## State of Florida





## Public Service Commission

-M-E-M-O-R-A-N-D-U-M-

- **DATE:** JANUARY 21, 2000
- TO: CHAIRMAN GARCIA
- FROM: DAN HOPPE, DIRECTOR, DIVISION OF WATER AND WASTEWATER WAY ROSANNE GERVASI, BUREAU CHIEF, DIVISION OF LEGAL SERVICES AND DOCKET NO. 991643-SU, APPLICATION OF ALOHA UTILITIES, INC. FOR AN INCREASE IN WASTEWATER RATES FOR ITS SEVEN SPRINGS SYSTEM IN PASCO COUNTY TEST YEAR APPROVAL

By letter dated November 22, 1999, you approved Aloha Utilities, Inc.'s (Aloha or utility) request to use a projected test year ended July 31, 2001, with an historical base year ended July 31, 1999. By letter dated January 12, 2000, Aloha has requested that its projected test year be modified. Subsequent to your approval of its test year, the utility has learned that the completion of the facilities that form the basis of its requested rate increase will be delayed by two months. As such, Aloha is requesting that the test year be modified to the twelve-month period ended September 30, 2001, with an historical base year ended September 30, 1999. Staff believes that this minor change does not present a problem and that such a change is more appropriate for setting rates on a going forward basis because it ensures that the new plant is in-service during the entire test period. Lastly, the MFR filing date will remain as February 29, 2000.

The test year letter filename is S:\PSC\WAW\WP\ALOHATYA.SBF

c: Dr. Mary Bane, Deputy Executive Director/Technical Division of Water and Wastewater (Willis, Crouch, Merchant, Fletcher) Division of Legal Services (Gervasi, Jaeger) Division of Auditing and Financial Analysis (Vandiver) Division of Records and Reporting Jackie Edwards

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> DOCUMENT NUMBER-DATE 00960 JAN 218 EPSC-RECORDS/PEPORTING