BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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In re: Application of SILVER OAK HILLS UTILITIES, INC. for a 1988 pass-through rate adjustment in Pasco County, DOCKET NO. 890171-WU ORDER NO. 20807 ISSUED: 2-24-89

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ORDER ACKNOWLEDGING PASS-THROUGH RATE ADJUSTMENT

BY THE COMMISSION:

On February 1, 1989, Silver Oak Hills Utilities, Inc. (Utility) notified this Commission of its intention to increase rates to its customers in Pasco County by application of the pass-through provisions of Subsection 367.081(4)(b), Florida Statutes, and Rule 25-30.425, Florida Administrative Code.

The Utility intends to pass through to its customers the increased cost of purchased water imposed by the City of New Port Richey. The documentation submitted by the Utility in support of its notice meets the requirements set forth in Rule 25-30.425, Florida Administrative Code.

In compliance with Rule 25-30.425(6), Florida Administrative Code, the Utility advised us that it will provide notice to its customers prior to the effective date of the new rates, informing them of the impending rate adjustment and explaining that it is due to the application of the pass-through provisions of the statute.

Our calculation of the pass-through adjustment is as follows:

Calculation of Pass-Through Application Test Year Ended December 31, 1988

	water
Annualized Cost of purchased water effective October 5, 1988	\$ 2,621.91
Annual cost of purchased water prior to October 5, 1988	1,172.15
Increased cost of purchased water	\$ 1,449.76
Divide by expansion factor for Regulatory Assessment Fees	÷975
Increase in revenue	\$ 1,486.93
Divide by number of gallons sold	÷ 2,795.50
Increase in gallonage rate per 1,000 gallons	\$53

Rates which will allow the Utility to recognize this increase, are as follows:

WATER	(Month	ly Rate)	CB		
Residencial	ial and General Service Existing			New	
Base Facility Charge	EXI	sering		<u>iica</u>	
Meter Size					
5/8" x 3/4"	\$ \$	4.40	\$	4.40 9.24	
1"	\$	9.24	\$	9.24	
Gallonage Charge Per 1,000 Gallons	\$	2.12	\$	2.65	

DOCUMENT NUMBER-DATE 02099 FEB 24 ISS9 FPSC-RECORDS/REPORTING/

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It is, therefore,

ORDERED by the Florida Public Service Commission that the pass-through application of Silver Oak Hills Utilities, Inc., 6906 Graphic Drive, Port Richey, Florida 34668, is hereby acknowledged. It is further

ORDERED that the rates contained herein shall become effective for service rendered on or after March 3, 1989, subject to approval of revised tariff sheets and customer notice as previously indicated in this Order. It is further

ORDERED that the tariff sheets submitted with the Utility's application reflect the rates set forth in this Order, and Docket No. 890171-WU may be closed upon Staff's approval of the tariff sheets.

By Order of the Florida Public Service Commission, this 24th day of FEBRUARY , 1989

Girector STEVE TRIBBLE.

Division of Records and Reporting

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