2008:

Charles Beck, Esq.
Stephen C. Reilly, Esq.
Office of Public Counsel
111 West Madison Street
Room 812
Tallahassee, Florida 32399-1400

Ralph Jaeger, Esq.
Katherine Fleming, Esq.
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Office of General Counsel
Florida Public Service Commission
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Tallahassee, Florida 32399-0850

Ms. Kelly Sullivan
570 Osprey Lakes Circle
Chuluota, FL 32667-6658


Gigi Rollini

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Lake Suzy Utility, Inc. d/b/a Aqua Utilities Florida, Inc.
Exhibit No. 1.0
Direct Testimony

LAKE SUZY UTILITY, INC. D/B/A AQUA UTILITIES FLORIDA, INC.

DIRECT TESTIMONY

OF

STAN F. SZCZYGIEL

(Docket No. 080121-WS)

DOCUMENT NUMBER-DATE

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
LAKE SUZY UTILITY, INC. D/B/A AQUA UTILITIES FLORIDA, INC.
DIRECT TESTIMONY OF STAN F. SZCZYGIEL
DOCKET NO. 080121-WS

Q. Please state your name and business address.

A. My name is Stan F. Szczygiel. My business address is 762 West Lancaster Avenue, Bryn Mawr, PA 19010-3489.

Q. Are you the same Stan F. Szczygiel that filed Direct Testimony on May 22, 2008 in Docket No. 080121-WS?

A. Yes.

Q. For what purpose are you filing this testimony?

A. To assist the Florida Public Service Commission ("Commission") and the parties in better understanding the rate case filed by Aqua Utilities Florida, Inc. ("AUF"), particularly as it relates to AUF's affiliate, Lake Suzy Utility, Inc. ("Lake Suzy").

Q. Can you please describe Lake Suzy?

A. Yes. Lake Suzy is a water and wastewater utility providing service to water customers and wastewater customers in DeSoto and Charlotte Counties, and is subject to Commission jurisdiction. Lake Suzy is providing such services in Florida under the name Aqua Utilities Florida, Inc., pursuant to Commission approval.

Q. Is a rate increase request for Lake Suzy included in the rate case application filed in Docket No. 080121?

1 Yes. Lake Suzy is included in the above referenced rate filing. However, it
2 should be clarified that Lake Suzy is currently undergoing a reorganization
3 because it was technically a part of Aqua Utilities, Inc. ("AUI"), and not AUF.

4 **Q. Please explain why Lake Suzy was not part of the reorganization to**
5 **consolidate all of AUI's Commission-regulated water and wastewater assets**
6 **in Florida under AUF in Docket No. 060643?**

7 A. By Order No. PSC-06-0973-FOF-WS, issued November 22, 2006 in Docket No.
8 060643-WS, the Commission acknowledged the corporate reorganization and
9 change in name involving AUF and other Commission-regulated AUI
10 subsidiaries. In so doing, the Commission noted that the purpose of the
11 reorganization was to consolidate all of AUI's Commission-regulated utility
12 systems under the ownership and name of AUF, a Florida corporation. At the
13 time of the Commission's acknowledgement of the reorganization it was believed
14 that Lake Suzy would be conveyed to DeSoto County and would cease to be
15 regulated by the Commission. For that reason, Lake Suzy was not included in the
16 reorganization at that time.

17 **Q. Was Lake Suzy later conveyed to DeSoto County?**

18 A. No. DeSoto County and Lake Suzy were not able to come to terms on a final
19 utility conveyance agreement.

20 **Q. Please discuss the Company's plans going forward?**

21 A. As explained earlier, the transfer of Lake Suzy to DeSoto County was never
22 consummated and Lake Suzy's water and wastewater certificates remain active.
23 Accordingly, in order to ensure that all of AUI's Commission-regulated water and

1 wastewater systems in Florida are under AUF and to conform with the
2 reorganization approved in Docket No. 060643-WS, the company has taken steps
3 to formally merge Lake Suzy into AUF with AUF as the surviving corporation.

4 **Q. Will the merger of Lake Suzy into AUF have any material affect on the rate**
5 **case filed by AUF?**

6 A. No, it will not. As I stated earlier, a rate increase for the Lake Suzy system was
7 specifically included in the rate case application that AUF filed in this docket.

8 **Q. Does this conclude your testimony?**

9 A. Yes, it does.

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