LAW OFFICES

ROSE, SUNDSTROM & BENTLEY, LLP

2548 BLAIRSTONE PINES DRIVE Tallahassee, Florida 32301

FREDERICK L. ASCHAUER, 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 SANLANDO CENTER 2180 W. STATE ROAD 434, SUITE 2118 LONGWOOD, FLORIDA 32779 (407) 830-6331 FAX (407) 830-8522

MARTIN S. FRIEDMAN, P.A. BRIAN I. STREET

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

July 17, 2008

E-FILING

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

Re:

Docket No.: 070695-WS; Miles Grant Water and Sewer Company

2007 General Rate Increase Application

Our File No. 30057.149

Dear Ms. Cole:

The following are the Utility's responses to the Commission Staff's July 8, 2008, correspondence requesting additional information to complete the application:

- 1. The following items relate to the utility using potable water to supplement reuse:
 - (a) The number of potable water gallons, by month, that were used during the test year to supplement reuse;

RESPONSE: Please see the attached consumption history of the 2" irrigation meter that is used to augment reclaimed water stored in the Miles Grant Golf Club's golf course irrigation lagoon during the test year.

Please provide this (b) What entity or entities is (are) receiving reuse. information by entity by month;

RESPONSE: There is only one reuse customer, the Miles Grant Golf Club.

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> (c) Does the utility currently have facilities to provide reuse to any customers not listed above; and

RESPONSE: The Utility has no facilities to deliver reuse to any other parties, and none are currently planned. The volume of reuse produced by the Miles Grant Wastewater Treatment Plant is insufficient to meet all of the irrigation needs of the golf course. As such, there is a need to augment the reuse with potable water during peak irrigation demand periods. There is no alternate disposal option available.

(d) If the response to (c) is affirmative, please list all potential customers, and whether each customer is a residential or general service customer.

RESPONSE: Not applicable.

If the implication of these questions is to impose a reuse rate on the golf course, it is important to understand that the establishment of a reuse rate may so severely impact the financial health of the Miles Grant Golf Club that it ceases operation. In that event, the Utility would then be in the difficult position of developing an alternate disposal capacity equal to the average and peak day WWTP flow, which would likely require a significant capital investment, and rate increase to support that investment.

Feel free to contact us if you have any questions or concerns.

Very truly yours,

CHRISTIAN W. MARCELLI

Of Counsel

MSF/cm **Enclosures**

John Hoy, Chief Regulatory Officer (w/enclosures) cc:

Rick Durham, Regional Vice President for Operations (w/enclosures)

Patrick C. Flynn, Regional Director (w/enclosures)

Ms. Deborah Swain (w/enclosures)

Mr. Frank Seidman (w/enclosures)

Miles Grant Water & Sewer Company Docket #070695-WS Martin County

Test Year Ending June 30, 2007 Response to Staff Request for Additional Information Consumption History - 2" Golf Course Irrigation Meter (gallons)

Bill Date	Consumption
7/28/2006	1,722,600
9/29/2006	0
11/30/2006	200
1/31/2007	0
3/29/2007	1,891,200
5/31/2007	5,732,800
8/1/2007	0
	9,346,800