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**CLASS "C"**

**WATER AND/OR WASTEWATER UTILITIES**

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

# ***ANNUAL REPORT***

WU383-15-AR

Neighborhood Utilities, Inc.

Exact Legal Name of Respondent

430-W

Certificate Number(s)

Submitted To The

**STATE OF FLORIDA**

RECEIVED  
FLORIDA PUBLIC SERVICE  
COMMISSION  
2016 MAY -4 AM 9:13  
DIVISION OF  
ACCOUNTING & FINANCE

**PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 2015**

## 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 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 preceding 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.

## GENERAL DEFINITIONS

**ADVANCES FOR CONSTRUCTION** - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

**ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION ( AFUDC )** - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

**AMORTIZATION** - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

**CONTRIBUTIONS IN AID OF CONSTRUCTION ( CIAC )** - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement, or construction costs of the utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

**CONSTRUCTION WORK IN PROGRESS ( CWIP )** - This account shall include the cost of water or wastewater plant in process of construction, but not yet ready for services. (USOA)

**DEPRECIATION** - The loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (i), Florida Administrative Code)

**EFFLUENT REUSE** - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

**EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER)** - (Rule 25-30.515 (8), Florida Administrative Code.)

- (a) 350 gallons per day;
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

**EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER)** - Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

**GUARANTEED REVENUE CHARGE** - A charge designed to cover the utility's costs including, but not limited to the cost of the operation, maintenance, depreciation, and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

**LONG TERM DEBT** - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

**PROPRIETARY CAPITAL ( For proprietorships and partnerships only )** - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

**RETAINED EARNINGS** - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

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# **FINANCIAL SECTION**

REPORT OF

Neighborhood Utilities, Inc.

(EXACT NAME OF UTILITY)

4551 Shirley Ave. Jacksonville, FL 32210	same	
Mailing Address	Street Address	County

Telephone Number 904-387-0487 Date Utility First Organized 1982

Fax Number 904-387-4761 E-mail Address wlarryo@hotmail.com

Sunshine State One-Call of Florida, Inc. Member No. NU1026

Check the business entity of the utility as filed with the Internal Revenue Service:

Individual     Sub Chapter S Corporation     1120 Corporation     Partnership

Name, Address and phone where records are located: above

Name of subdivisions where services are provided: Timber Creek, Victoria Forest, Cherokee Cove, Chaffee Pines MHP

CONTACTS:

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: <u>W Larry O'Steen</u>	<u>Pres</u>	<u>above</u>	
Person who prepared this report: <u>W Larry O'Steen</u>	<u>Pres</u>	<u>above</u>	
Officers and Managers: <u>W Larry O'Steen</u>	<u>Pres</u>	<u>above</u>	\$ <u>26,400</u>
<u>Dorothy J O'Steen</u>	<u>VP</u>	<u>above</u>	\$ <u>0</u>
<u>Tara S Mebane</u>	<u>VP</u>	<u>above</u>	\$ <u>0</u>
			\$ _____
			\$ _____

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 Ownership in Utility	Principal Business Address	Salary Charged Utility
<u>W Larry O'Steen</u>	<u>100</u>	<u>above</u>	\$ <u>26,400</u>
			\$ _____
			\$ _____
			\$ _____
			\$ _____
			\$ _____
			\$ _____

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
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INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 134,326	_____	_____	134,326
Commercial _____		3,367	_____	_____	3,367
Industrial _____		_____	_____	_____	_____
Multiple Family _____		_____	_____	_____	_____
Guaranteed Revenues _____		_____	_____	_____	_____
Other (Specify) _____		1,137	_____	_____	1,137
Total Gross Revenue _____		\$ 138,830	_____	_____	138,830
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 123,338	_____	_____	123,338
Depreciation Expense _____	F-5	13,401	_____	_____	13,401
CIAC Amortization Expense _____	F-8	-14,407	_____	_____	-14,407
Taxes Other Than Income _____	F-7	15,648	_____	_____	15,648
Income Taxes _____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 137,980	_____	_____	137,980
Net Operating Income (Loss)		\$ 850	_____	_____	850
Other Income:					
Nonutility Income _____		\$ _____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	_____	_____	_____
Interest Expense _____		9,695	_____	_____	9,695
Liability adjustment _____		_____	_____	_____	_____
Net Income (Loss)		\$ -8,845	_____	_____	-8,845

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
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COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
<b>Assets:</b>			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ <u>646567</u>	<u>646567</u>
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>-475570</u>	<u>-462169</u>
<b>Net Utility Plant</b> _____		<b>\$ <u>170997</u></b>	<b><u>184398</u></b>
Cash _____		<u>-2061</u>	<u>-2648</u>
Customer Accounts Receivable (141) _____		<u>12331</u>	<u>10247</u>
Other Assets (Specify): _____			
_____			
_____			
<b>Total Assets</b> _____		<b>\$ <u>181267</u></b>	<b><u>191997</u></b>
<b>Liabilities and Capital:</b>			
Common Stock Issued (201) _____	F-6	<u>200</u>	<u>200</u>
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____		<u>21300</u>	<u>21300</u>
Retained Earnings (215) _____	F-6	<u>-284731</u>	<u>-275886</u>
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
<b>Total Capital</b> _____		<b>\$ <u>-263231</u></b>	<b><u>-254386</u></b>
Long Term Debt (224) _____	F-6	<u>41818</u>	<u>35737</u>
Accounts Payable (231) _____		<u>103536</u>	<u>104992</u>
Notes Payable (232) _____		<u>14796</u>	<u>14544</u>
Customer Deposits (235) _____		<u>12101</u>	<u>14706</u>
Accrued Taxes (236) _____		<u>65419</u>	<u>55169</u>
Other Liabilities (Specify) _____			
_____			
_____			
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>206828</u>	<u>221235</u>
<b>Total Liabilities and Capital</b> _____		<b>\$ <u>181267</u></b>	<b><u>191997</u></b>



UTILITY NAME Neighborhood Utilities, Inc.

YEAR OF REPORT  
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GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ <u>646567</u>	\$ _____	\$ _____	\$ <u>646567</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>646567</u>	\$ _____	\$ _____	\$ <u>646567</u>

ACCUMULATED DEPRECIATION (A/D) AND AMORTIZATION OF UTILITY PLANT

Account 108				
Balance First of Year _____	\$ <u>462169</u>	\$ _____	\$ _____	\$ <u>462169</u>
<b>Add Credits During Year:</b>				
Accruals charged to depreciation account _____	\$ <u>13401</u>	_____	_____	<u>13401</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ _____	_____	_____	_____
<b>Deduct Debits During Year:</b>				
Book cost of plant retired _____	\$ _____	_____	_____	_____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ _____	_____	_____	_____
Balance End of Year _____	\$ <u>475570</u>	_____	_____	<u>475570</u>

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
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CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	1	_____
Shares authorized _____	1000	_____
Shares issued and outstanding _____	200	_____
Total par value of stock issued _____	200	_____
Dividends declared per share for year _____	0	_____

RETAINED EARNINGS ( 215 )

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	-275886
Changes during the year (Specify): _____	_____	-8845
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	-284731

PROPRIETARY CAPITAL ( 218 )

Balance first of year _____	\$ _____	_____
Changes during the year (Specify): _____	_____	_____
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	_____

LONG TERM DEBT ( 224 )

Description of Obligation (Including Date of Issue and Date of Maturity):		
_____		_____
_____		_____
_____		_____
Total _____		_____

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT  
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**TAX EXPENSE**

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax _____	0			0
Taxes Other Than Income:				
State ad valorem tax _____	0			0
Local property tax _____	5170			5170
Regulatory assessment fee _____	6247			6247
Other (Specify)_Bus Lic _____	788			788
Payroll _____	2754			2754
_____	689			689
Total Tax Expense _____	\$ 15648			15648

**PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES**

Report all information concerning outside 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
U S WATER	\$ 33611	\$ _____	WTP OPERATIONS
W L O'STEEN	\$ 26400	\$ _____	MANAGEMENT
W L O'STEEN	\$ 3960	\$ _____	GENERATOR LEASE
J W STONE	\$ 2400	\$ _____	OFFICE AND ACCOUNTS
C R WINTZ	\$ 27	\$ _____	CPA
FLORIDA RESIDENTIAL	\$ 2095	\$ _____	WTP MAINT
MENAVA	\$ 2048	\$ _____	CPA
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: Neighborhood Utilities, Inc.

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**CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )**

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ <u>789038</u>	_____	<u>789038</u>
2) Add credits during year _____	_____	_____	_____
3) Total _____	_____	_____	_____
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	<u>789038</u>	_____	<u>789038</u>
6) Less Accumulated Amortization _____	<u>582210</u>	_____	<u>582210</u>
7) Net CIAC _____	\$ <u>206828</u>	_____	<u>206828</u>

**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION DURING YEAR (CREDITS)**

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total _____	_____	\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
capacity	_____	\$ 420	\$ _____
meter	_____	90	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____		\$ _____	\$ _____

**ACCUMULATED AMORTIZATION OF CIAC (272)**

	Water	Wastewater	Total
Balance First of Year _____	\$ <u>567803</u>	_____	<u>567803</u>
Add Debits During Year: _____	<u>14407</u>	_____	<u>14407</u>
Deduct Credits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ <u>582210</u>	\$ _____	\$ <u>582210</u>

**\*\* COMPLETION OF SCHEDULE REQUIRED ONLY IF AFUDC WAS CHARGED DURING YEAR \*\***

UTILITY NAME Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
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**SCHEDULE "A"**

**SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)**

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [ c x d ] (e)
Common Equity	\$ _____	_____ %	%	_____ %
Preferred Stock	_____	_____ %	%	_____ %
Long Term Debt	_____	_____ %	%	_____ %
Customer Deposits	_____	_____ %	%	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	%	_____ %
Deferred Income Taxes	_____	_____ %	%	_____ %
Other (Explain)	_____	_____ %	%	_____ %
<b>Total</b>	<b>\$ _____</b>	<b>100.00 %</b>		<b>_____ %</b>

(1) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

**APPROVED AFUDC RATE**

Current Commission approved AFUDC rate: _____ %
Commission Order Number approving AFUDC rate: _____

**\*\* COMPLETION OF SCHEDULE REQUIRED ONLY IF AFUDC WAS CHARGED DURING YEAR \*\***

UTILITY NAME Neighborhood Utilities, Inc.

YEAR OF REPORT  
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SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

Class of Capital (a)	Per Book Balance (b)	Non-utility Adjustments (c)	Non-juris. Adjustments (d)	Other (1) Adjustments (e)	Capital Structure Used for AFUDC Calculation (f)
Common Equity	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Preferred Stock	_____	_____	_____	_____	_____
Long Term Debt	_____	_____	_____	_____	_____
Customer Deposits	_____	_____	_____	_____	_____
Tax Credits-Zero Cost	_____	_____	_____	_____	_____
Tax Credits-Weighted	_____	_____	_____	_____	_____
Cost of Capital	_____	_____	_____	_____	_____
Deferred Income Taxes	_____	_____	_____	_____	_____
Other (Explain)	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

(1) Explain below all adjustments made in Column (e):

_____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____
---

**WATER  
OPERATING  
SECTION**

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2015

**WATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ _____	\$ _____	\$ _____	\$ _____
302	Franchises	243	_____	_____	243
303	Land and Land Rights	1000	_____	_____	1000
304	Structures and Improvements	6922	_____	_____	6922
305	Collecting and Impounding Reservoirs	119248	_____	_____	119248
306	Lake, River and Other Intakes	_____	_____	_____	_____
307	Wells and Springs	37693	_____	_____	37693
308	Infiltration Galleries and Tunnels	_____	_____	_____	_____
309	Supply Mains	_____	_____	_____	_____
310	Power Generation Equipment	_____	_____	_____	_____
311	Pumping Equipment	54498	_____	_____	54498
320	Water Treatment Equipment	23225	_____	_____	23225
330	Distribution Reservoirs and Standpipes	_____	_____	_____	_____
331	Transmission and Distribution Lines	246177	_____	_____	246177
333	Services	60564	_____	_____	60564
334	Meters and Meter Installations	46147	180	_____	46327
335	Hydrants	35512	_____	_____	35512
336	Backflow Prevention Devices	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment	13921	_____	_____	13921
340	Office Furniture and Equipment	1417	_____	_____	1417
341	Transportation Equipment	_____	_____	_____	_____
342	Stores Equipment	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment	_____	_____	_____	_____
344	Laboratory Equipment	_____	_____	_____	_____
345	Power Operated Equipment	_____	_____	_____	_____
346	Communication Equipment	_____	_____	_____	_____
347	Miscellaneous Equipment	_____	_____	_____	_____
348	Other Tangible Plant	_____	_____	_____	_____
	<b>Total Water Plant</b>	<b>\$ 646567</b>	<b>\$ 180</b>	<b>_____</b>	<b>\$ 646747</b>



UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2015

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
304	Structures and Improvements		%	%	\$ 6922			\$ 6922
305	Collecting and Impounding Reservoirs		%	%	89447		1627	91074
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs		%	%	37693			37693
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equipment		%	%				
311	Pumping Equipment		%	%	54498			54498
320	Water Treatment Equipment		%	%	23225			23225
330	Distribution Reservoirs & Standpipes		%	%				
331	Trans. & Dist. Mains		%	%	147694		6474	154168
333	Services		%	%	27692		1593	29285
334	Meter & Meter Installations		%	%	40325		2724	43049
335	Hydrants		%	%	20279		888	21167
336	Backflow Prevention Devices		%	%				
339	Other Plant and Miscellaneous Equipment		%	%	13921			13921
340	Office Furniture and Equipment		%	%	473		95	568
341	Transportation Equipment		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				\$ 462169		13401	\$ 475570 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT  
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**WATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 18000
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	26400
604	Employee Pensions and Benefits	0
610	Purchased Water	0
615	Purchased Power	5842
616	Fuel for Power Production	0
618	Chemicals	4652
620	Materials and Supplies	571
630	Contractual Services:	
	Billing	13317
	Professional	2625
	Testing	5397
	Other	
640	Rents	3960
650	Transportation Expense	5374
655	Insurance Expense	4400
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	1000
670	Bad Debt Expense	311
675	Miscellaneous Expenses	31489
	Total Water Operation And Maintenance Expense	\$ 123338 *

\* This amount should tie to Sheet F-3.

**WATER CUSTOMERS**

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
<b>Residential Service</b>					
5/8"	D	1.0	389	394	394
3/4"	D	1.5			
1"	D	2.5	47	51	127.5
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0			
3/4"	D	1.5			
1"	D	2.5	2	2	5
1 1/2"	D,T	5.0	2	2	10
2"	D,C,T	8.0			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers Other (Specify)					
<b>Total</b>			<u>440</u>	<u>449</u>	<u>536.5</u>

\*\* D = Displacement  
C = Compound  
T = Turbine

UTILITY NAME: \_\_\_\_\_ Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
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SYSTEM NAME: \_\_\_\_\_ Timber Creek

**PUMPING AND PURCHASED WATER STATISTICS**

(a)	(b)	(c)	(d)	(e)	(f)
	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
January_____	_____	2199	15	2184	2098
February_____	_____	1966	15	1951	2213
March_____	_____	2317	15	2302	1962
April_____	_____	2392	15	2377	2448
May_____	_____	2803	15	2788	2466
June_____	_____	2733	15	2718	2728
July_____	_____	2554	15	2539	2281
August_____	_____	2423	15	2408	1873
September_____	_____	2367	15	2352	1910
October_____	_____	2618	15	2603	2088
November_____	_____	2264	15	2249	2297
December_____	_____	2360	215	2145	2356
Total for Year_____	_____	28996	380	28616	26720

If water is purchased for resale, indicate the following:

Vendor \_\_\_\_\_

Point of delivery \_\_\_\_\_

If water is sold to other water utilities for redistribution, list names of such utilities below:

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

**MAINS (FEET)**

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	10	280	_____	_____	280
	8	13589	_____	_____	13589
	6	2818	_____	_____	2818
	4	1937	_____	_____	1937
	2	3165	_____	_____	3165
			_____	_____	
			_____	_____	
			_____	_____	
			_____	_____	
			_____	_____	

UTILITY NAME: \_\_\_\_\_ Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
-------------------------------------

SYSTEM NAME: \_\_\_\_\_ Timber Creek

**WELLS AND WELL PUMPS**

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1982	1986	_____	_____
Types of Well Construction and Casing _____	DRILLED/ STEEL	DRILLED/ STEEL	_____	_____
_____	_____	_____	_____	_____
Depth of Wells _____	600'	1000'	_____	_____
Diameters of Wells _____	4X3	12X8	_____	_____
Pump - GPM _____	90	350	_____	_____
Motor - HP _____	5	10	_____	_____
Motor Type * _____	SUBMERSIBLE	_____	_____	_____
Yields of Wells in GPD _____	140000	540000	_____	_____
Auxiliary Power _____	_____	_____	_____	_____
* Submersible, centrifugal, etc.				

**RESERVOIRS**

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	HYDRO/STEEL	STEEL	STEEL	_____
Capacity of Tank _____	2000 GAL	20000 GAL	40000 GAL	_____
Ground or Elevated _____	GROUND	GROUND	GROUND	_____

**HIGH SERVICE PUMPING**

(a)	(b)	(c)	(d)	(e)
<b>Motors</b>				
Manufacturer _____	PEERLESS	PEERLESS	PEERLESS	_____
Type _____	3 PHASE	3 PHASE	3 PHASE	_____
Rated Horsepower _____	15	15	20	_____
<b>Pumps</b>				
Manufacturer _____	PEERLESS	PEERLESS	PEERLESS	_____
Type _____	SERIES C	SERIES C	SERIES C	_____
Capacity in GPM _____	_____	_____	_____	_____
Average Number of Hours Operated Per Day _____	_____	_____	_____	_____
Auxiliary Power _____	60 KW GEN	60 KW GEN	60 KW GEN	_____

UTILITY NAME: \_\_\_\_\_ Neighborhood Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2015
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**SOURCE OF SUPPLY**

List for each source of supply ( Ground, Surface, Purchased Water etc. )			
Permitted Gals. per day _____	140000	540000	_____
Type of Source _____	GROUND	GROUND	_____

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:			
Type _____	60000 STORAGE	_____	_____
Make _____	CUSTOM	_____	_____
Permitted Capacity (GPD) _____	540000	_____	_____
High service pumping	_____	_____	_____
Gallons per minute _____	900	_____	_____
Reverse Osmosis _____	_____	_____	_____
Lime Treatment	_____	_____	_____
Unit Rating _____	_____	_____	_____
Filtration	_____	_____	_____
Pressure Sq. Ft. _____	_____	_____	_____
Gravity GPD/Sq.Ft. _____	_____	_____	_____
Disinfection	_____	_____	_____
Chlorinator _____	LIQUID	_____	_____
Ozone _____	NO	_____	_____
Other _____	NO	_____	_____
Auxiliary Power _____	60 KW GEN	_____	_____

UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2015

SYSTEM NAME: Timber Creek

GENERAL WATER SYSTEM INFORMATION

Furnish information below for each system. A separate page should be supplied where necessary.

1. Present ERC's \* the system can efficiently serve. \_\_\_\_\_ 686

ERCs \* which can be served. \_\_\_\_\_ 1057

3. Present system connection capacity (in ERCs \*) using existing lines. \_\_\_\_\_ 686

4. Future connection capacity (in ERCs \*) upon service area buildout. \_\_\_\_\_ 371

5. Estimated annual increase in ERCs \*. \_\_\_\_\_ 30

6. Is the utility required to have fire flow capacity? \_\_\_\_\_ YES  
If so, how much capacity is required? \_\_\_\_\_ 750 GPM

7. Attach a description of the fire fighting facilities.

8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.  
M H PARK 200 LOT EXPANSION - INDEFINITE

9. When did the company last file a capacity analysis report with the DEP? \_\_\_\_\_

10. If the present system does not meet the requirements of DEP rules, submit the following:

- a. Attach a description of the plant upgrade necessary to meet the DEP rules.
- b. Have these plans been approved by DEP? \_\_\_\_\_
- c. When will construction begin? \_\_\_\_\_
- d. Attach plans for funding the required upgrading.
- e. Is this system under any Consent Order with DEP? \_\_\_\_\_

11. Department of Environmental Protection ID # \_\_\_\_\_ 2164279

12. Water Management District Consumptive Use Permit # \_\_\_\_\_ 756

- a. Is the system in compliance with the requirements of the CUP? \_\_\_\_\_ YES
- b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on one of the following methods:

(a) If actual flow data are available from the preceding 12 months:  
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available use:  
ERC = (Total SFR gallons sold (omit 000/365 days/350 gallons per day).

NOT APPLICABLE

**WASTEWATER  
OPERATING  
SECTION**

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UTILITY NAME: Neighborhood Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2014

# CERTIFICATION OF ANNUAL REPORT

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

YES  NO

1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code.

YES  NO

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

YES  NO

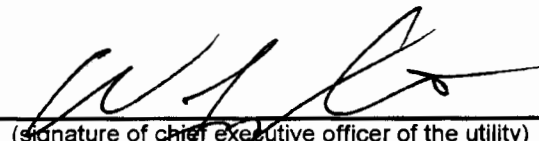
3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility.

YES  NO

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.

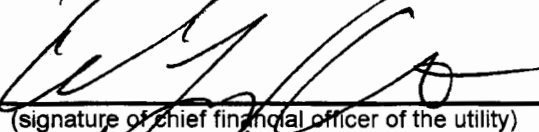
### Items Certified

1.  2.  3.  4.

  
\_\_\_\_\_  
(signature of chief executive officer of the utility) \*

Date: 4/29/2016

1.  2.  3.  4.

  
\_\_\_\_\_  
(signature of chief financial officer of the utility) \*

Date: 4/29/2016

\* 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.



**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue**

**Water Operations**

**Class C**

**Company:** NEIGHBORHOOD UTILITIES, INC. WU383-15-W-0-R  
**For the Year Ended December 31, 2015**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:		REVISED 5-5-16	
Residential	\$ 134,326	\$ 134,326	\$ —
Commercial	3,367	3,367	—
Industrial	—	—	—
Multiple Family	—	—	—
Guaranteed Revenues	—	—	—
Other	1,137	1,137	—
<b>Total Water Operating Revenue</b>	<b>\$ 139,830</b>	<b>\$ 139,830</b>	<b>\$ —</b>
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Net Water Operating Revenues</b>	<b>\$ 139,830</b>	<b>\$ 139,830</b>	<b>\$ —</b>

**Explanations:**

RAF RETURN REVISED 5-5-2016 TO  
AGREE WITH ANNUAL REPORT.

**Instructions:**

For the current year, reconcile the gross water revenues reported on Schedule F-3 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue**

**Wastewater Operations**

**Class C**

**Company:** NEIGHBORHOOD UTILITIES, INC.  
**For the Year Ended December 31, 2015**