2335 Sanders Road Northbrook, Illinois 60062-6196 Telephone 847 498-6440 Facsimile 847 498-2066

May 24, 1999

Ms. Blanco S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

RE: Docket No. 960444-WU

Application for a rate increase and an increase in service availability charges in Lake County by Lake Utility Services, Inc.

Dear Ms. Bayo:

AFA APP CAP CMU

CTR

LEG

QTH

Pursuant to the Commission's order in the above referenced docket, enclosed is an affidavit of mailing.

If you have any questions, please contact me directly.

Respectfully submitted,

Carl J. Wenz Vice President, Regulatory Matters

cc: Mr. Richard D. Melson

DOCUMENT NUMBER-DATE

AFFIDAVIT OF MAILING

STATE OF ILLINOIS COUNTY OF COOK

Before me, the undersigned authority, authorized to administer oaths and take acknowledgments, personally appeared Carl J. Wenz, who, after being duly sworn on oath, did depose on oath and say that he is the Vice President, Regulatory Matters of Utilities, Inc. and that on May 20, 1999 he did send by first class U.S. Mail a copy of the notice attached hereto to each customer served by Lake Utility Services, Inc..

FURTHER AFFIANT SAYETH NAUGHT.

Its: V.P., Regulatory Mafters

Sworn to and subscribed before me this 21th day of May, 1999, by Carl J. Wenz, who is personally known to me or who provide
as identification.

OFFICIAL SEAL JOYCE GUIDICE NOTARY PUBLIC, STATE OF ILLINOIS MY COMMISSION EXPIRES 12-2-2000

NOTARY PUBLIC

My Commission Expires: 13/3/3000

NOTICE OF RATE DECREASE

Lake Utility Services, Inc. will be reducing the water rates and service availability charges for its customers in Lake County effective for the first bill rendered after the Florida Public Service Commission (FPSC) approves the Utility's new tariff sheets.

This rate reduction is the result of a settlement agreement entered into between the Utility and the Office of Public Counsel in FPSC Docket No. 960444-WU. That settlement agreement was approved by the FPSC by Order No. PSC-99-0635-FOF-WU issued on April 5, 1999. Under the approved settlement agreement, the new uniform rates for water service for all of the Utility's customers in Lake County will be as follows:

Residential and General Service Monthly Rates*

Base Facility Charge:	
Meter Size:	
5/8 x 3/4"	\$ 5.91
1"	14.78
1-1/2"	29.55
2"	47.28
3"	88.65
4"	147.75
6"	295.50
Gallonage Charge	¢ 0.69
Per 1,000 Gallons	\$ 0.68

^{*}Bills are rendered on a bimonthly basis.

In addition, the uniform service availability charges for new connections occurring on and after the date the FPSC approves the Utility's new tariff sheets will be as follows:

Service Availability Charges

Plant Capacity Charge - per ERC (350 gpd)	\$ 270.00
Main Extension Charge - per ERC (350 gpd)	\$ 270.00

Comments regarding the utility's service or rate increase may be sent to the Commission at the following address:

Director, Division of Records and Planning Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

All comments should refer to Docket No, 960444-WS, which is the docket number assigned to this case.

Please note also that the FPSC authorized the utility to collect interim rates effective September, 1996. As a part of the settlement of this proceeding, the utility has agreed to refund the interim increase, with interest. The refund will be reflected on your next bill.

If you have any questions, please call the utility office at 1-800-272-1919. Be sure to have your account number on hand for quick reference.

LAKE UTILITY SERVICES, INC.