

ORIGINAL

STATE OF FLORIDA

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

Public Service Commission

March 22, 1999

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

VIA FACSIMILE AND
FIRST CLASS MAIL

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

Dear Mr. Reed:

Staff has received your letter dated March 3, 1999, in which you requested that additional expenses be included in our overearnings analysis. However, as Staff has explained during several prior conversations (including our conference call on February 3, 1999), in order for Staff to consider any additional expense, the utility must provide documentation in support of the requested expense.

Mr. Stanley Rieger, the Staff engineer assigned to this case, will be in the Highlands Ridge area on Wednesday and Thursday, March 24-25, 1999. As I discussed with Yvonne on Friday, March 19, the documentation in items (1) - (3) below is necessary for Staff's review. Therefore, we request that the following be copied and available for Mr. Rieger to bring back to Tallahassee:

- ACK _____
 - AFA _____
 - APP _____
 - CAF _____
 - CMU _____
 - CTR _____
 - EAG _____
 - LEG _____
 - LIN _____
 - OPC _____
 - RCH _____
 - SEC _____
 - WAS _____
 - OTH _____
- (1) The contract for outside lawn services for 1997, as well as the monthly invoices for lawn service for 1997.
 - (2) The lease agreement(s) for any truck(s) regularly used for utility-related operations during 1997.
 - (3) Documentation for additional costs of utility land when it was placed into public service.
 - (4) For each employee that the utility believes should be included in the utility's salaries and wages expense for 1997, please provide a description of each employee's duties for the utility.
 - (5) Invoices for Howard's beeper expense for 1997.

In addition to the above-referenced items discussed with Yvonne, we request the following:

DOCUMENT NUMBER - DATE
03818 MAR 24 99
FPSC-RECORDS/REPORTING

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- (6) Any plans and/or information given to the DEP regarding the utility's wastewater plant expansion.
- (7) The permit modification application submitted to the Southwest Florida Water Management District (SWFWMD).
- (8) The *water consumption reduction plan* filed with the SWFWMD (if one has been filed).
- (9) A list of current employees who perform utility-related work.

To the extent any of the requested information listed in (1) - (9) above is not ready for Mr. Rieger this Thursday, we ask that Staff receive the information no later than March 31, 1999. We look forward to hearing from you, and, as always, please feel free to contact me should you have any questions.

Sincerely,



Jennie Lingo
Economic Analyst
Bureau of Policy Development
and Industry Structure

\FJL

cc: Division of Water and Wastewater (Hill, Williams, Chase, Bethea, Rieger, TLDavis)
Division of Legal Services (Brubaker)
Division of Records and Reporting (docket file)