

## **NOTICE OF FINAL RATE INCREASE**

Southlake Utilities, Inc.  
PSC Docket No.: 080597-WS  
Notice Issued On October 30, 2009

On October 15, 2008, Southlake Utilities, Inc. ("Southlake Utilities") applied to the Florida Public Service Commission ("Commission") for increased water and wastewater service rates to its customers in Lake County, Florida. The application also requested approval of interim rates.

By Commission Order No. PSC-09-0116-FOF-WS issued on February 25, 2009, the Commission granted interim rates to be collected subject to refund, pending the Commission's decision regarding final rates.

By Commission Order No. PSC-09-0623-PAA-WS issued on September 15, 2009, the Commission authorized a portion of the requested increases in water rates designed to allow Southlake Utilities the opportunity to recover costs for providing service and a reasonable rate of return on its investment in facilities necessary to provide such water and wastewater service. That Order became final and effective upon the issuance of Consummating Order No. PSC-09-0699-CO-WS-issued by the Commission on October 20, 2009.

The increased rates approved by the Commission are effective for service rendered on and after November 1, 2009.

The Rates Prior to Filing, Commission Approved Interim Rates, Utility Requested Final Rates, Commission Approved Final Rates and the 4-Year Rate Reduction are set forth in the rate schedule attached to this notice. The Commission Approved Final Rates will become effective for services rendered on and after November 1, 2009.

Because the final rates approved by the Commission are in excess of the interim rates previously approved by the Commission, no refund of the interim rates shall be made.

If you have any questions, please call the Utility's office at (352) 394-8898.

Southlake Utilities, Inc.

## WATER SERVICE

| MONTHLY                                     | Rates Prior to Filing | Commission Approved Interim Rates | Utility's Requested Final | <b>COMMISSION APPROVED FINAL</b> | 4 – Year Rate Reduction |
|---|-----------------------|-----------------------------------|---------------------------|----------------------------------|-------------------------|
| <b>Residential</b>                          |                       |                                   |                           |                                  |                         |
| Base Facility Charge by Meter Size:         |                       |                                   |                           |                                  |                         |
| 5/8" x 3/4"                                 | \$8.98                | \$9.42                            | \$8.82                    | \$8.98                           | \$0.27                  |
| 1"  | \$22.45               | \$23.54                           | \$22.05                   | \$22.45                          | \$0.67                  |
| 1 1/2"                                      | \$44.90               | \$47.08                           | \$44.11                   | \$44.90                          | \$1.33                  |
| 2"  | \$71.85               | \$75.34                           | \$70.58                   | \$71.84                          | \$2.13                  |
| 3"  | \$143.70              | \$150.68                          | \$141.17                  | \$143.68                         | \$4.26                  |
| 4"  | \$224.51              | \$235.42                          | \$220.55                  | \$224.50                         | \$6.66                  |
| 6"  | \$449.03              | \$470.85                          | \$441.11                  | \$449.00                         | \$13.32                 |
| Gallonge Charge : (Per 1,000 Gallons)       |                       |                                   |                           |                                  |                         |
| 0 to 10,000 gals.                           | \$0.84                | \$0.88                            | \$0.92                    | \$1.01                           | \$0.03                  |
| 10,001 to 20,000 gals.                      | \$0.84                | \$0.88                            | \$1.37                    | \$1.52                           | \$0.05                  |
| Over 20,000 gals.                           | \$0.84                | \$0.88                            | \$1.83                    | \$2.02                           | \$0.06                  |
| <b>Multi-Residential &amp; General Svcs</b> |                       |                                   |                           |                                  |                         |
| Base Facility Charge by Meter Size:         |                       |                                   |                           |                                  |                         |
| 5/8" x 3/4"                                 | \$8.98                | \$9.42                            | \$8.82                    | \$8.98                           | \$0.27                  |
| 1"  | \$22.45               | \$23.54                           | \$22.05                   | \$22.45                          | \$0.67                  |
| 1 1/2"                                      | \$44.90               | \$47.08                           | \$44.11                   | \$44.90                          | \$1.33                  |
| 2"  | \$71.85               | \$75.34                           | \$70.58                   | \$71.84                          | \$2.13                  |
| 3"  | \$143.70              | \$150.68                          | \$141.17                  | \$143.68                         | \$4.26                  |
| 4"  | \$224.51              | \$235.42                          | \$220.55                  | \$224.50                         | \$6.66                  |
| 6"  | \$449.03              | \$470.85                          | \$441.11                  | \$449.00                         | \$13.32                 |
| Gallonge Charge: (Per 1,000 Gallons)        | \$0.84                | \$0.88                            | \$1.05                    | \$1.33                           | \$0.04                  |
| <b>Fire Protection</b>                      |                       |                                   |                           |                                  |                         |
| 1 1/2"                                      | \$14.98               | \$14.98                           | \$14.56                   | \$3.74                           | \$0.11                  |
| 2"  | \$23.75               | \$23.75                           | \$23.29                   | \$5.99                           | \$0.18                  |
| 3"  | \$74.83               | \$74.83                           | \$46.58                   | \$11.97                          | \$0.36                  |
| 4"  | \$149.67              | \$149.67                          | \$72.78                   | \$18.71                          | \$0.56                  |
| 6"  | \$149.67              | \$149.67                          | \$145.56                  | \$37.42                          | \$1.11                  |
| 8"  | \$149.67              | \$149.67                          | \$232.89                  | \$59.87                          | \$1.78                  |
| 10"   | \$149.67              | \$149.67                          | \$334.78                  | \$82.32                          | \$2.44                  |

## WASTEWATER SERVICE

| MONTHLY  | Rates Prior to Filing | Commission Approved Interim Rates | Utility's Requested Final | <b>COMMISSION APPROVED FINAL</b> | 4 – Year Rate Reduction |
|--|-----------------------|-----------------------------------|---------------------------|----------------------------------|-------------------------|
| <b>Residential</b>                                 |                       |                                   |                           |                                  |                         |
| Base Facility Charge All Meter Sizes:              |                       |                                   |                           |                                  |                         |
| Gallonge Charge: Per 1,000 gallon (10,000 gal cap) | \$0.86                | \$1.12                            | \$1.76                    | \$1.38                           | \$0.04                  |
| <b>General Services</b>                            |                       |                                   |                           |                                  |                         |
| Base Facility Charge by Meter Size:                |                       |                                   |                           |                                  |                         |
| 5/8" x 3/4"  | \$9.76                | \$12.68                           | \$10.02                   | \$14.83                          | \$0.44                  |
| 1"   | \$24.41               | \$31.71                           | \$25.06                   | \$37.08                          | \$1.09                  |
| 1 1/2"   | \$48.80               | \$63.39                           | \$50.10                   | \$74.15                          | \$2.19                  |
| 2"   | \$78.08               | \$101.43                          | \$80.16                   | \$118.64                         | \$3.50                  |
| 3"   | \$156.18              | \$202.88                          | \$160.34                  | \$237.28                         | \$7.00                  |
| 4"   | \$224.02              | \$291.00                          | \$229.99                  | \$370.75                         | \$10.95                 |
| 6"   | \$448.02              | \$581.98                          | \$501.03                  | \$741.50                         | \$21.89                 |
| Gallonge Charge: (Per 1,000 Gallons)               | \$1.02                | \$1.32                            | \$2.11                    | \$1.66                           | \$0.05                  |

