Commissioners: Ronald A. Brisé , Chairman Lisa Polak Edgar Art Graham Eduardo E. Balbis Julie I. Brown

STATE OF FLORIDA



MARSHALL WILLIS, DIRECTOR DIVISION OF ECONOMIC REGULATION (850) 413-6900



Public Service Commission

January 25, 2012

STAFF'S FOURTH DATA REQUEST

Mr. Marshall Friedman Sundstorm, Friedman & Fumero, LLP 2548 Blairstone Pines Drive Tallahassee, FL 32301

Re: Docket No. 110264-WS - Application for increase in water and wastewater rates in Pasco County by Labrador Utilities, Inc.

Dear Mr. Friedman:

Staff needs the following information to complete its review of the application filed by Labrador Utilities, Inc. (Labrador or Utility).

- 1. Explain in detail how Labrador provides Precautionary Boil Water Notices to its customers?
- 2. Please provide a copy of the Utility's 2006 Water Tank Inspection Report.
- 3. Rule 25-30.433(10), F.A.C. states that a utility is required to own the land upon which the utility treatment facilities are located, or possess the right to the continued use of the land, such as a 99-year lease. The Commission may consider a written easement or other cost-effective alternative. The following items pertain to the Utility's lease agreement with Forrest Lakes Estates Co-Op., Inc.:
 - (a) At the customer meeting held on January 18, 2012, it was alleged that the Utility was in arrears for seven months in its lease payments.
 - (1) Is it true that the Utility is in arrears in its lease payments;
 - (2) If so, by how many months is the Utility delinquent;
 - (3) If delinquent, what is the total amount past due;
 - (4) What, if any, late fees has the Utility incurred;
 - (5) If the answer to 3(a)(1) is yes, when does the Utility plan to bring its outstanding amounts current in order to stay in compliance with Rule 25-30.433(10), F.A.C.

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(6) Please provide an explanation for why the Utility is in arrears on its lease payments.

Please submit the above information to the Office of Commission Clerk by January 20, 2012. If you have any questions, please contact Michael Springer by phone at (850) 413-67082 or by e-mail at <u>MSpringe@psc.state.fl.us</u>.

Sincerely, Springer

Michael Springer Regulatory Analyst IV

cc: Division of Economic Regulation (Maurey, Fletcher, Daniel, McRoy, Stallcup, Thompson) Office of the General Counsel (Brown) Office of Commission Clerk (Docket No. 110264-WS) Office of Public Counsel