COMMISSIONERS: LILA A. JABER, CHAIRMAN J. TERRY DEASON BRAULIO L. BAEZ MICHAEL A. PALECKI RUDOLPH "RUDY" BRADLEY



TIMOTHY DEVLIN, DIRECTOR DIVISION OF ECONOMIC REGULATION (850) 413-6900

Hublic Service Commission

September 16, 2002

Mr. Tim Thompson Marion Utilities, Inc. 710 NE Ave. Ocala, FL 34470

Re: Docket No. 020650-WU, Application for partial transfer of facilities in Marion County from Marion Utilities, Inc.(Marion) to Silver Springs Regional Water and Sewer Inc. (Silver Springs), a non-profit corporation, and for amendment of Certificate No. 347-W.

Dear Mr. Thompson:

With respect to our phone conversation last week, I am including for clarification purposes the list of items we need to continue with our review of the above mentioned application. The items are as follows:

- A statement regarding customer membership to Silver Springs. We need to know 1. if Marion's former customers from Sugar Hill Quadra Villas and Quad Villa Estates will have the same voting rights as the rest of the Silver Springs' membership. In addition to your comments about customer membership to Silver Springs, please include some remarks as to how the transfer is in the public interest.
- An updated statement of the booked assets for the Quad Villas system. This 2. statement should note any property Marion intends to salvaged from the water treatment plant at Quad Villas.
- A statement detailing per item the cost of improvements presently being performed 3. by the utility at the Sugar Hill Ouadra Villas and Ouad Villa Estates area. Please include any further estimated costs if this project is not completed by the time you submit this information.
- Chapter 367.071, Florida Statutes, requires that no utility shall transfer its certificate or assets without prior Commission approval. Provide a statement signed by both 4. parties indicating that the transfer will be contingent on Commission approval.

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5. Please provide an affidavit that shows notice to each customer of the system being transferred was given in accordance with Rule 25-30.030, Florida Administrative Code.

As agreed, the requested information should be received by September 30, 2002. Please note that the response should be addressed to the Division of Commission Clerk & Administrative Services, 2540 Shumard Oak Boulevard, Tallahassee, FL 32399-0850, with the docket number highlighted for reference by the Commission. If there are any questions, please feel free to contact Stanley Rieger at (850) 413-6970.

Sincerely,

Patti Daniel

Certification Supervisor

cc: Division of Commission Clerk & Administrative Services
Division of Economic Regulation (Rieger, Clapp)
General Counsel (Brubaker, Crosby)