LAW OFFICES

ROSE, SUNDSTROM & BENTLEY, LLP

2548 Blairstone Pines Drive Tallahassee, Florida 32301

Frederick L. Aschaper, Jr.
Chris H. Bentley, P.A.
Robert C. Brannan
F. Marshall Deterding
John R. Jenkins, P.A.
Kyle L. Kemper
Steven T. Mindlin, P.A.
Chasity H. O'Steen
Daren L. Shippy
William E. Sundstrom, P.A.
Diane D. Tremor, P.A.
John L. Wharton

ROBERT M. C. Rose (1924-2006)

(850) 877-6555 Fax (850) 656-4029 www.rsbattorneys.com

REPLY TO CENTRAL FLORIDA OFFICE

Central Florida Office Saniando Center 2180 W. State Road 434, Suite 2118 Longwood, Florida 32779 (407) 830-6331 Fax (407) 830-8522

Martin S. Friedman, P.A. Brian L. Street

CHRISTIAN W. MARCELLI, OF COUNSEL (LICENSED IN NEW YORK ONLY)

E-FILING

June 20, 2008

Ann Cole, Commission Clerk Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399

RE: Docket No. 070693-WS; Lake Utility Services, Inc.'s Application for Water and

Wastewater Rate Increase in Lake County, Florida

Our File No.: 30057.148

Dear Ms. Cole:

Enclosed for filing in the above-referenced docket is Lake Utility Services, Inc.'s Notice of Filing the Affidavit of Mailing evidencing that the attached Initial Customer Notice has been mailed to the Utility's customers.

Very truly yours,

MARTIN S. FRIEDMAN

For the Firm

MSF/tlc Enclosures

cc: Mr. Bart Fletcher, Division of Economic Regulation (via email)

Ms. Cheryl Bulecza-Banks, Division of Economic Regulation (via email)

John Hoy, Chief Regulatory Officer (via email)

Ms. Kirsten Weeks (via email)

Rick Durham, Regional Vice President for Operations (via email)

Patrick C. Flynn, Regional Director (via email)

Mr. John Williams (via email)

Mr. Frank Seidman (via email)

Ms. Deborah Swain (via email)

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application of

LAKE UTILITY SERVICES, INC.

for Increase in Water and Wastewater

Rates in Lake County, Florida

DOCKET NO. 070693-WS

NOTICE OF FILING

Applicant, LAKE UTILITY SERVICES, INC., by and through its undersigned attorneys, hereby gives notice of filing in the above-referenced docket the Affidavit of Mailing evidencing that the Initial Customer Notice has been mailed to the customers of Lake Utility Services, Inc.

Respectfully submitted on this 20th day of June, 2008.

ROSE, SUNDSTROM & BENTLEY, LLP Sanlando Center 2180 W. State Road 434 Suite 2118

Longwood, Florida 32779 PHONE: (407) 830-6331 FAX: (407) 830-8522

mfriedman@rsbattorneys.com

MARTIN S. FRIEDMAN

For the Firm

AFFIDAVIT OF MAILING

STATE OF ILLINOIS

COUNTY OF COOK

Before me, the undersigned authority, authorized to administer oaths and take acknowledgments, personally appeared John P. Hoy, who, after being duly sworn on oath, did depose on oath and say that he is the Chief Regulatory Officer of Utilities, Inc., the sole shareholder of Lake Utility Services, Inc., and that on June 16, 2008, he did send by regular U.S. Mail, a copy of the Initial Customer Notice, attached hereto, to all customers of the utility.

FURTHER AFFIANT SAYETH NAUGHT.

Enn P. Poic

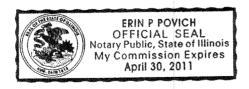
Print Name: John P. Hoy Officer Print Title: Crest Regulatory Officer

Sworn to and subscribed before me this 16^{th} day of June, 2008, by John P Hoy, who is personally known to me.

Print Name: Enn P. Ponch

NOTARY PUBLIC

My Commission Expires: 4/30/2011



BEFORE THE PUBLIC SERVICE COMMISSION

INITIAL CUSTOMER NOTICE

TO THE CUSTOMERS OF LAKE UTILITY SERVICES, INC. AND ALL OTHER INTERESTED PERSONS

RE: DOCKET NO. 070693-WS; APPLICATION FOR INCREASE IN WASTEWATER RATES IN LAKE COUNTY BY LAKE UTILITY SERVICES, INC.

JUNE 16, 2008

BACKGROUND

Lake Utility Services, Inc. (the "Utility") is a water and wastewater utility whose corporate offices are located at 200 Weathersfield Avenue, Altamonte Springs, Florida. The Utility's water and wastewater facilities are located in Lake County, Florida.

The Utility filed an application with the Florida Public Service Commission (the "Commission") for increased water and wastewater rates for its customers on February 18, 2008. The application was assigned Docket No. 070693-WS, and May 7, 2008, was established as the official date of filing.

As reported in its Minimum Filing Requirements ("MFRs") filed with its application to the Commission, the Utility's revenues per books are \$2,890,389, with operating expenses per books of \$2,826,448, for its water system, and revenues per books of \$870,816, with operating expenses per books of \$448,875, for its wastewater system, resulting in a net operating income of \$63,941 for its water system, and net operating income of \$421,941 for its wastewater system, per books, before adjustments. The rate increase application has been filed by the Utility because of inadequate earnings.

Copies of the MFRs will be available for inspection at the following locations:

Cooper Memorial Library 821 W. Minneola Avenue Clermont, FL 34711

Hours of Operation: Monday to Thursday 10:00 a.m. to 7:00 p.m. Friday 10:00 a.m. to 5:00 p.m. Saturday 10:00 a.m. to 2:00 p.m. Lake Utility Services, Inc. 200 Weathersfield Avenue Altamonte Springs, FL 32714

Office Hours:

Monday through Friday 8:00 a.m. to 4:30 p.m.

A "Rate Case Synopsis" will also be available, along with the application and MFRs. The test period for setting rates is the projected average thirteen-month period ended June 30, 2009.

CURRENT AND PROPOSED CHARGES

The current and proposed rates and charges follow. These rates are subject to change based on information gathered at the customer meeting, further Staff review, and the final decision by the Commissioners.

WATER SERVICE

Residential and General Service (Excluding Lake Groves system) – BI-MONTHLY	Rates Prior to Filing	Utility's Requested Interim Rates	<u>Utility's</u> <u>Requested Final</u> <u>Rates</u>	Commission Approved Interim Rates (In effect as of May 5, 2008)
Base Facility Charge:				
Meter Size				
5/8"	\$12.64	\$17.08	\$ 22.00	\$13.24
1"	\$31.60	\$42.69	\$ 55.00	\$33.10
1 1/2"	\$63.18	\$85.36	\$ 110.00	\$66.18
2"	\$101.06	\$136.54	\$ 176.00	\$105.86
3"	\$189.50	\$256.03	\$352.00	\$198.47
4"	\$315.84	\$426.73	\$550.00	\$330.81
6"	\$734.88	\$992.90	\$1,100.00	\$769.70
Gallonage Charge (per 1,000 gallons)	\$0.73	\$0.99		\$0.76
0 to 10,000 gallons			\$1.30	
Over 10,000 gallons			\$2.00	

Residential and General Service (Former Lake Groves system) - MONTHLY	Rates Prior to Filing	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> <u>Requested Final</u> <u>Rates</u>	Commission Approved Interim Rates (In effect as of May 5, 2008)
Base Facility Charge: Meter Size				
5/8" x 3/4"	\$12.73	\$ 17.20	\$ 11.00	\$13.33
1"	\$31.83	\$ 43.01	\$ 27.50	\$33.33
1 1/2"	\$63.65	\$ 86.00	\$ 55.00	\$66.67
2"	\$101.84	\$137.60	\$ 88.00	\$106.66
3"	\$203.66	\$275.17	\$176.00	\$213.31
4"	\$318.23	\$429.96	\$275.00	\$333.31
Over 4" General Service	\$318.23	\$429.96	\$550.00	\$333.31
Gallonage Charge (per 1,000 gallons)	\$1.27	\$1.72		\$1.33
0 to 10,000 gallons			\$1.30	
Over 10,000 gallons			\$2.00	

WASTEWATER SERVICE

Residential MONTHLY	Rates Prior to Filing	<u>Utility's</u> <u>Requested</u> <u>Interim Rates</u>	<u>Utility's</u> <u>Requested</u> <u>Final Rates</u>	Commission Approved Interim Rates (In effect as of May 5, 2008)
Base Facility Charge:				
Meter Size				
All Sizes Residential	\$15.99	\$36.49	\$45.00	\$22.79
Gallonage Charge (per 1,000 gallons) (Maximum 10,000 gallons per month)	\$1.10	\$2.51	\$2.60	\$1.57

General Service MONTHLY	Rates Prior to Filing	Utility's Requested Interim Rates	Utility's Requested Final Rates	Commission Approved Interim Rates (In effect as of May 5, 2008)
Base Facility Charge:				
Meter Size				
5/8" x 3/4"	\$ 15.99	\$ 36.49	\$ 45.00	\$22.79
1"	\$ 40.00	\$ 91.28	\$ 112.50	\$57.02
1 1/2"	\$ 79.97	\$182.50	\$ 225.00	\$114.01
2"	\$127.95	\$291.99	\$ 360.00	\$182.41
3"	\$255.91	\$584.01	\$ 720.00	\$364.82
4"	\$399.88	\$912.57	\$1,125.00	\$570.06
Over 4" General Service	\$399.98	\$912.57	\$2,250.00	\$570.06
Gallonage Charge (per 1,000 gallons)	\$1.38	\$3.15	\$3.50	\$1.97
Reclaimed Water				
Base Facility Charge			\$3.65	
Gallonage Charge (per 1,000 gallons)			.60	

SERVICE AVAILABILITY CHARGES

The Utility is not requesting any changes to its service availability charges. Even though not requested to do so, the Commission may review and adjust service availability charges.

MISCELLANEOUS SERVICE CHARGES

The Utility is requesting the following changes to its miscellaneous service charges.

	Water			
Type of Charge	Present Charge		Requested Charge	
	During Business Hours	After Business Hours	During Business Hours	After Business Hours
Initial Connection	\$15.00	N/A	\$21.00	\$42.00
Normal Reconnection	\$15.00	N/A	\$21.00	\$42.00
Violation Reconnection	\$15.00	N/A	Actual Cost	Actual Cost
Premises Visit (in lieu of disconnection)	\$10.00	N/A	\$21.00	\$42.00

	Wastewater			
Type of Charge	Present Charge		Requested Charge	
	During Business Hours	After Business Hours	During Business Hours	After Business Hours
Initial Connection	\$15.00	N/A	\$21.00	\$42.00
Normal Reconnection	\$15.00	N/A	\$21.00	\$42.00
Violation Reconnection	Actual Cost	N/A	Actual Cost	Actual Cost
Premises Visit (in lieu of disconnection)	\$10.00	N/A	\$21.00	\$42.00