



Public Service Commission

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

DATE: November 10, 1998
TO: Division of Auditing and Financial Analysis (Maurey)
FROM: Division of Water and Wastewater (Chase) *ac* *ck*
RE: Docket No. 981147-WS, Investigation into potential overearnings in Highlands County by Highlands Ridge Associates, Inc.

Per AFA's memo dated September 21, 1998, the finance staff recommended that the above-referenced utility not be allowed a corporate undertaking. A recommendation was filed in this docket on November 5, 1998 for the November 17 agenda, and the issue regarding the form of security is consistent with that memo. However, the President of Highlands Ridge Associates, Inc. has provided the financial statements for the overall operating company (which the utility is a component of) for the years 1995 - 1997. Therefore, the Division of Water and Wastewater requests your review of the attached copies of said financial statements to determine whether the company could support a corporate undertaking in the amount of \$18,576. We understand that, in the event AFA recommends that the company could support the corporate undertaking, we must obtain a statement from the company indicating its willingness to do so.

\FJL

Attachments

cc w/o Atch: Division of Water and Wastewater (Hill, Williams, Shafer, Lingo, T. L. Davis)
 Division of Legal Services (Brubaker)
 Division of Records and Reporting (docket file)

- ACK _____
- AFA _____
- APP _____
- CAF _____
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- CTR _____
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- SEC 1
- WAS _____
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DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING