LAKESIDE WATERWORKS, INC.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION <u>AFFIRMATION OF MAILING</u>

STATE OF FLORIDA COUNTY OF LEE

This statement submitted on January 20, 2015, affirms that on January 12, 2015, the customer notice for the staff assisted rate case was mailed via US mail service to the customers of

Lakeside Waterworks, Inc.

Troy Rendell

Manager of Regulated Utilities

REVISED NOTICE

TO CUSTOMERS OF LAKESIDE WATERWORKS, INC. AND ALL OTHER INTERESTED PERSONS

DOCKET NO:

130194-WS

ORDER NO:

PSC-15-0013-PAA-WS

ISSUED:

January 2, 2015

On January 2, 2015, Lakeside issued its Notice of Approval of its Staff Assisted Rate Case. The original notice erroneously contained the incorrect gallonage blocks. This Revised Notice is being issued to inform its customer of the correct water gallonage blocks.

Notice is hereby given that the Florida Public Service Commission (the "Commission") approved an increase in water and wastewater rates for Lakeside Waterworks, Inc. (Lakeside or Utility) by the above referenced order. Lakeside is sending this notice to advise our customers that the Commission has approved a rate increase for your community's water and wastewater systems. On November 21, 2014, Lakeside Waterworks, Inc. reached a settlement in its staff assisted rate case with the Office of Public Counsel and the Homeowners' Association. This settlement was approved by the Commission at its November 25, 2014 Agenda Conference.

The utility has not had a rate case processed before the Commission prior to this instant case. The settlement agreement recognizes that the rate increase may have a significant impact to the utility customers. Thus, the agreement is to increase the water and wastewater rates in two phases. The Phase I rate increase will allow the utility to recover its operating expenses, property taxes, and regulatory assessment fees. There is no recovery of an operating margin. The Phase II rate increase will not be implemented any sooner than one year after implementation of the Phase I rates. The Phase II increase will allow the utility an opportunity to recover an operating margin in order to provide an adequate cash flow to meet environmental requirements and to provide some assurance of safe and reliable water and wastewater service to its customers. You will receive notice prior to the Phase II rates going into effect.

The Commission approved rates are as follows:

MONTHLY WATER RATES

	UTILITY'S EXISTING RATES	COMMISSION APPROVED PHASE I RATES	COMMISSION APPROVED PHASE II RATES
Residential and General Service			
Base Facility Charge by Meter Size			
5/8"x3/4"	\$12.96	\$12.44	\$13.61
3/4"	\$19.45	\$18.66	\$20.42
1"	\$32.42	\$31.10	\$34.03
1 1/2"	\$64.83	\$62.20	\$68.05
2"	\$103.73	\$99.52	\$108.88
3"	\$207.45	\$199.04	\$217.76
4"	\$324.16	\$311.00	\$340.25
6"	\$648.30	\$622.00	\$680.50
Charge per 1,000 Gallons - Residential	\$1.23	N/A	N/A
0- 4,000 Gallons	N/A	\$3.13	\$3.43
Over 4,000 Gallons	N/A	\$4.06	\$4.44

	UTILITY'S EXISTING RATES	COMMISSION APPROVED PHASE I RATES	COMMISSION APPROVED PHASE II RATES
Residential			
Base Facility Charge - All Meter Sizes	\$10.01	\$13.02	\$14.30
Charge per 1,000 Gallons 6,000 gallon cap	\$2.46	\$5.61	\$6.16
General Service Base Facility Charge by Meter Size			
5/8"x3/4"	\$10.01	\$13.02	\$14.30
3/4"	\$15.02	\$19.53	\$21.45
1"	\$25.05	\$32.55	\$35.75
1 1/2"	\$50.08	\$65.10	\$71.50
2"	\$80.14	\$104.16	\$114.40
3"	\$160.26	\$208.32	\$228.80
4"	\$250.41	\$325.50	\$357.50
6"	\$500.84	\$651.00	\$715.00
Charge per 1,000 Gallons	\$2.95	\$6.74	\$7.40

The Phase I and Phase II rates shall be effective for service rendered as of the Commission's stamped approval date on the tariff sheets provided the customers have received notice. If the effective date of the new rates falls within a regular billing cycle, the initial bills at the new rate may be prorated. The old charges shall be prorated based on the number of days in the billing cycle before the effective date of the new rates. The new charges shall be prorated based on the number of days in the billing cycle on or after the effective date of the new rates. If you have any questions about your bill, please call Lakeside Waterworks, Inc. at 888-228-2134. Please be sure to have your account number handy for quick reference. We look forward to continuing to listen to you and to serve you.

Lakeside Waterworks, Inc.