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CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

(Gross Revenue of Less Than \$200,000 Each)

ANNUAL REPORT

WS719-10-AR
C.F.A.T. H2O, Inc.
P. O. Box 5220
Ocala, FL 34478-5220

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



REGULATION

11 FEB 16 AM 9:09

PUBLIC SERVICE

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2010

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA), Commission Rules and the definitions on the next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent, enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional pages should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceeding year ending December 31.

Florida Public Service Commission
Division of Economic Regulation
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7) (a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Economic Regulation, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

C.F.A.T. H2o, INC.

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C.F.A.T.H2o, INC.

FINANCIAL SECTION

REPORT OF

CFAT H2O, INC.
PO BOX 5220
OCALA, FL 34478-5220

1410 NE 8th Ave MARION COUNTY

Telephone Number 352-622-4949 Date Utility First Organized 10/28/2003
 Filed with the Internal Revenue Service as 1120S Corporation
 Name, Address and phone where records are located 1410 NE 8th Ave Ocala, FL
 Florida (352) 622-4949 c/o Tradewinds Utilities, Inc.
 Subdivision where service is provided: **Landfair and Hilltop Manor**

CONTACTS

Name	Title	Principal Business Address	Salary Charged
Person to send Correspondence Charles deMenzes	President	P.O. Box 5220 Ocala, FL 34478	0
Person who prepared this report Charles deMenzes	President	P.O. Box 5220 Ocala, FL 34478	0
Officers and Managers			
Charles deMenzes	President	P.O. Box 5220 Ocala, FL 34478	22,500
Eugenia Segarra	Vice Pres	P.O. Box 5220 Ocala, FL 34478	22,500

Report every Corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility.

Name	Percent of Ownership in Utility	Principal Business Address	Salary Charged
Eugenia Segarra TTE	50	P.O. Box 5220 Ocala, FL 34478	0
Charles deMenzes Revocable Trust	50	P.O. Box 5220 Ocala, FL 34478	0

INCOME STATEMENT

ACCOUNT NAME	REF Page	WATER	WASTEWATER	OTHER	TOTAL COMPANY
Gross Revenue					
Residential		42,961	78,517		121,478
Commercial		2,532	38,456		40,988
Other (specify)		764			764
Turn on Charges					
Total Gross Revenue		46,257	116,973		163,230
Operation Expense (Must tie to Pages W-3 & S-3)	W-3 S-3	36,202	98,609		134,811
Depreciation Expense	F-5	24,699	13,957		38,656
Amortization Expense	F-8	5,895	11,284		17,179
Taxes other than Income	F-7	947	1,835		2,782
Reg Assessment Fees	F-7	2,082	5,264		7,346
Total Operating Expenses		69,825	130,949		200,774
Net Operating Income (Loss)		(23,568)	(13,976)		(37,544)
Other Income: Non Utility Income					
Other Deductions: Interest Expense		24,700	607		25,307
Amort of Loan Costs			1,540		1,540
Net Income (Loss)		(48,268)	(16,123)		(64,391)

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105)	F-5,W-1,S-1	906,323	913,713
Accumulated Depreciation and Amortization (108)	F-5,W-2,S-3	(316,952)	(301,306)
Net Utility Plant:		589,371	612,407
Cash		10,290	4,186
Customer Accts Receivable (141)		20,082	17,216
Other Assets			
Utility Deposit		2,040	2,040
Prepaid Rate Cse Expense		10,339	
Plant Held for Future Use		4,250	4,250
Acquisition Adjustment, net		64,528	67,928
Ind Bank Loan Costs		4,562	6,103
Total Assets		705,462	714,130
Liabilities & Capital			
Common Stock Issued (201)	F-6	200	200
Preferred Stock Issued (204)	F-6		
Other Paid in Capital (211)		127,483	127,483
Retained Earnings (215)	F-6	(236,652)	(185,471)
Total Capital		(108,969)	(57,788)
Long Term Debt (224)	F-6	361,371	378,359
Accounts Payable (231)			
Notes Payable (232)		-	
Customer Deposits (235)		20,372	18,762
Accrued Taxes (236)		7,345	6,954
Other Liabilities (Specify)			
Refund Checks Returned		1,522	1,522
Stockholder Loan		30,000	10,000
Management Fee Payable		205,313	165,212
Contributions in Aid of Construction-Net (271-272)	F-8	188,508	191,109
Total Liabilities & Capital		705,462	714,130

GROSS UTILITY PLANT

Plant Accounts (101-107) Inclusive	Water	Wastewater	Total
Utility Plant in Service (101)	557,132	356,581	913,713
ADDITIONS	(14,953)	7,563	(7,390)
			-
			-
			-
			-
Total Utility Plant	542,179	364,144	906,323

ACCUMULATED DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Account (108)	Water	Wastewater	Total
Balance first of Year	115,202	161,315	276,517
Add Credits During Year	22,920	13,957	36,877
Accruals charged to Depreciation Account			
Total Credits	138,122	175,272	313,394
Deduct Debits During Year			
Balance End of year	138,122	175,272	313,394

UTILITY NAME **CFAT H2O, INC.**

<p>YEAR OF REPORT December 31, 2010</p>

CAPITAL STOCK (201-204)

	Common Stock	Preferred Stock
Par or stated value per share	1.00	
Shares authorized	200	
Shares issued and outstanding	200	
Total par value of stock issued	200	
Dividends declared per share for year	-	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year		(202,953)
Changes during the year (specify)		
Less Current Year operating profit		(33,699)
Accounting transfer to Capital Acct		
Balance End of year		(236,652)

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity)	Rate	Interest Pymts	Principal per Balance Sheet Date
Independent National Bank	6.50	60	361,371
Total			361,371

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

TAX EXPENSE

	Water (b)	Wastewater ©	Other (d)	Total (e)
Income Taxes:				-
Federal income tax _____				
State income Tax _____				
Taxes Other Than Income:				-
County ad valorem tax _____	947	1,835		2,782
Payroll Tax Expense _____				-
Other tax _____				-
Regulatory assessment fee _____	2,082	5,264		7,346
Other (Specify) _____				

Total Tax Expense _____	3,029	7,099		10,128

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar professional services rendered the respondent for which aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever, amounting to \$500 or more.			
Name of Recipient	Water Amount	Wastewater Amount	Description of Service
MIRA International, Inc.	6991	16,447	Management & Maintenance
Pro Tech Services	7122	8,158	Plant operation
Lighthouse CPAs, PA	425	425	Accounting Fees

UTILITY NAME CFAT H2O, INC.

YEAR OF REPORT December 31, 2010

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater ©	Total (d)
1) Balance first of year	114,421	262,882	377,303
2) Add Credits during year			-
3) Total	114,421	262,882	377,303
4) Deduct charges during year			
5) Balance end of year	114,421	262,882	377,303
6) Less Accumulated Amortization	(63,744)	(139,629)	(203,373)
7) Net CIAC	50,677	123,253	173,930

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year	(57,849)	(128,345)	(186,194)
Add Credits During Year	(5,895)	(11,284)	(17,179)
Deduct Debits During Year			
Balance End of Year (must agree with line #6 above)	(63,744)	(139,629)	(203,373)

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

Schedule "A"

Schedule of Cost of Capital used for AFUDC Calculation

N/A

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

Schedule "B"

Schedule of Capital Structure Adjustments

N/A

C.F.A.T.H2o, INC.

WATER OPERATING SECTION

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010
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WATER UTILITY PLANT ACCOUNTS

ACCT NO. (a)	ACCOUNT DESCRIPTION (b)	PREVIOUS YEAR ©	ADDITIONS (d)	DELETIONS (e)	CURRENT YEAR (f)
301	ORGANIZATIONAL	2,500		2,500	-
302	FRANCHISES	1,062		1,062	-
303	LAND AND LAND RIGHTS	19,500			19,500
304	STRUCTURE AND IMPROVEMENTS	2,029			2,029
307	WELL AND SPRINGS	38,888			38,888
310	POWER GENERATION EQUIPMENT	34,259		11,672	22,587
311	PUMPING EQUIPMENT	108,310	7,506		115,816
320	WATER TREATMENT EQUIPMENT	9,486			9,486
330	DIST RESERVOIR & STANDPIPES	197,933	3,421	1,273	200,081
331	TRANSMISSION & DISTRIBUTION MAINS	71,570			71,570
333	SERVICES	15,635			15,635
334	METER AND METER INSTALLATIONS	55,753		9,373	46,380
343	TOOL SHOP AND GARAGE EQUIPMENT	207			207
	TOTALS	557,132	10,927	25,880	542,179

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

ACCT NO.	ACCOUNT DESCRIPTION	AVERAGE SERVICE LIFE	DEPR RATE APPLIED	ACCUM BALANCE PREV YR	DEBITS	CREDITS	ACCUM DEPR BALANCE
(a)	(b)	©	(d)	(e)	(f)	(g)	(h)
301	ORGANIZATIONAL	5	20.0000		1217	458	(759)
302	FRANCHISES	29	3.4483	562	562	33	33
304	STRUCTURES & IMPROV	27	3.7037	198		75	273
307	WELL PUMPS (15HP)	27	3.7037	10,785		1,438	12,223
310	POWER GENERATION EQ	15	6.6667	5,395		2,219	7,614
311	PUMPING EQUIPMENT	15	6.6667	23,705		7,459	31,164
320	WATER TREATMENT EQ	11	9.0909	1,740		862	2,602
330	DISTRIBUTION RESERVOIR	30	3.3333	30,904		6,674	37,578
331	TRANS & DIST MAINS	40	2.5000	29,096		1,789	30,885
333	SERVICES	35	2.8571	8,921		446	9,367
334	METERS & METER INSTAL	17	5.8824	3,706		3,233	6,939
335	HYDRANTS	40	2.5000	-			-
339	OTHER PLANT & MISC EQ	20	5.0000				-
340	OFFICE FURNITURE & EQ	6	16.6667	-			-
341	TRANSPORTATION EQ	5	20.0000	-			-
343	TOOL,SHOP & GARAGE	15	6.6667	190		13	203
	TOTALS			115,202	1779	24,699	141,680

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

WATER OPERATION AND MAINTENANCE EXPENSE

ACCT NO.	ACCOUNT NAME	AMOUNT
603	SALARIES & WAGES OFFICERS	8,400
615	PURCHASED POWER	2,309
616	FUEL FOR POWER PRODUCTION	82
618	CHEMICALS	1,713
631	CONTRACTUAL EXPENSE (ENGINEERING, ACCOUNTING)	425
630	CONTRACTUAL EXPENSE BILLING	6,991
635	CONTRACTUAL SERVICES - OPERATIONS	7,122
635	CONTRACTUAL SERVICES - TESTING	200
655	INSURANCE EXPENSE	
675	OFFICE SUPPLIES	
675	BANK SERVICE CHARGES	65
675	MAINTENANCE EXPENSE	3,118
675	MISCELLANEOUS EXPENSE	5,777
	TOTAL OPERATION AND MAINTENANCE EXPENSE	36,202

WATER CUSTOMERS

DESCRIPTION (a)	TYPE OF METER (b)	EQUIVALENT FACTOR ©	NUM OF ACTIVE CUSTOMERS		TOT NUMER OF EQUIVALENT (c x e)
			START OF YR (d)	END OF YR (e)	
5/8"	D	1.0	217	217	217
3/4"	D	1.5			
1"	D	2.5	4	4	10
2"	D	8.0			
		TOTAL	221	221	227

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased for Resale (omit 000) (b)	Finished water from Wells (omit 000) (c)	Accounted for loss thru line flushing etc. (omit 000) (d)	Total Water Pumped and Purchased (omit 000) (e)	Water sold to Customers (omit 000) (f)
January	None	860	44	816	816
February	"	735	(99)	834	834
March	"	870	172	698	698
April	"	848	(7)	855	855
May	"	999	146	853	853
June	"	838	(97)	935	935
July	"	979	200	779	779
August	"	868	(12)	880	880
September	"	949	60	889	889
October	"	775	(30)	805	805
November	"	915	89	826	826
December	"	934	141	793	793
Total for Year	None	10,570	607	9,963	9,963

MAINS (Feet)

Kind of Pipe	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC - 16 years	6"	4270	0	0	4270
PVC - 16 years	4"	4210	0	0	4210
PVC - 16 years	8"	13360	0	0	13360

UTILITY NAME **CFAT H2O, INC.**

<p>YEAR OF REPORT December 31, 2010</p>
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WELLS AND WELL PUMPS

(a)	(b)	©	(d)
Year Constructed	1989	2006	
Type fo well construction and casing.	Steel Grouted	Steel Grouted	
Depth of Wells	160'	160'	
Diameters of Wells	8"	8"	
Pump GPM	250	200	
Motor HP	10	10	
Yields of Wells in GPD	15,000	15,000	
Auxiliary Power	Diesel Gen	Diesel Gen	

RESERVOIRS

(a)	(b)	©	
Description	Steel	Steel	
Capacity of Tank	20,000	200,000	
Ground or Elevated	Ground	Ground	

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
December 31, 2010

SOURCE OF SUPPLY

List for each source of supply:	
Gals. per day of source	100,000
Type of Source	Well

WATER TREATMENT FACILITIES

List for each water treatment facility:	
Type	Liquid Chlorinated
Make	VT 100
Gals per day	100,000
Method of Measurement	Flow meter

OTHER WATER SYSTEMS INFORMATION

Furnish information below for each system not physically connected with another facility.	
1. Present ERC's * now being served 227	
2. Maximum ERC's * that system can efficiently serve 250	
3. Present system connection capacity (in ERC's) using existing lines 250	
4. Future connection capacity (in ERC's) upon service area buildout 350	
5. Estimated annual increase in ERC's 2	
6. List fire fighting facilities and capacities 200,000 Gal Ground Storage Tank & Triplex Pumps	
7. List percent of certificated area where service connections are installed (total for each county) 30%	
8. What is the current need for system upgrading and/or expansion? NONE	
9. What are plans for future system upgrading and/or expansion? NONE	
10. Have questions 8 and 9 been discussed with an engineer? YES	
11. Has an application for a construction permit been filed (if so, state name and address) NO	
12. Department of Environmental Protection ID #.	3424620
Water Management District ID #	2-83-0220AN

* ERC = (Total Gallons Sold / 365 days / 350 Gallons per Day)
** TOTAL PLANT CAPACITY / 350

C.F.A.T.H₂O, INC.

SEWER OPERATING SECTION

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010
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SEWER UTILITY PLANT ACCOUNTS

ACCT NO. (a)	ACCOUNT DESCRIPTION (b)	PREVIOUS YEAR ©	ADDITIONS (d)	DELETIONS (e)	CURRENT YEAR (f)
351	ORGANIZATIONAL	2,500			2,500
352	FRANCHISES	2,062			2,062
353	LAND & LAND RIGHTS	39,000			39,000
354	STRUCTURES AND IMPROVEMENTS	11,659			11,659
360	FORCE MAIN COLL LINES	81,058			81,058
361	GRAVITY FEED COLL LINES	45,657			45,657
362	SPECIAL COLL STRUCTURES	15,591	2,265		17,856
363	SERVICES TO CUSTOMERS	8,500			8,500
364	FLOW MEASURING DEVICES	90			90
365	FLOW MEASURING INSTALLATIONS	5,610			5,610
370	RECEIVING WELL - MANHOLES, LIFT STATIONS	122,991	5,298		128,289
380	TREATMENT AND DISPOSAL EQ	21,863			21,863
389	OTHER PLANT & MISC EQUIP	-			-
390	OFFICE FURNITURE & EQUIP	-			-
393	TOOLS, SHOP & GARAGE EQUIP	-			-
	TOTALS	356,581	7,563		364,144

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT -SEWER

ACCT NO.	ACCOUNT DESCRIPTION	AVERAGE SERVICE LIFE	DEPR RATE APPLIED	ACCUM BALANCE PREV YR	DEBITS	CREDITS	ACCUM DEPR BALANCE
(a)	(b)	©	(d)	(e)	(f)	(g)	(h)
351	ORGANIZATIONAL	5	20.0000	2,500			2,500
352	FRANCHISES	3	33.3333	2,062			2,062
354	STRUCTURES AND IMPROV	27	3.7037	4,584		431	5,015
360	FORCE MAIN COLL LINES	27	3.7037	31,459		3,002	34,461
361	GRAVITY FEED COLL LINES	40	2.5000	24,891		1,141	26,032
362	SPECIAL COLL STRUCTURES	35	2.8571	9,884		469	10,353
363	SERVICES TO CUSTOMERS	35	2.8571	5,575		242	5,817
364	FLOW MEASURING DEVICES	5	20.0000	90			90
365	FLOW MEASURING INSTAL	35	2.8571	3,647		160	3,807
370	RECEIVING WELL - MANHOLES LIFT STATIONS	18	5.5556	59,424		7,055	66,479
380	TREATMENT AND DISPOSAL EQ	15	6.6667	17,199		1,457	18,656
389	OTHER PLANT & MISC EQUIP	15	6.6667				
390	OFFICE FURNITURE & EQUIP	6	16.6667				
393	TOOLS, SHOP & GARAGE EQUIP	15	6.6667				
	TOTALS			161,315	0	13,957	175,272

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

SEWER OPERATION AND MAINTENANCE EXPENSE

ACCT NO.	ACCOUNT NAME	AMOUNT
703	SALARIES & WAGES OFFICERS	45,600
711	SLUDGE REMOVAL EXPENSE	7,807
715	PURCHASED POWER	13,037
718	CHEMICALS	2,666
731	PROFESSIONAL FEES (ENGINEERING - ACCOUNTING)	425
730	CONTRACTUAL SERVICES SEWER	16,447
735	CONTRACTUAL EXPENSE - PROFESSIONAL	8,158
775	BANK SERVICE CHARGES	3
775	MISC EXPENSE	1,331
775	MAINTENANCE EXPENSE	3,135
	TOTAL OPERATION AND MAINTENANCE EXPENCE	98,609

WASTEWATER CUSTOMERS

DESCRIPTION (a)	TYPE OF METER (b)	EQUIVALENT FACTOR ©	NUM OF ACTIVE CUSTOMERS START OF YR (d)	CUSTOMERS END OF YR (e)	TOT NUMBER OF EQUIVALENT (c x e)
5/8"	D	1.0	221	218	218
3/4"	D	1.5			
1"	D	2.5	3	3	7.5
2"	D	8.0			
		TOTAL	224	221	225.5

PUMPING EQUIPMENT

Lift Station Number	1	2	3&4
Name or Type and Nameplate data of pump	STA-RITE	STA-RITE	STA-RITE
Year Installed	1990	1990	2000
Rated Capacity	100 GPM	100 GPM	80 GPM
Size	4"	4"	4"
Power	Electric	Electric	Electric
Nameplate Data of Motor	2.8 HP 12.6 AMP	2.8 HP 12.6 AMP	5 HP

SERVICE CONNECTIONS

Size (inches)	4"
Type	PVC
Average Length	30'
Number of Active Service Connections	
Beginning of Year	120
Added during Year	0
Retired during Year	
End of Year	120
Age	16 years

COLLECTING AND FORCE MAINS

	Collecting Mains	Collecting Mains	Force Mains
Size (inches)	8"	6"	4"
Type of Main	PVC	PVC	PVC
Length of Main (nearest foot)			
Beginning of Year	9287	803	3912
Added during Year	0	0	7600
Retired during Year	0	0	0
End of Year	9287	803	11512
Age	16 years	16 years	16 years

MANHOLES

Size (inches)	48"	16 years
Number of Manholes	Concrete	
Beginning of Year	22	
Added during Year	0	
Retired during Year	0	
End of Year	22	

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010
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TREATMENT PLANT

Manufacturer	Marlof
Type	Concrete
Total Capacity - Gal Per Day	125,000
Average Daily flow	41,771
Total Gallons of Sewage treated	15,246,463

MASTER LIFT STATION PUMPS

Manufacturer	
Capacity	
Motor: Mfr	
Horsepower	7.5 HP
Power (Electric or Mechanical)	Electric

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons 26,500
January	1,192,983	0	1,192,983
February	1,183,768	0	1,183,768
March	1,255,271		1,255,271
April	1,133,886	0	1,133,886
May	1,262,078	0	1,262,078
June	1,487,745	0	1,487,745
July	1,088,527	0	1,088,527
August	1,414,986	0	1,414,986
September	1,371,293	0	1,371,293
October	1,466,858	0	1,466,858
November	1,180,074	0	1,180,074
December	1,208,994	0	1,208,994
Total for Year	15,246,463	0	15,246,463

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2010

OTHER WASTEWATER SYSTEM INFORMATION

1. Present ERC's * being served **225**
2. Maximum ERC's ** that system can efficiently serve **475**
3. Present system connection capacity (in ERC'S) using existing lines. **250**
4. Future connection capacity (in ERC'S) upon service area buildout. **125**
5. Estimates annual increase in ERC'S * **2**
6. State any plans and estimated completion date for any enlargements of this system.
7. In what percent of your certificated area have service connections been installed? **68%**
8. If present systems do not meet the requirements of DEP rule 62-4, Florida Administrative Code, submit the following
 - a. Evaluation of the present plant or plants in regard to meeting the DEP'S rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DEP?
 - d. Do they concur?
 - e. When will construction begin?
9. Do you discharge effluent to surface waters? **No__**
10. Department of Environmental Protection I.D. #**3042P01551**
and Water Management District I.D. # **2-083-0220ANF**

* ERC = (Total Gallons Treated / 365 days / 280 Gallons per Day

Note: Total Gallons Treated includes both sewage treated and purchased sewage treatment.

** Total plant capacity/280 gallons

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
December 31, 2010

CERTIFICATION OF ANNUAL REPORT

I HEREBY CERTIFY, to the best of my knowledge and belief:

YES NO

(X) () 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES NO

(X) () 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO

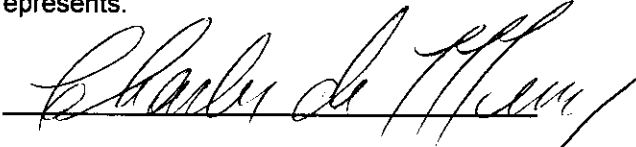
(X) () 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility.

YES NO

(X) () 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents.

Items Certified

1. 2. 3. 4.



(X) (X) (X) (X) (signature of chief executive officer of the utility)

1. 2. 3. 4.

() () () () (signature of chief financial officer of the utility)

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

NOTICE: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.