

COMMISSIONERS:
MATTHEW M. CARTER II, CHAIRMAN
LISA POLAK EDGAR
KATRINA J. MCMURRIAN
NANCY ARGENZIANO
NATHAN A. SKOP

STATE OF FLORIDA



GENERAL COUNSEL
PATRICK L. "BOOTER" IMHOF
(850) 413-6199

Public Service Commission

May 5, 2009

RECEIVED-FPSC
09 MAY -5 PM 2:02
COMMISSION
CLERK

Dixie Groves Utility Company a Division of Community Utilities of Florida, Inc.
Attn: Gary Deremer
P.O. Box 398
New Port Richey, FL 34656-0398

Re: Docket No. 050449-WU - Application for staff-assisted rate case in Pasco County by Dixie Groves Utility Company.

Dear Mr. Deremer:

In the above-referenced docket, the Utility provided a Capital Improvement Plan outlining pro forma plant additions that it intended to complete. By recommendation dated March 23, 2009, staff recommended that the Utility be granted Phase II rates once the pro forma plant additions were completed. At the agenda conference of April 6, 2006, the Commission did not make a decision on the Phase II rates. Instead, the Utility and the Office of Public Counsel (OPC) agreed to negotiate an agreement in regard to Phase II rates.

Pursuant to Order No. PSC-06-0378-PAA-WU, issued May 8, 2006, the Commission ordered that the docket shall remain open to allow staff to address the issue of Phase II rates. At this time, staff is requesting an update in regard to the Utility and OPC's negotiations. Please provide this information by June 1, 2009. If you have any additional questions, please feel free to contact me at (850) 413-6234.

Sincerely,

A handwritten signature in black ink that reads "Ralph R. Jaeger".

Ralph R. Jaeger
Senior Attorney

cc: Office of Public Counsel (Reilly)
Division of Economic Regulation (Bulecza-Banks, Fletcher, Hudson)
Office of Commission Clerk (Docket No. 050449-WU)

DOCUMENT NUMBER - DATE
04266 MAY -5 8
FPSC - COMMISSION CLERK

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD • TALLAHASSEE, FL 32399-0850

An Affirmative Action / Equal Opportunity Employer

PSC Website: <http://www.floridapsc.com>

Internet E-mail: contact@psc.state.fl.us