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Commissioners:
JOE GARCIA, CHAIRMAN
J. TERRY DEASON
SUSAN F. CLARK
JULIA L. JOHNSON
E. LEON JACOBS, JR.



DIVISION OF WATER & WASTEWATER CHARLES H. HILL DIRECTOR (850) 413-6900

## Public Service Commission

March 4, 1999

Mr. Robert Reed Highlands Ridge Associates, Inc. P. O. Box 768 Sebring, FL 33871-0768

Re: Docket No. 981147-WS, Investigation into potential overearnings of Highlands Ridge Associates, Inc.

Dear Mr. Reed:

As we have discussed in prior conversations and in our conference call on February 3, 1999, it is your contention that both the land value in rate base and certain O&M expenses were understated in Order No. PSC-98-1623-FOF-WS, issued on December 7, 1998. As we have also discussed on several occasions, you may provide any additional information which you believe may be relevant regarding the above-referenced docket. Therefore, please provide Staff with all additional information which you believe relevant to this investigation by March 18, 1999. This deadline is necessary, as the time for filing the subsequent recommendation in this case is approaching, and Staff needs adequate time to appropriately analyze whatever additional information is provided.

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AFA		As always, if you have questions, please feel free to contact me at (850) 413-6964.	
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NA	IS	Division of Records and Reporting (docket file)	
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