

SWAINE, HARRIS & SHEEHAN, P. A.
ATTORNEYS AT LAW

BERT J. HARRIS, III
J. MICHAEL SWAINE
J. TIMOTHY SHEEHAN
KIMBERLY L. SAPP

425 SOUTH COMMERCE AVENUE
SEBRING, FL 33870-3702
(863) 385-1549
FAX: (863) 471-0008
E-MAIL shsmlaw@strato.net

PLEASE REPLY TO:
LAKE PLACID
SEBRING

December 22, 2000

401 DAL HALL BLVD.
LAKE PLACID, FL 33852-6561
(863) 465-2811
FAX: (863) 465-6999
E-MAIL shsmlaw@strato.net

ORIGINAL

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

001826-WU

Re: City of Sebring Purchase from Heartland Utilities, Inc.

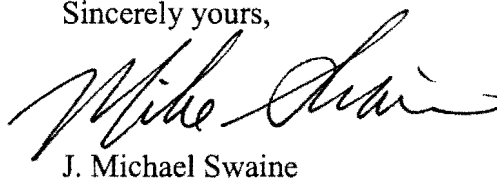
Gentlemen:

I represent the City of Sebring. The City is purchasing two potable water systems from Heartland Utilities, Inc. One is located in the DeSoto City area and the other in Sebring Country Estates. Heartland Utilities, Inc. is retaining its system located in Sebring Lakes.

Enclosed are an original and five copies of the Application for Transfer to Governmental Authority, along with one copy of the maps showing the area being retained by Heartland Utilities and an original and two copies of Heartland Utilities proposed tariff sheets on the retained system.

If you have any questions, please contact me.

Sincerely yours,


J. Michael Swaine

JMS:tw

Enc.

cc: Robert H. Hoffman, City Administrator
Howard Short

DOCUMENT NUMBER-DATE

16438 DEC 27 00

FPSC-RECORDS/REPORTING

001826-WU

APPLICATION FOR TRANSFER TO GOVERNMENTAL AUTHORITY

(Pursuant to Section 367.071(4)(a), Florida Statutes)

TO: **Director, Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850**

ORIGINAL

The undersigned hereby makes application for the approval of the transfer of
(all or part) of the facilities operated under Water Certificate No. 420W and/or
Wastewater Certificate No. _____ located in Highlands County, Florida,
and submits the following:

PART I APPLICANT INFORMATION

- A) The full name (as it appears on the certificate), address and telephone number of the seller (utility):

Heartland Utilities, Inc.
Name of utility

(863) 655-4300 ()
Phone No. Fax No.

10405 U.S. 27 South
Office street address

Sebring, FL 33870
City State Zip Code

P.O. Box 1991, Sebring, FL 33871
Mailing address if different from street address

Internet address if applicable

- B) The name, address and telephone number of a representative of the utility to contact concerning this application:

Howard Short (863) 655-4300
Name Phone No.

10405 U.S. 27 South
Street address

Sebring, FL 33870
City State Zip Code

- C) The full name, address and telephone number of the governmental authority:

City of Sebring
Name of utility

(863) 471-5100 (863) 471-5142
Phone No. Fax No.

368 South Commerce Avenue
Office street address

Sebring, FL 33870
City State Zip Code

Mailing address if different from street address

Internet address if applicable

- D) The name, address and telephone number of a representative of the governmental authority to contact concerning this application:

Robert H. Hoffman, City Administrator (863) 471-510
Name Phone No.

368 South Commerce Avenue
Street address

Sebring, FL 33870
City State Zip Code

PART II FINANCIAL INFORMATION

- A) Exhibit A - A copy of the contract pursuant to Rules 25-30.037(4)(c) and (d), Florida Administrative Code.
- B) Exhibit B - A statement regarding the disposition of customer deposits and the accumulated interest thereon.
- C) Exhibit C - A statement regarding the disposition of any outstanding regulatory assessment fees, fines or refunds owed.
- D) Exhibit D - A statement that the buyer (governmental authority) obtained from the utility or the Commission the utility's most recent available income and expense statement, balance sheet and statement of rate base for regulatory purposes and contributions-in-aid-of-construction.
- E) Indicate the date on which the buyer proposes to take official action to acquire the utility:

_____ January 3, 2001 _____

If only a portion of the utility's facilities is being transferred, a revised territory description and map of the utility's remaining territory must be provided, as discussed in PART III, below.

IF THE UTILITY'S ENTIRE FACILITIES ARE BEING TRANSFERRED, PLEASE DISREGARD PART III OF THIS APPLICATION FORM.

PART III CERTIFICATION

A) TERRITORY DESCRIPTION

Exhibit E - An accurate description of the utility's revised territory. If the water and wastewater territory is different, provide separate descriptions.

Note: Use the Survey of Public Lands method (township, range, section, and quarter section), if possible, or a metes and bounds description. Give the subdivision or project name. The description should NOT refer to land grants or plat books, but may use geographic boundaries (i.e., road right-of-ways, railroads, rivers, creeks, etc). The object is to make the description as brief, but as accurate as possible.

B) **TERRITORY MAPS**

Exhibit F - One copy of an official county tax assessment map or other map showing township, range and section with a scale such as 1"=200' or 1"=400' on which the remaining territory is plotted by use of metes and bounds or quarter sections and with a defined reference point of beginning. If the water and wastewater territory is different, provide separate maps.

C) **TARIFF SHEETS**

Exhibit G - The original and two copies of tariff sheet(s) revised to show correct service territory. Please refer to Rules 25-9.009 and 25-9.010, Florida Administrative Code, regarding page numbering of tariff sheets before preparing the tariff revisions. (Pages 11-12.) Sample tariff sheets are attached. (Pages 13-16.)

PART IV AFFIDAVIT

I Howard Short, as President of Heartland Utilities, Inc. (applicant) do solemnly swear or affirm that the facts stated in the forgoing application and all exhibits attached thereto are true and correct and that said statements of fact thereto constitutes a complete statement of the matter to which it relates.

HEARTLAND UTILITIES, INC.

BY: *Howard Short*
Applicant's Signature

Howard Short
Applicant's Name (Typed)

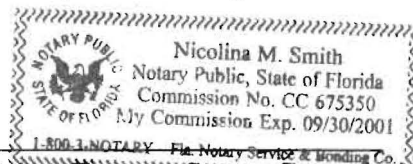
President
Applicant's Title *

Subscribed and sworn to before me this 20th day of December, 2000 by Howard Short as President of Heartland Utilities, Inc., who is personally known to me _____ or produced identification _____.

(Type of Identification Produced)

Nicolina M. Smith

Notary Public's Signature



Print, Type or Stamp Commissioned
Name of Notary Public

* If applicant is a corporation, the affidavit must be made by the president or other officer authorized by the by-laws of the corporation to act for it. If applicant is a partnership or association, a member of the organization authorized to make such affidavit shall execute same.

OPTION TO PURCHASE

THIS IS AN OPTION AGREEMENT between **HEARTLAND UTILITIES, INC.**, a Florida corporation (herein called "Seller") and **CITY OF SEBRING**, a Florida municipal corporation (herein called the "Buyer").

1. **OPTION.** In consideration of the Buyer expending funds to have Buyer's engineers evaluate the water systems and for other good and valuable considerations, including the mutual promises set forth below, Seller hereby grants to Buyer the exclusive option to purchase all of the real property, wells, easements, water distribution lines, pumps and other equipment, service territories and office furniture, fixtures and equipment used in connection with Seller's DeSoto City and Sebring Country Estates Water Systems, as more particularly described on Schedules "A", "B", "C" and "D" attached hereto (herein collectively called the "Assets") on the terms and conditions set forth below. The Assets do not include Seller's Sebring Lakes Water System.

2. **EXERCISE OF OPTION.** If Buyer elects to exercise this option, Buyer shall do so by giving written notice thereof to Seller, not later than December 6, 2000. If Buyer exercises this option and the Seller fails, neglects or refuses to perform hereunder, including Seller's inability to transfer the Assets or failure to comply with any of the covenants set forth below, Buyer shall be entitled to recover from Seller all reasonable costs incurred by Buyer in connection with this transaction, including, but not limited to, its attorney's fees, accountant's fees, engineer's fees and reimbursement for employee time spent thereon, as well as other remedies available at both law and equity.

3. **PURCHASE PRICE.** The purchase price shall be \$1,175,000.00, which amount will be paid by Seller to Buyer in cash at closing.

4. **SELLER'S COVENANTS.** To entice Buyer to enter into this agreement, Seller covenants as follows:

A. **REAL PROPERTY.** Seller owns the real property described on Schedule "A" attached hereto (herein called the "Real Property") and has good and marketable record title thereto, subject only to the title exceptions shown on said Schedule "A." Buyer shall obtain a title insurance commitment prior to closing, at Seller's expense, agreeing to issue an owner's title insurance policy of the Real Property in an amount equal to 125% of the Tax Appraiser's valuation, which commitment shall be subject only to those exceptions set forth on Schedule "A." However, any liens shown on Schedule "A" or appearing on the title commitment will be satisfied or released at or before closing. All real estate and business personal property taxes shall be prorated at closing.

B. **SURVEYS.** There are no encroachments, easements, except utility and drainage easements along lot lines, or other encumbrances on the Real Property, nor do the improvements encroach upon adjacent properties. Buyer may obtain surveys of the Real Property prior to closing, at Buyer's expense, and Seller will be responsible for removing or correcting any encroachments shown thereon, at or prior to closing.

C. **ZONING AND PERMITS.** The Real Property is properly zoned for its current use and Seller has obtained all required licenses, permits and approvals of governmental authority for the operation of the water utilities, which licenses, permits and approvals are shown on Schedule "B" attached hereto.

D. **GOVERNMENTAL ACTIONS.** There are no injunctions, orders or other decrees by any entity, court or governmental body, in effect or threatened, involving the Seller's ownership or operation of the utility.

E. **ENVIRONMENTAL MATTERS.** There is no civil, criminal or administrative action, suit, demand, claim, hearing, notice, investigation or proceeding pending or threatened against Seller or the Real Property relating in any way to any environmental laws or any regulation, code, plan, order, decree, judgment, injunction, notice or demand letter. Buyer may obtain Phase I Environmental Audits of the Real Property, at Buyer's expense, prior to closing and closing shall be contingent upon such audits showing no environmental concerns on the Real Property.

F. **LINES AND EASEMENTS.** Seller owns all of the lines and easements, necessary for the operation of the water distribution systems, free and clear of all encumbrances.

G. **FURNITURE, FIXTURES AND EQUIPMENT.** Seller owns the furniture, fixtures and equipment described on Schedule "C" attached hereto, free and clear of all encumbrances.

H. **SERVICE TERRITORY.** Seller covenants that it owns the service territories described on Schedule "D" attached hereto.

All covenants hereunder are true now and shall be true at closing. Seller will not sell any Asset nor accept any prepayment for utility service or in aid of construction during the term of this option without Buyer's written consent.

5. **CLOSING.** If Buyer elects to exercise this option, closing shall be on the 3rd day of January, 2001 in the law offices of Swaine, Harris & Sheehan, P.A. at 425 South Commerce Avenue, Sebring, Florida. Seller shall convey the Real Property to Buyer by statutory warranty deed with no exceptions other than those shown on Schedule "A" attached hereto. Seller shall convey the personal property by unconditional bill of sale and assign the licenses, permits and service territories to Buyer. Seller shall pay all documentary stamp tax due on the deed and Buyer shall pay the cost of recording the deed. Each party will pay their own attorney's fees.

6. **COST OF ENFORCEMENT.** If either party seeks to enforce this option through the courts, the prevailing party shall be entitled to recover all costs thereof, including a reasonable attorney's fee, including through appeal, from the losing party.

7. **MULTIPLE ORIGINALS.** This agreement is executed in multiple copies, each of which shall be deemed an original.

AGREED TO this 13 day of September, 2000.

Maggie L. Leber

Kathy Tamm

Two witnesses as to Seller

SELLER: HEARTLAND UTILITIES, INC., a Florida corporation

By: Howard Short
Howard Short, as its PRESIDENT

Attest: Coleen Short
Coleen Short, as its Secretary/Treasurer

[corporate seal]

AGREED TO this 21st day of September, 2000.

Kim M. Van Dusen
Sammy Fox

Kim M. Van Dusen
Sammy Fox
Two Witnesses as to Buyer

BUYER: CITY OF SEBRING

By: Margie Rhoades
Margie Rhoades, City Council President

Attest: Kathy Haley
Kathy Haley, City Clerk

[seal]

Schedule "A"

Lot 16, Block 24, DeSOTO CITY SECOND SUBDIVISION, according to the plat thereof recorded in Plat Book 1, page 39, Public Records of Highlands County, Florida; and,

Lot 5, Block 14, SEBRING COUNTRY ESTATES, Section 1, according to the plat thereof recorded in Plat Book 6, page 49, Public Records of Highlands County, Florida; and,

The South 1/2 of the following described property:

Commence at the Southwest corner of the Northwest 1/4 of Section 23, Township 34 South, Range 28 East; thence run North 0°04'59" West along the West line of said Section 23 for a distance of 406.84 feet to the Point of Beginning of the tract of land hereinafter to be described; thence run North 89°00'18" East for a distance of 299.99 feet to a point; thence run North 0°04'59" West parallel to the West line of said Section 23 for a distance of 290.40 feet to a point; thence run South 89°00'18" West for a distance of 299.99 feet to a point on the West line of said Section 23, thence run South 0°04'59" East along the West line of Section 23 a distance of 290.40 feet to the Point of Beginning.



Jeb Bush
Governor

Department of Environmental Protection

Composite Schedule "B"

South District
P.O. Box 2549
Fort Myers, Florida 33902-2549

David B. Struhs
Secretary

January 14, 2000

Mr. Howard Short
Heartland Utilities, Inc.
Post Office Box 1991
Sebring, Florida 33871

Re: Highlands County - PW
Sebring Country Estates
PWS I.D. Number: 5280247
Sanitary Survey Report

Dear Mr. Short:

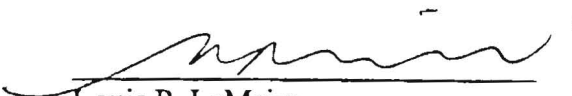
Enclosed is your copy of the recently completed Sanitary Survey Report for the referenced public drinking water system.

No deficiencies were observed during the most recent visit. Thank you for your cooperation in maintaining compliance with the Florida Safe Drinking Water Act.

Recommendations are included in the Report. Recommendations are not requirements of State law. They are provided as guidelines towards optimizing water treatment plant operation.

If you have any questions, please contact me at the letterhead address or call 941-332-6975 extension 119. All correspondence must include the system name and PWS I.D. number.

Sincerely, -


Louis P. LeMaire
Engineer III

LPL/klm

Enclosures

cc: Mr. Bruce Cummings

"More Protection, Less Process"

Printed on recycled paper.

State of Florida
Department of Environmental Protection
South District - Fort Myers Office
SANITARY SURVEY REPORT

Plant Name SEBRING COUNTRY ESTATES County Highlands PWS ID # 5280247
Plant Location Intersection of Rte 98 & Fairmont Dr. on Corvette Ave. Phone _____
Owner Name Howard Short Phone 941-655-4300
Owner Address Heartland Utilities, P.O. Box 1991, Sebring, FL 33871
Contact Person Howard Short Title Owner Phone _____
This Survey Date 12/14/99 Last Survey Date 9/19/96 Last C.I. Date 11/10/98
COMET: SITE ID _____ PROJECT ID _____

PWS TYPE & CLASS

- ☒ Community
☐ Non-transient Non-community
☐ Non-Community

PWS STATUS

- ☒ Approved system with approval number & date
As Built in 1962

☐ Unapproved system

SERVICE AREA CHARACTERISTICS

Subdivision _____
Food Service: ☒ Yes ☐ No ☐ N/A

OPERATION & MAINTENANCE

Certified Operator: ☒ Yes ☐ No ☐ Not required
Operator(s) & Certification Class-Number
Howard Short "A" 3304

O & M Log: ☒ Yes ☐ No ☐ Not required

Operator Visitation Frequency

Hrs/day: Required _____ visit _____ Actual _____ visit _____
Days/wk: Required 3 Actual 6
Consecutive Days? ☒ Yes ☐ No ☐ N/A
MORs submitted regularly? ☒ Yes ☐ No ☐ N/A
Data missing from MORs? ☒ No ☐ Yes ☐ N/A

Number of Service Connections 350
Population Served 805 Basis x 2.3
Average Day (from MORs) 0.080 MGD
Max. Day (from MORs) 0.120 MGD
Max-day Design Capacity 0.20 MGD
Comments _____

RAW WATER SOURCE

- ☒ GROUND; Number of Wells 2
☐ SURFACE/UDI; Source _____
☐ PURCHASED from PWS ID # _____
☐ Emergency Water Source _____
Emergency Water Capacity _____

AUXILIARY POWER SOURCE

- ☒ Yes ☐ None ☐ Not Required
Source Propane Generator
Capacity of Standby (kW) 25 kW
Switchover: ☒ Automatic ☐ Manual
Standby Plan: ☒ Yes ☐ No
Hrs Operated Under Load 1 hr/wk.
What equipment does it operate?
☒ Well pumps _____
☐ High Service Pumps _____
☒ Treatment Equipment _____
Satisfy 1/2 max-day demand? ☒ Yes ☐ No ☐ Unk
Comments _____

TREATMENT PROCESSES IN USE

Chlorination
What additional treatment is needed?
None
For control of what deficiencies?
N/A

DISTRIBUTION SYSTEM

Flow Measuring Device Flow Meter
Meter Size & Type Velocity
Backflow Prevention Devices: ☒ Yes ☐ No
Cross-connections None observed
Written Cross-connection Control Program: Yes
Coliform Sampling Plan: ☒ Yes ☐ No ☐ N/A
Comments Plant: 54 psi (38-60) psi
Remote: 50 psi

ROUND WATER SOURCE

Well Number	1	2		
Year Drilled	1960	1973		
Depth Drilled	1200	80'		
Drilling Method	--	--		
Type of Grout	--	--		
Static Water Level	73'	8'		
Pumping Water Level	73'	8'		
Design Well Yield (gpm)	300	300		
Test Yield (gpm)	1300	--		
Actual Yield (if different than rated capacity)	300	--		
Strainer	---	---		
Length (outside casing)	300'	--		
Diameter (outside casing)	12"	6'		
Material (outside casing)	Steel	--		
Well Contamination History	No	No		
Is inundation of well possible?	No	No		
6' X 6' X 4" Concrete Pad	Yes	Yes		
SET BACKS	Septic Tank	No	No	
	Reuse Water	No	No	
	WW Plumbing	No	No	
	Other Sanitary Hazard	None	None	
PUMP	Type	Submersible	Submersible	
	Manufacturer Name	F-W	Goulds	
	Model Number	6P200525	--	
	Rated Capacity (gpm)	300	60	
	Motor Horsepower	---	---	
Well casing 12" above grade?	Yes	No		
Well Casing Sanitary Seal	Yes	Yes		
Raw Water Sampling Tap	Yes	Yes		
Above Ground Check Valve	Yes	Yes		
Fence/Housing	Yes	Yes		
Well Vent Protection	No	No		

COMMENTS _____

CHLORINATION (Disinfection)

Type: ☒ Gas ☐ Hypo
Make Regal Capacity Unk N/A
Chlorine Feed Rate Unknown
Avg. Amount of Cl₂ gas used unk
Chlorine Residuals: Plant 2.2 Remote 1.8
Remote tap location On Rte 27
DPD Test Kit: ☒ On-site ☒ With operator
☐ None ☐ Not Used Daily
Injection Points Prior to Storage Tank
Booster Pump Info _____
Comments _____

Chlorine Gas Use Requirements	YES	NO	Comments
Dual System	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Auto-switchover	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Alarms:			
Loss of Cl ₂ capability	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Loss of Cl ₂ residual	<input type="checkbox"/>	<input type="checkbox"/>	
Cl ₂ leak detection	<input type="checkbox"/>	<input type="checkbox"/>	
Alarm	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Untrained Cylinders	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Reserve Supply	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Adequate Air-pak	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Sign of Leaks	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Fresh Ammonia	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Ventilation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Room Lighting	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Warning Signs	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Repair Kits	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Fitted Wrench	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Housing/Protection	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

AERATION (Gases, Fe, & Mn Removal) N/A

Type _____ Capacity _____
Aerator Condition _____
Bloodworms Present _____
Visible Algae Growth _____
Protective Screen Condition _____
Comments _____

STORAGE FACILITIES

(G) Ground (H) Hydropneumatic (E) Elevated
(B) Bladder (C) Clearwell

Tank Type/Number	(H)		
Capacity (gal)	10,000		
Material	Steel		
Gravity Drain	Yes		
By-pass Piping	Unk		
Pressure Gauge	Yes		
Sight Glass or Level Indicator	Yes		
Fittings for Sight Glass	Yes		
Protected Openings	Yes		
PRV/ARV	PRV		
On/Off Pressure	Yes		
Access Padlocked	Yes		
Height to Bottom of Elevated Tank	N/A		
Height to Max. Water Level	N/A		

Comments _____

HIGH SERVICE PUMPS


Pump Number	N/A		
Type			
Make			
Model			
Capacity (gpm)			
Motor HP			
Date Installed			
Maintenance			

Comments _____

DEFICIENCIES:

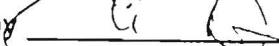
RECOMMENDATIONS:

1. The overall condition of the Water Treatment Plant (WTP) is acceptable, however, it still requires maintenance/painting - Implement a preventive maintenance program, and continually paint portions and clean the area of the Water Treatment System. "The supplier of water shall maintain in good condition all equipment," Rule F.A.C. 62-555.350(1).
2. American Water Works Association (AWWA) D101-53 (R1979) states "all water tanks should be thoroughly inspected at intervals of not more than five (5) years," and cleaned, painted or repaired if required. Please advise the Department in writing of any inspection or cleaning,

Inspector: Louis LeMaire 

Title Engineer III

Date 1/14/00

Reviewed by 

Title P.E. III

Date 1-18-00



Jeb Bush
Governor

Department of Environmental Protection

South District
P.O. Box 2549
Fort Myers, Florida 33902-2549

David B. Struhs
Secretary

January 13, 2000

Mr. Howard Short
Heartland Utilities, Inc.
Post Office Box 1991
Sebring, Florida 33871

Re: Highlands County - PW
DeSoto City WTP
PWS I.D. Number: 5280075
Sanitary Survey Report

Dear Mr. Short:

Enclosed is your copy of the recently completed Sanitary Survey Report for the referenced public drinking water system.

No deficiencies were observed during the most recent visit. Thank you for your cooperation in maintaining compliance with the Florida Safe Drinking Water Act.

Recommendations are included in the Report. Recommendations are not requirements of State law. They are provided as guidelines towards optimizing water treatment plant operation.

If you have any questions, please contact me at the letterhead address or call 941-332-6975 extension 119. All correspondence must include the system name and PWS I.D. number.

Sincerely,

Louis P. LeMaire
Engineer III

LPL/klm
Enclosures:
cc: Mr. Bruce Cummings

"More Protection, Less Process"

Printed on recycled paper.

State of Florida
Department of Environmental Protection
South District - Fort Myers Office
SANITARY SURVEY REPORT

Plant Name DESOTO CITY WATER TREATMENT PLANT County Highlands PWS ID # 521
Plant Location Rte. 98 East N on 17 to 3rd Ave. Phone _____
Owner Name Heartland Utilities, Inc. Phone 941-655-4300
Owner Address P.O. Box 1991, Sebring, FL 33871
Contact Person Howard Short Title President Phone _____
This Survey Date 12/14/99 Last Survey Date 9/12/96 Last C.I. Date 11/10/98

PWS TYPE & CLASS

- ☒ Community
☐ Non-transient Non-community
☐ Non-Community

PWS STATUS

- ☒ Approved system with approval number & date
WC28-095494 (5/9/85)
☐ Unapproved system

SERVICE AREA CHARACTERISTICS

Community
Food Service: ☒ Yes ☐ No ☐ N/A

OPERATION & MAINTENANCE

Certified Operator: ☒ Yes ☐ No ☐ Not required
Operator(s) & Certification Class-Number
Howard Short "A" 3304
O & M Log: ☒ Yes ☐ No ☐ Not required
Operator Visitation Frequency
Hrs/day: Required visit Actual visit
Days/Wk: Required 6 Actual 7
Consecutive Days? ☒ Yes ☐ No ☐ N/A
MORs submitted regularly? ☒ Yes ☐ No ☐ N/A
Data missing from MORs? ☒ No ☐ Yes ☐ N/A

Number of Service Connections 375
Population Served 862 Basis x 2.3
Average Day (from MORs) 0.110 MGD
Max. Day (from MORs) 0.150 MGD
Max-day Design Capacity 0.200 MGD
Comments _____

RAW WATER SOURCE

- ☒ GROUND; Number of Wells 2
☐ SURFACE/UDI; Source _____
☐ PURCHASED from PWS ID # _____
☐ Emergency Water Source _____
Emergency Water Capacity _____

AUXILIARY POWER SOURCE

- ☒ Yes ☐ None ☐ Not Required
Source Diesel Generator
Capacity of Standby (kW) 65
Switchover: ☒ Automatic ☐ Manual
Standby Plan: ☒ Yes ☐ No
Hrs Operated Under Load 1 hr/week
What equipment does it operate?
☒ Well pumps _____
☒ High Service Pumps _____
☒ Treatment Equipment _____
Satisfy 1/2 max-day demand? ☒ Yes ☐ No ☐ Unk
Comments _____

TREATMENT PROCESSES IN USE

Aeration, Chlorination
What additional treatment is needed?
None
For control of what deficiencies?

DISTRIBUTION SYSTEM

Flow Measuring Device Flow Meter
Meter Size & Type Velocity
Backflow Prevention Devices: ☒ Yes ☐ No
Cross-connections None observed
Written Cross-connection Control Program: Yes
Coliform Sampling Plan: ☒ Yes ☐ No ☐ N/A
Comments Plant: 50 (40-60) psi
Remote: 50 psi (47 Norma Jeans Pub)

COMET: SITE ID _____ PROJECT ID _____

GROUND WATER SOURCE

Well Number		1	2		
Year Drilled		1985	1985		
Depth Drilled		1520'	1605'		
Drilling Method		Rotary	Rotary		
Type of Grout		---	---		
Static Water Level		40'	40'		
Pumping Water Level		42'	42'		
Design Well Yield (gpm)		250	250		
Test Yield (gpm)		---	---		
Actual Yield (if different than rated capacity)		250	250		
Strainer		---	---		
Length (outside casing)		250', 400', 900'	250', 450, 1000'		
Diameter (outside casing)		18" 12" 8"	18" 12" 8"		
Material (outside casing)		Steel	Steel		
Well Contamination History		None	None		
Is inundation of well possible?		No	No		
6' X 6' X 4" Concrete Pad		Yes	Yes		
SET BACKS	Septic Tank	No	No		
	Reuse Water	No	No		
	WW Plumbing	No	No		
	Other Sanitary Hazard	None	None		
PUMP	Type	Submersible	Submersible		
	Manufacturer Name	Pleuger	Pleuger		
	Model Number	135E	135E		
	Rated Capacity (gpm)	250	250		
	Motor Horsepower	---	---		
Well casing 12" above grade?		Yes	Yes		
Well Casing Sanitary Seal		Yes	Yes		
Raw Water Sampling Tap		Yes	Yes		
Above Ground Check Valve		Yes	Yes		
Fence/Housing		Yes	Yes		
Well Vent Protection		No	No		

COMMENTS _____

CHLORINATION (Disinfection)

Type: ☒ Gas ☐ Hypo
Make Regal Capacity 150 #'s/day
Chlorine Feed Rate 5 #s/d
Avg. Amount of Cl₂ gas used unk
Chlorine Residuals: Plant 1.3 Remote 0.8
Remote tap location Norma Jeans
DPD Test Kit: ☒ On-site ☒ With operator
☐ None ☐ Not Used Daily
Injection Points Aerator
Booster Pump Info N/A
Comments _____

Chlorine Gas Use Requirements	YES	NO	Comments
Dual System	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Auto-switchover	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Alarms:			
Loss of Cl ₂ capability	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Loss of Cl ₂ residual	<input type="checkbox"/>	<input type="checkbox"/>	
Cl ₂ leak detection	<input type="checkbox"/>	<input type="checkbox"/>	
Alarm	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Untrained Cylinders	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Reserve Supply	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Adequate Air-pak	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Sign of Leaks	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Fresh Ammonia	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Ventilation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Room Lighting	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Warning Signs	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Repair Kits	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Fitted Wrench	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Housing/Protection	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

AERATION (Gases, Fe, & Mn Removal)

Type Tray Capacity ---
Aerator Condition Fair
Bloodworms Present No
Visible Algae Growth No
Protective Screen Condition Ok
Comments Aerator requires some work

STORAGE FACILITIES

(G) Ground (H) Hydropneumatic (E) Elevated
(B) Bladder (C) Clearwell

Tank Type/Number	G	H	
Capacity (gal)	0.15 Mg	0.10 Mg	
Material	Steel	Steel	
Gravity Drain	---	---	
By-pass Piping	None	---	
Pressure Gauge	N/A	Yes	
Sight Glass or Level Indicator	N/A	Yes	
Fittings for Sight Glass	N/A	Yes	
Protected Openings	Yes	Yes	
PRV/ARV	PRV	N/A	
On/Off Pressure	N/A	40-60	
Access Padlocked	Yes	Yes	
Height to Bottom of Elevated Tank	N/A	N/A	
Height to Max. Water Level	N/A	N/A	
	Open Storage	Press. Tank	
	On-site	On-site	

Comments _____

HIGH SERVICE PUMPS

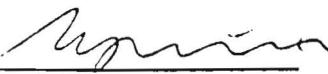

Pump Number	1	2	
Type	Centrif.	Centrif.	
Make	Peerless	Peerless	
Model	C82DAP	C82DAP	
Capacity (gpm)	240	240	
Motor HP	15 HP	15 HP	
Date Installed	---	---	
Maintenance	Bi-Monthly	Bi-Monthly	

Comments _____

FICIENCIES:

RECOMMENDATIONS:

1. The overall condition of the Water Treatment Plant (WTP) is adequate, however, it still requires maintenance and painting - Implement a preventive maintenance program, and continually paint portions and clean the area of the Water Treatment System. "The supplier of water shall maintain in good condition all equipment," Rule F.A.C. 62-555.350(1).
2. American Water Works Association (AWWA) D101-53 (R1979) states "all water tanks should be thoroughly inspected at intervals of not more than five (5) years," and cleaned, painted or repaired if required. Please advise the Department in writing of any inspection or cleaning,

Inspector: Louis LeMaire  Title Engineer III Date 1/13/00
Reviewed by  Title P.E. III Date 1-73-00

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
WATER USE
GENERAL
PERMIT NO. 207938.01

EXPIRATION DATE: December 16, 2001

PERMIT ISSUE DATE: December 16, 1991

This permit, issued under the provisions of Chapter 373, Florida Statutes, and Florida Administrative Code 40D-2 authorizes the permittee to withdraw the quantities outlined herein, and may require various activities to be performed by the Permittee as outlined by the Special Conditions. This permit, subject to all terms and conditions, meets all District permitting criteria.

GRANTED TO: Heartland Utilities, Inc.
P.O. Box 1991
Sebring, FL 33871

De Soto City

TOTAL QUANTITIES AUTHORIZED UNDER THIS PERMIT (in gpd):

AVERAGE: 150,000 PEAK MONTHLY: 192,000 FROST/FREEZE: N/A

<u>Use</u>	<u>Average</u>	<u>Peak Monthly</u>	<u>Frost/Freeze</u>
Public Supply:	150,000 gpd	192,000 gpd	N/A

See Withdrawal Table for quantities permitted for each withdrawal point.

PROPERTY LOCATION: Highlands County, approximately 1 1/2 miles southeast of the City of Sebring on State Road 17.

ACRES: 0.20 Owned; 500 Serviced

WATER USE CAUTION AREA: Highlands Ridge

TYPE OF APPLICATION: New (Expired)

DATE APPLICATION FILED: July 22, 1991

AMENDED DATE: October 2, 1991

MICROFILMED

Permit No.: 207938.01
Permittee: Heartland Utilities, Inc.

WATER USE:

<u>PUBLIC SUPPLY</u>	<u>SERVICE AREA NAME</u>	<u>POPULATION SERVED</u>	<u>PER CAPITA RATE</u>
----------------------	--------------------------	------------------------------	----------------------------

Heartland Utilities, Inc. Single Family Residential	1400	107
--	------	-----

OTHER USES:
Other Uses (Unmetered)
Other Metered Uses

GALLONS PER DAY

<u>I.D. NO.</u>	<u>LOCATION</u>	<u>DIAM.</u>	<u>DEPTH</u>				<u>FROST/</u>
<u>USER/DIST</u>	<u>LAT/LONG</u>	<u>(INCHES)</u>	<u>TOTAL/CASED</u>	<u>USE</u>	<u>AVERAGE</u>	<u>PEAK MO</u>	<u>FREEZE</u>
1 / 1	272623/812434	8	1520 / 900	PS	75,000	96,000	N/A
2 / 2	272622/812434	8	1605 / 1000	PS	75,000	96,000	N/A

PS - Public Supply

SPECIAL CONDITIONS:

1. All reports of data required by the permit shall be submitted to the District on or before the tenth day of each month and shall be addressed to:

Permits Data Group
Southwest Florida Water Management District
2379 Broad Street
Brooksville, Florida 34609-6899

2. The Permittee shall continue to maintain and operate the existing flow meters or other flow measuring devices as approved by the Director, Bartow Permitting Department, Resource Regulation, for District I.D. Nos. 1 and 2.
3. Total withdrawal from each monitored source shall be recorded on a monthly basis and reported to the District (using District forms) on or before the tenth day of the following month.
4. By January 1, 1993, the Permittee shall achieve a per capita water rate equal to or less than 150 gpd; this standard shall remain in effect until modified by rule.

For planning purposes, listed below are per capita goals for future management periods. These goals may be established as requirements through future rulemaking by the District:

- a. By January 1, 1997, the District may establish a new per capita water use standard. Based on current information, the per capita water use goal may be established by rule at 140 gpd;
- b. By January 1, 2001, the District may establish a new per capita water use standard. Based on current information, the per capita water use goal may be established by rule at 130 gpd; and

MICROFILMED

- c. By January 1, 2011, the District may establish a new per capita water use standard. Based on current information, the per capita water use goal may be established by rule at 130 gpd.
5. By April 1 of each year for the preceding calendar year, the permittee shall submit a report detailing:
 - a. The population served;
 - b. Deducted uses, the associated quantity, and conservation measures applied to these uses;
 - c. Total withdrawals;
 - d. Treatment losses;
 - e. Environmental mitigation quantities; and
 - f. Sources and quantities of incoming and outgoing transfers of water and wholesale purchases and sales of water, with quantities determined at the supplier's departure point.

As of January 1, 1993, if the permittee does not achieve the specified per capita rates, the report shall document why these rates and requirements were not achievable, measures taken to attempt meeting them, and a plan to bring the permit into compliance. This report is subject to District approval. If the report is not approved, the Permittee is in violation of the Water Use Permit.

6. The District will evaluate information submitted by Permittees who do not achieve these requirements to determine whether the lack of achievement is justifiable and a variance is warranted. Permittees may justify lack of achievement by documenting unusual water needs, such as larger-than-average lot sizes with greater water irrigation needs than normal-sized lots. However, even with such documented justification, phased reductions in water use shall be required unless the District determines that water usage was reasonable under the circumstances reported and that further reductions are not feasible. For such Permittees, on a case-by-case basis, individual water conservation requirements may be developed for each management period. Prior to the 1997, 2001, and 2011 management periods, the District will reassess the per capita and other use conservation goals. As a result of this reassessment, these goals may be adjusted upward or downward through rulemaking and will become requirements.
7. The Permittee shall adopt a water conservation oriented rate structure no later than January 1, 1993. If the Permittee already has a water conservation oriented rate structure, a description of the structure, any supporting documentation, and a report on the effectiveness of the rate structure shall be submitted by January 1, 1993. Permittees that adopt a water conservation oriented rate structure pursuant to this rule shall submit the above-listed information by July 1, 1993.
8. The permittee shall conduct water audits of the water supply system during each management period. The initial audit shall be conducted no later than January 1, 1993. Water audits which identify a greater than 12 percent unaccounted for water shall be followed by appropriate remedial actions. Audits shall be completed and reports documenting the results of the audit shall be submitted as an element of the report required in the per capita condition to the District by the following dates: February 1, 1993; February 1, 1997; February 1, 2001; and February 1, 2011. Water audit reports shall include a schedule for remedial action if needed.

Permittee: Heartland Utilities, Inc.

9. Beginning in 1993, by April 1 of each year for the preceding calendar year, the permittee shall submit a residential water use report detailing:
- The number of single-family dwelling units served and their total water use,
 - The number of multi-family dwelling units served and their total water use,
 - The number of mobile homes served and their total water use.

Residential water use quantities shall include both the indoor and outdoor water uses associated with the dwelling units, including irrigation water.

STANDARD CONDITIONS:

- The Permittee shall comply with the Standard Conditions attached hereto, incorporated herein by reference as Exhibit "A" and made a part hereof.



Authorized Signature
SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT

MICROFILMED

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT
2379 BROAD STREET (U.S. 41 SOUTH) BROOKSVILLE, FLORIDA 34609-6899
(352)796-7211 OR 1-800-423-1476 (FLORIDA ONLY) (SUNCOM 628-4150)

PLEASE ATTACH TO THE FACE OF YOUR PERMIT

07/28/98

HEARTLAND UTILITIES INC

PO BOX 1991
SEBRING, FL 33871-

SUBJECT: EXTENSION - WATER USE PERMIT NO. 5882.02 - *Sebring Country Estates*

DEAR PERMITTEE:

WE ARE PLEASED TO INFORM YOU THAT THE EXPIRATION DATE OF YOUR ABOVE REFERENCED WATER USE PERMIT HAS BEEN EXTENDED TO 04/21/16. THROUGH A PROCESS OF RANDOM SELECTIONS BY COMPUTER, THE DISTRICT HAS EXTENDED THE EXPIRATION DATE OF CERTAIN PERMITS WITH ANNUAL AVERAGE DAILY WITHDRAWALS OF LESS THAN 500,000 GALLONS. THIS PROCESS WILL ENSURE THAT THE NUMBER OF RENEWAL APPLICATIONS RECEIVED IN ANY ONE YEAR DOES NOT EXCEED OUR CAPACITY TO EVALUATE AND PROCESS THE APPLICATIONS.

THIS EXTENSION OF PERMIT DURATION DOES NOT REQUIRE ANY ACTION ON YOUR PART AND IS AT NO COST TO YOU. HOWEVER, YOU WILL NEED TO UPDATE YOUR RECORDS SO THAT YOU WILL FILE AN APPLICATION FOR RENEWAL DURING THE YEAR PRIOR TO THE NEW EXPIRATION DATE.

ALTHOUGH THE EXPIRATION DATE OF YOUR PERMIT HAS BEEN EXTENDED, YOU ARE STILL REQUIRED TO COMPLY WITH ALL THE TERMS AND CONDITIONS OF YOUR PERMIT. FOR EXAMPLE, IF YOUR PERMIT WAS ISSUED WITH CONDITIONS REQUIRING DATA, REPORTS, ETC. TO BE SUBMITTED, YOU MUST CONTINUE TO SUBMIT ALL SUCH REQUIRED INFORMATION AT THE REGULAR INTERVALS SPECIFIED IN THE CONDITIONS OF YOUR PERMIT. FOR ANY PERMIT CONDITION THAT HAS THE EXPIRATION DATE AS THE DATE BY WHICH ACTION, REPORT SUBMISSION OR OTHER COMPLIANCE IS REQUIRED, THE PREVIOUS EXPIRATION DATE APPLIES, NOT THE NEWLY EXTENDED EXPIRATION DATE.

AS A FURTHER REMINDER, YOUR EXTENDED PERMIT IS STILL SUBJECT TO AND MUST COMPLY WITH ALL APPLICABLE DISTRICT RULES, INCLUDING THOSE RELATING TO:

- THE CONDITIONS OF ISSUANCE FOR WATER USE PERMITS, AND
 - RELEVANT ESTABLISHED MINIMUM FLOWS AND LEVELS AND ASSOCIATED PREVENTION AND RECOVERY STRATEGIES,
- AND CAN BE MODIFIED OR REVOKED FOR NONCOMPLIANCE WITH THE PERMIT, DISTRICT RULES, AND CHAPTER 373, FLORIDA STATUTES.

PAGE 2

IF THE WITHDRAWALS ON THE REFERENCED PERMIT ARE NO LONGER IN USE OR IF YOU HAVE SOLD THE PROPERTY, PLEASE INFORM US BY RETURN LETTER. ALSO, PLEASE PROVIDE THE NAME AND MAILING ADDRESS OF THE NEW OWNER.

IF YOU HAVE ANY QUESTIONS ABOUT THIS ONE-TIME EXTENSION OF YOUR PERMIT DURATION, PLEASE CONTACT HYDROLOGISTS IN OUR BARTOW REGULATION DEPARTMENT AT (941)534-1448 OR 1-800-492-7862 (FLORIDA ONLY).

PLEASE KEEP THIS LETTER ATTACHED TO THE FACE OF YOUR PERMIT AT ALL TIMES, INDICATING THAT YOUR PERMIT EXPIRATION DATE IS NOW 04/21/16. WE APPRECIATE YOUR ASSISTANCE IN THIS MATTER AND IT WILL HELP US TO SERVE YOU BETTER IN THE FUTURE WHEN YOU SUBMIT YOUR RENEWAL APPLICATION.

SINCERELY,

(SIGNED)

BJ JARVIS, DIRECTOR
RECORDS AND DATA DEPARTMENT

BJJ/

CC: FILE OF RECORD - WATER USE PERMIT NO. 5882.02

SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT

WATER USE
GENERAL
PERMIT NO. 205882.02PERMIT EXPIRATION
DATE EXTENDED BY
LETTER TO: 4-21-2016

EXPIRATION DATE: April 21, 2004

PERMIT ISSUE DATE: April 21, 1994

THE PERMITTEE IS RESPONSIBLE FOR APPLYING FOR A RENEWAL OF THIS PERMIT PRIOR TO THE EXPIRATION DATE WHETHER OR NOT THE PERMITTEE RECEIVES PRIOR NOTIFICATION BY MAIL. FAILURE TO DO SO AND CONTINUED USE OF WATER AFTER EXPIRATION DATE IS A VIOLATION OF DISTRICT RULES AND MAY RESULT IN A MONETARY PENALTY AND/OR LOSS OF WATER. APPLICATION FOR RENEWAL PRIOR TO THE EXPIRATION DATE IS SUBJECT TO DISTRICT EVALUATION AND APPROVAL.

This permit, issued under the provision of Chapter 373, Florida Statutes, Florida Administrative Code 40D-2 authorizes the Permittee to withdraw the quantities outlined herein, and may require various activities to be performed by the Permittee as outlined by the Special Conditions. This permit, subject to all terms and conditions, meets all District permitting criteria.

GRANTED TO: Heartland Utilities, Inc.
P.O. Box 1991
Sebring, FL 33871

TOTAL QUANTITIES AUTHORIZED UNDER THIS PERMIT (in gpd)

AVERAGE: 103,700 PEAK MONTHLY: 139,000

Use	Average	Peak Monthly
Public Supply:	103,700 gpd	139,000 gpd

See Withdrawal Table for quantities permitted for each withdrawal point.

PROPERTY LOCATION: Highlands County, approximately 3 1/2 miles west of the City of Sebring, about 1 mile southwest of the intersection of U.S. Highway 27 and State Highway 17A.

TYPE OF APPLICATION: Renewal

WATER USE CAUTION AREA:
Highlands Ridge
Southern

APPLICATION FILED: February 22, 1994

ACRES: 1.23 Owned
208.58 Serviced
208.58 TotalFILED ON 4-25-94 BY [Signature]

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Permit No.: 205882.02
Permittee: Heartland Utilities, Inc.
Page 2 of 5

APPLICATION AMENDED: N/A

WATER USE: PUBLIC SUPPLY

SERVICE AREA NAME

Heartland Utilities, Inc.

<u>USE TYPE</u>	<u>POPULATION SERVED</u>	<u>PER CAPITA RATE</u>
Residential Single Family	848	96
Residential Multi-Family	107	96
Commercial/Industrial Non Process Unaccounted Use		
Total Public Supply	955	109 Gross/Compliance Per Capita

<u>I.D. NO.</u> <u>PERMITTEE/</u> <u>DISTRICT</u>	<u>LOCATION</u> <u>LAT/LONG</u>	<u>DIAM.</u> <u>(INCHES)</u>	<u>DEPTH</u> <u>TOTAL/CASED</u>	<u>USE</u>	<u>GALLONS PER DAY</u> <u>AVERAGE</u>	<u>PEAK</u> <u>MONTHLY</u>	
1 / 1	273031/812953	12	1200 / UNK	PS	103,700	139,000	
2 / 2	273030/812952	6	45 / UNK	PS	11,800	139,000	Standby

PS-Public Supply

<u>DISTRICT</u> <u>I.D. NO.</u>	<u>SECTION/TOWNSHIP/RANGE</u>
1 and 2	23/34/28

SPECIAL CONDITIONS:

All conditions referring to approval by the Permitting Department Director, Resource Regulation, shall refer to the Bartow Permitting Department Director, Resource Regulation.

1. All reports required by the permit shall be submitted to the District on or before the tenth day of the month following data collection and shall be addressed to:

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Permits Data Section, Resource Regulation
Southwest Florida Water Management District
2379 Broad Street
Brooksville, Florida 34609-6899

Unless otherwise indicated, three copies of each plan or report, with the exception of pumpage, rainfall, evapotranspiration, water level or water quality data which require one copy, are required by the permit.

2. The Permittee shall continue to maintain and operate the existing non-resettable, totalizing flow meter(s), or other flow measuring device(s) as approved by the Permitting Department Director, Resource Regulation, for District ID No(s). 1 and 2, Permittee ID No(s). 1 and 2. Such device(s) shall maintain an accuracy within five percent of the actual flow as installed. Total withdrawal and meter readings from each metered withdrawal shall be recorded on a monthly basis and reported to the Permits Data Section (using District forms) on or before the tenth day of the following month. If a metered withdrawal is not utilized during a given month, a report shall be submitted to the Permits Data Section indicating zero gallons.
 3. By May 1, 2003, and prior to modification of this permit, Permittee shall caliper or video log District ID No(s). 1 and 2, Permittee ID No(s). 1 and 2, to verify the casing depth and total depth of the well. If the well(s) or pump(s) are to be accessed for maintenance work prior to the above time constraints, the logging shall be done at that time. Results of the logging shall be submitted to the District within 30 days of the logging event. The log shall at a minimum indicate the casing depth, diameter, and total depth of the aforementioned well(s). A valid well completion report may be submitted in lieu of the caliper or video log.
 4. By January 1, 1993, the Permittee shall have achieved a per capita water rate equal to or less than 150 gpd; this standard shall remain in effect until modified by rule. For planning purposes, listed below are per-capita goals for future management periods. These goals may be established as requirements through future rulemaking by the District:
 - a. By January 1, 1997, the District may establish a new per capita water use standard. Based on current information, the per capita water use goal may be established by rule at 140 gpd; and
 - b. By January 1, 2002, the District may establish a new per capita water use standard. Based on current information, the per capita water use goal may be established by rule at 130 gpd.
- By April 1 of each year for the preceding period of October 1 through September 30, the Permittee shall submit a report detailing:
- a. The population served;
 - b. Significant deducted uses, the associated quantity, and conservation measures applied to these uses;

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- c. Total withdrawals;
- d. Treatment losses.
- e. Environmental mitigation quantities.
- f. Sources and quantities of incoming and outgoing transfers of water and wholesale purchases and sales of water, with quantities determined at the supplier's departure point.
- g. Documentation of reuse and desalination credits, if taken.

If for some reason, the Permittee does not achieve the specified per capita rate, the report shall document why the rate and requirements were not achievable, measures taken to attempt meeting them, and a plan to bring the permit into compliance. This report is subject to District approval. If the report is not approved, the Permittee is in violation of the Water Use Permit.

The District will evaluate information submitted by Permittees who do not achieve these requirements to determine whether the lack of achievement is justifiable and a variance is warranted. Permittees may justify lack of achievement by documenting unusual water needs, such as larger-than-average lot sizes with greater water irrigation needs than normal-sized lots. However, even with such documented justification, phased reductions in water use shall be required unless the District determines that water usage was reasonable under the circumstances reported and that further reductions are not feasible. For such Permittees, on a case-by-case basis, individual water conservation requirements may be developed for each management period. Per capita rate requirements may be adjusted upward or downward through rulemaking and will become requirements.

- 5. The Permittee shall conduct water audits of the water distribution system during each management period. A water audit may include the following activities: detection of unauthorized uses and authorized unmetered uses, correction of under-registration of meters, determination of fire flow use, and leak detection/repair. Water audits which identify a greater than 12 percent unaccounted for water shall include a schedule for remedial action, followed by appropriate actions. Audits shall be completed and reports documenting the results of the audit shall be submitted as an element of the report required in the per capita condition to the Permits Data Section by the following dates: April 1, 1993; April 1, 1997; April 1, 2001; and April 1, 2011. Water audit reports shall include a schedule for remedial action if needed.
- 6. By April 1 of each year, the Permittee shall submit a residential water use report for the preceding period of October 1, through September 30, detailing:
 - a. The number of single family dwelling units served and their total water use,
 - b. The number of multi-family dwelling units served and their total water use,
 - c. The number of mobile homes served and their total water use.

Where separate indoor and outdoor meters exist, residential water use quantities shall include both the indoor and outdoor water uses associated with the dwelling units, including irrigation water.

Permit No.: 205882.02
Permittee: Heartland Utilities, Inc.
Page 5 of 5

STANDARD CONDITIONS:

1. The Permittee shall comply with the Standard Conditions attached hereto, incorporated herein by reference as Exhibit "A" and made a part hereof.



Authorized Signature
SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT

40D-2
Exhibit "A"

WATER USE PERMIT CONDITIONS

STANDARD CONDITIONS

1. If any of the statements in the application and in the supporting data are found to be untrue and inaccurate, or if the Permittee fails to comply with all of the provisions of Chapter 373, F.S., Chapter 40D, or the conditions set forth herein, the Governing Board shall revoke this permit in accordance with Rule 40D-2.341, following notice and hearing.
2. This permit is issued based on information provided by the Permittee demonstrating that the use of water is reasonable and beneficial, consistent with the public interest, and will not interfere with any existing legal use of water. If, during the term of the permit, it is determined by the District that the use is not reasonable and beneficial, in the public interest, or does impact an existing legal use of water, the Governing Board shall modify this permit or shall revoke this permit following notice and hearing.
3. The Permittee shall not deviate from any of the terms or conditions of this permit without written approval by the District.
4. In the event the District declares that a Water Shortage exists pursuant to Chapter 40D-21, the District shall alter, modify, or declare inactive all or parts of this permit as necessary to address the water shortage.
5. The District shall collect water samples from any withdrawal point listed in the permit or shall require the permittee to submit water samples when the District determines there is a potential for adverse impacts to water quality.
6. The Permittee shall provide access to an authorized District representative to enter the property at any reasonable time to inspect the facility and make environmental or hydrologic assessments. The Permittee shall either accompany District staff onto the property or make provision for access onto the property.
7. Issuance of this permit does not exempt the Permittee from any other District permitting requirements.
8. The Permittee shall cease or reduce surface water withdrawal as directed by the District if water levels in lakes fall below applicable minimum water level established in Chapter 40D-8 or rates of flow in streams fall below the minimum levels established in Chapter 40D-8.
9. The Permittee shall cease or reduce withdrawal as directed by the District if water levels in aquifers fall below the minimum levels established by the Governing Board.

10. The Permittee shall practice water conservation to increase the efficiency of transport, application, and use, as well as to decrease waste and to minimize runoff from the property. At such time as the Governing Board adopts specific conservation requirements for the Permittee's water use classification, this permit shall be subject to those requirements upon notice and after a reasonable period for compliance.
11. The District may establish special regulations for Water Use Caution Areas. At such time as the Governing Board adopts such provisions, this permit shall be subject to them upon notice and after a reasonable period for compliance.
12. The Permittee shall mitigate, to the satisfaction of the District, any adverse impact to existing legal uses caused by withdrawals. When adverse impacts occur or are imminent, the District shall require the Permittee to mitigate the impacts. Adverse impacts include:
 - a. A reduction in water levels which impairs the ability of a well to produce water;
 - b. Significant reduction in levels or flows in water bodies such as lakes, impoundments, wetlands, springs, streams or other watercourses; or
 - c. Significant inducement of natural or manmade contaminants into a water supply or into a usable portion of any aquifer or water body.
13. The Permittee shall mitigate to the satisfaction of the District any adverse impact to environmental features or offsite land uses as a result of withdrawals. When adverse impacts occur or are imminent, the District shall require the Permittee to mitigate the impacts. Adverse impacts include the following:
 - a. Significant reduction in levels or flows in water bodies such as lakes, impoundments, wetlands, springs, streams, or other watercourses;
 - b. Sinkholes or subsidence caused by reduction in water levels;
 - c. Damage to crops and other vegetation causing financial harm to the owner; and
 - d. Damage to the habitat of endangered or threatened species.
14. When necessary to analyze impacts to the water resource or existing users, the District shall require the Permittee to install flow metering or other measuring devices to record withdrawal quantities and submit the data to the District.
15. A District identification tag shall be prominently displayed at each withdrawal point by permanently affixing the tag to the withdrawal facility.
16. The Permittee shall notify the District within 30 days of the sale or conveyance of permitted water withdrawal facilities or the land on which the facilities are located.
17. All permits issued pursuant to these Rules are contingent upon continued ownership or legal control of all property on which pumps, wells, diversions or other water withdrawal facilities are located.

R. 04-22-93

Schedule C - Furniture, Fixtures and Equipment

The corporation owns the furniture, fixtures, and equipment described on Schedule I except the John Deere Lawn Mower which has a balance due of \$600.

59-2969240

Tax Asset Detail 1/01/99 - 12/31/99

Page 1

FYE: 12 '1999

Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: CIAC											
225	AUDIT - (321)	12/31/89	52,628.00	0.00	0.00	20,474.07	1,879.57	22,353.64	30,274.36	S/L	28 0
226	AUDIT - (307)	12/31/89	227,072.00	0.00	0.00	91,549.70	8,410.07	99,959.77	127,112.23	S/L	27 0
227	AUDIT - (309)	12/31/89	12,000.00	0.00	0.00	4,085.60	375.00	4,460.60	7,539.40	S/L	32 0
228	AUDIT - (311)	12/31/89	16,000.00	0.00	0.00	6,454.66	592.59	7,047.25	8,952.75	S/L	27 0
229	AUDIT - (332)	12/31/89	614.00	0.00	0.00	393.44	36.12	429.56	184.44	S/L	17 0
230	AUDIT - (330)	12/31/89	13,333.00	0.00	0.00	4,670.62	404.03	5,074.65	8,258.35	S/L	33 0
231	AUDIT - (330)	12/31/89	26,667.00	0.00	0.00	8,533.09	808.09	9,341.18	17,325.82	S/L	33 0
232	AUDIT - (343)	12/31/89	15,700.00	0.00	0.00	4,708.14	392.50	5,100.64	10,599.36	S/L	40 0
233	AUDIT - (343)	12/31/89	7,192.00	0.00	0.00	3,987.92	179.80	4,167.72	3,024.28	S/L	40 0
234	AUDIT - (343)	12/31/89	4,131.00	0.00	0.00	1,260.99	103.28	1,364.27	2,766.73	S/L	40 0
235	AUDIT - (307)	12/31/89	375.00	0.00	0.00	128.51	13.89	142.40	232.60	S/L	27 0
236	AUDIT - (333)	12/31/89	2,005.00	0.00	0.00	517.33	57.29	574.62	1,430.38	S/L	35 0
237	AUDIT - (346)	2/01/90	188.00	0.00	0.00	98.62	11.06	109.68	78.32	S/L	17 0
238	METERS (346)	5/04/90	789.94	0.00	0.00	402.74	46.47	449.21	340.73	S/L	17 0
239	METER (346)	8/31/90	79.68	0.00	0.00	39.08	4.69	43.77	35.91	S/L	17 0
240	METER (346)	5/16/91	165.00	0.00	0.00	73.63	9.71	83.34	81.66	S/L	17 0
241	PVC PIPE (330)	5/16/91	385.00	0.00	0.00	88.50	11.67	100.17	284.83	S/L	33 0
242	DIST. MAIN (343)	5/28/91	1,839.65	0.00	0.00	348.76	45.99	394.75	1,444.90	S/L	40 0
243	METER (346)	5/15/91	138.43	0.00	0.00	62.41	8.14	70.55	67.88	S/L	17 0
244	METER (346)	7/02/91	120.28	0.00	0.00	53.10	7.08	60.18	60.10	S/L	17 0
245	METER (346)	7/23/91	183.52	0.00	0.00	80.10	10.80	90.90	92.62	S/L	17 0
246	2" PIPE - 400'	5/26/92	495.00	0.00	0.00	98.75	15.00	113.75	381.25	S/L	33 0
247	PIPE INSTALL (333)	6/03/92	205.10	0.00	0.00	33.77	5.13	38.90	166.20	S/L	40 0
248	METER INSTALL (346)	7/22/92	512.00	0.00	0.00	193.27	30.12	223.39	288.61	S/L	17 0
249	METER INSTALL (346)	7/27/92	120.00	0.00	0.00	45.30	7.06	52.36	67.64	S/L	17 0
250	LINES #587 (330)	12/31/92	425.00	0.00	0.00	77.28	12.88	90.16	334.84	S/L	33 0
251	2" LINE EXT 300' (330)	2/17/93	1,897.30	0.00	0.00	335.36	57.49	392.85	1,504.45	S/L	33 0
252	4" PVC 110' (330)	2/17/93	610.35	0.00	0.00	107.91	18.50	126.41	483.94	S/L	33 0
253	550' LINE EXT (330)	3/12/93	1,925.00	0.00	0.00	340.26	58.33	398.59	1,526.41	S/L	33 0
254	JACK & BORE/SVC CONN (333,3)	5/27/93	1,050.00	0.00	0.00	209.38	37.50	246.88	803.12	S/L	28 0
255	SERVICE CONNECTION (PARK	4/22/93	150.00	0.00	0.00	30.37	5.36	35.73	114.27	S/L	28 0
256	SERVICE CONNECTION	2/28/94	1,684.00	0.00	0.00	290.68	60.14	350.82	1,333.18	S/L	28 0
257	SERVICE CONNECTIONS (2)	5/09/94	4,506.00	0.00	0.00	751.01	160.93	911.94	3,594.06	S/L	28 0
258	SERVICE CONNECTIONS (4)	4/04/94	35,600.00	0.00	0.00	6,039.29	1,271.43	7,310.72	28,289.28	S/L	28 0
259	SERVICE CONNECTION - EKBIE	6/30/94	570.00	0.00	0.00	91.62	20.36	111.98	458.02	S/L	28 0
260	SERVICE CONNECTION	11/25/94	1,950.00	0.00	0.00	284.36	69.64	354.00	1,596.00	S/L	28 0
261	LINES/VALVES/PIPES	3/31/95	50,245.00	0.00	0.00	6,729.23	1,794.46	8,523.69	41,721.31	S/L	28 0
262	SERVICE CONNECTION (EDB	3/21/96	2,100.00	0.00	0.00	206.25	75.00	281.25	1,818.75	S/L	28 0
263	SERVICE CONNECTIONS (DES	12/31/97	30,000.00	0.00	0.00	1,071.43	1,071.43	2,142.86	27,857.14	S/L	28 0
264	SERVICE CONNECTION	9/30/97	750.00	0.00	0.00	33.49	26.79	60.28	689.72	S/L	28 0
265	SERVICE CONNECTION	9/30/97	750.00	0.00	0.00	33.49	26.79	60.28	689.72	S/L	28 0
266	SERVICE CONNECTION	9/30/97	5,285.00	0.00	0.00	235.94	188.75	424.69	4,860.31	S/L	28 0
267	SERVICE CONNECTION	5/31/97	300.00	0.00	0.00	16.96	10.71	27.67	272.33	S/L	28 0
268	CIAC - COUNTY	9/30/97	2,800.00	0.00	0.00	125.00	100.00	225.00	2,575.00	S/L	28 0
269	CIAC - STATE	9/30/97	5,300.00	0.00	0.00	236.61	189.29	425.90	4,874.10	S/L	28 0
270	CIAC - STATE	9/30/97	35,000.00	0.00	0.00	1,562.50	1,250.00	2,812.50	32,187.50	S/L	28 0
271	CIAC - STATE	9/30/97	32,400.00	0.00	0.00	1,446.43	1,157.14	2,603.57	29,796.43	S/L	28 0
272	CIAC - STATE	6/30/98	10,829.60	0.00	0.00	193.39	386.77	580.16	10,249.44	S/L	28 0
387	CIAC - MARTIN	4/20/99	400.00	0.00	0.00	0.00	9.52	9.52	390.48	S/L	28 0

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
<u>Group: CIAC (continued)</u>											
388	CIAC - ANTICOLI	4/21/99	200.00	0.00c	0.00	0.00	4.76	4.76	195.24	S/L	28.0
389	CIAC - BIGENHO	4/21/99	200.00	0.00c	0.00	0.00	4.76	4.76	195.24	S/L	28.0
390	CIAC - BERNFIELD	4/24/99	400.00	0.00c	0.00	0.00	9.52	9.52	390.48	S/L	28.0
391	CIAC - DELRUE	4/30/99	200.00	0.00c	0.00	0.00	4.76	4.76	195.24	S/L	28.0
392	CIAC - SUNBELT HOMES	5/21/99	2,200.00	0.00c	0.00	0.00	45.83	45.83	2,154.17	S/L	28.0
393	CIAC - TURNER	6/19/99	188.00	0.00c	0.00	0.00	3.36	3.36	184.64	S/L	28.0
	CIAC		612,853.85	0.00c	0.00	168,830.34	21,597.35	190,427.69	422,426.16		
<u>Group: CIAC - STATE/COUNTY</u>											
360	CIAC - STATE	10/23/98	74,212.65	0.00	0.00	441.74	2,650.45	3,092.19	71,120.46	S/L	28.0
361	CIAC - STATE	11/30/98	163,157.75	0.00	0.00	485.59	5,827.06	6,312.65	156,845.10	S/L	28.0
397	CIAC - STATE OF FLORIDA	4/16/99	19,600.00	0.00c	0.00	0.00	466.67	466.67	19,133.33	S/L	28.0
405	CIAC - STATE	1/15/99	8,100.00	0.00c	0.00	0.00	289.29	289.29	7,810.71	S/L	28.0
406	CIAC - STATE	7/15/99	34,240.00	0.00c	0.00	0.00	611.43	611.43	33,628.57	S/L	28.0
	CIAC - STATE/COUNTY		299,310.40	0.00c	0.00	927.33	9,844.90	10,772.23	288,538.17		
<u>Group: CIAC - TAP-IN FEES</u>											
60	TAP FEE	3/31/96	500.00	0.00	0.00	42.98	15.63	58.61	441.39	S/L	32.0
61	TAP FEE	5/31/96	500.00	0.00	0.00	40.37	15.63	56.00	444.00	S/L	32.0
62	TAP FEE	6/30/96	500.00	0.00	0.00	39.07	15.63	54.70	445.30	S/L	32.0
63	TAP FEE	7/31/96	500.00	0.00	0.00	37.77	15.63	53.40	446.60	S/L	32.0
64	TAP FEE	9/30/96	500.00	0.00	0.00	35.17	15.63	50.80	449.20	S/L	32.0
65	TAP FEES	10/31/96	1,600.00	0.00	0.00	108.33	50.00	158.33	1,441.67	S/L	32.0
66	TAP FEES	11/30/96	1,000.00	0.00	0.00	65.10	31.25	96.35	903.65	S/L	32.0
67	TAP FEES	3/07/97	500.00	0.00	0.00	28.65	15.63	44.28	455.72	S/L	32.0
68	TAP FEES	3/24/97	515.00	0.00	0.00	28.16	16.09	44.25	470.75	S/L	32.0
69	TAP FEES	2/10/97	500.00	0.00	0.00	29.95	15.63	45.58	454.42	S/L	32.0
70	TAP FEES	4/30/97	500.00	0.00	0.00	26.05	15.63	41.68	458.32	S/L	32.0
71	TAP FEES	5/31/97	765.00	0.00	0.00	37.86	23.91	61.77	703.23	S/L	32.0
72	TAP FEES	6/30/97	1,000.00	0.00	0.00	46.88	31.25	78.13	921.87	S/L	32.0
73	TAP FEES	9/30/97	1,700.00	0.00	0.00	66.41	53.13	119.54	1,580.46	S/L	32.0
74	TAP FEES	10/31/97	500.00	0.00	0.00	18.23	15.63	33.86	466.14	S/L	32.0
75	TAP FEES	11/30/97	500.00	0.00	0.00	16.93	15.63	32.56	467.44	S/L	32.0
76	TAP FEES	12/31/97	1,000.00	0.00	0.00	31.25	31.25	62.50	937.50	S/L	32.0
77	TAP FEES (PLESON)	1/12/98	500.00	0.00	0.00	15.63	15.63	31.26	468.74	S/L	32.0
78	TAP FEES (WORD OF LIFE CHU)	1/22/98	600.00	0.00	0.00	17.19	18.75	35.94	564.06	S/L	32.0
79	TAP FEES (BEINER)	5/15/98	500.00	0.00	0.00	10.42	15.63	26.05	473.95	S/L	32.0
80	TAP FEES (BRODER CONST)	6/22/98	500.00	0.00	0.00	7.81	15.63	23.44	476.56	S/L	32.0
81	TAP FEES (WHITAKER)	7/15/98	500.00	0.00	0.00	7.81	15.63	23.44	476.56	S/L	32.0
273	AUDIT ADJ 3/90	12/31/89	252,000.00	0.00	0.00	244,643.42	7,356.58	252,000.00	0.00	S/L	32.0
274	AUDIT ADJ 3/90	12/31/89	56,915.00	0.00	0.00	56,915.00	0.00	56,915.00	0.00	S/L	32.0
275	TAP FEES	7/31/90	1,000.00	0.00	0.00	263.02	31.25	294.27	705.73	S/L	32.0
276	TAP FEES	8/31/90	1,000.00	0.00	0.00	260.42	31.25	291.67	708.33	S/L	32.0
277	TAP FEES	9/30/90	1,500.00	0.00	0.00	386.76	46.88	433.64	1,066.36	S/L	32.0
278	TAP FEES	10/31/90	2,500.00	0.00	0.00	638.06	78.13	716.19	1,783.81	S/L	32.0
279	TAP FEES	11/30/90	1,000.00	0.00	0.00	252.60	31.25	283.85	716.15	S/L	32.0

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: CIAC - TAP-IN FEES (continued)											
280	TAP FEES	3/14/91	1,000.00	0.00	0.00	244.79	31.25	276.04	723.96	S/L	32 0
281	TAP FEES	4/26/91	2,600.00	0.00	0.00	622.92	81.25	704.17	1,895.83	S/L	32 0
282	TAP FEES	1/04/91	500.00	0.00	0.00	125.04	15.63	140.67	359.33	S/L	32 0
283	TAP FEES	1/11/91	500.00	0.00	0.00	125.04	15.63	140.67	359.33	S/L	32 0
284	TAP FEES	5/15/91	500.00	0.00	0.00	119.83	15.63	135.46	364.54	S/L	32 0
285	TAP FEES	7/02/91	500.00	0.00	0.00	117.22	15.63	132.85	367.15	S/L	32 0
286	TAP FEES	8/16/91	500.00	0.00	0.00	114.62	15.63	130.25	369.75	S/L	32 0
287	TAP FEES	9/24/91	700.00	0.00	0.00	158.63	21.88	180.51	519.49	S/L	32 0
288	TAP FEES	9/24/91	1,800.00	0.00	0.00	407.81	56.25	464.06	1,335.94	S/L	32 0
289	TAP FEES	10/31/91	1,000.00	0.00	0.00	223.96	31.25	255.21	744.79	S/L	32 0
290	TAP FEES	11/30/91	500.00	0.00	0.00	110.71	15.63	126.34	373.66	S/L	32 0
291	TAP FEES	12/31/91	500.00	0.00	0.00	109.41	15.63	125.04	374.96	S/L	32 0
292	TAP FEES	2/28/92	500.00	0.00	0.00	106.80	15.63	122.43	377.57	S/L	32 0
293	TAP FEES	3/31/92	1,000.00	0.00	0.00	210.94	31.25	242.19	757.81	S/L	32 0
294	TAP FEES	4/30/92	500.00	0.00	0.00	104.20	15.63	119.83	380.17	S/L	32 0
295	TAP FEES	5/26/92	500.00	0.00	0.00	102.89	15.63	118.52	381.48	S/L	32 0
296	TAP FEES	6/08/92	500.00	0.00	0.00	102.89	15.63	118.52	381.48	S/L	32 0
297	TAP FEES	7/31/92	2,000.00	0.00	0.00	401.04	62.50	463.54	1,536.46	S/L	32 0
298	TAP FEES	8/31/92	500.00	0.00	0.00	98.99	15.63	114.62	385.38	S/L	32 0
299	TAP FEES	9/30/92	500.00	0.00	0.00	97.69	15.63	113.32	386.68	S/L	32 0
300	TAP FEES	12/31/92	1,500.00	0.00	0.00	281.28	46.88	328.16	1,171.84	S/L	32 0
301	TAP FEES	2/28/93	3,500.00	0.00	0.00	618.68	106.06	724.74	2,775.26	S/L	33 0
302	TAP FEES	3/31/93	1,500.00	0.00	0.00	269.56	46.88	316.44	1,183.56	S/L	32 0
303	TAP FEES	4/30/93	500.00	0.00	0.00	88.57	15.63	104.20	395.80	S/L	32 0
304	TAP FEES	6/30/93	1,000.00	0.00	0.00	171.88	31.25	203.13	796.87	S/L	32 0
305	TAP FEES	8/30/93	500.00	0.00	0.00	83.36	15.63	98.99	401.01	S/L	32 0
306	TAP FEES	9/01/93	500.00	0.00	0.00	83.36	15.63	98.99	401.01	S/L	32 0
307	TAP FEES	9/30/93	500.00	0.00	0.00	82.06	15.63	97.69	402.31	S/L	32 0
308	TAP FEES	10/06/93	500.00	0.00	0.00	82.06	15.63	97.69	402.31	S/L	32 0
309	TAP FEES	10/18/93	500.00	0.00	0.00	80.75	15.63	96.38	403.62	S/L	32 0
310	TAP FEES	10/28/93	500.00	0.00	0.00	80.75	15.63	96.38	403.62	S/L	32 0
311	TAP FEES	11/10/93	1,000.00	0.00	0.00	161.46	31.25	192.71	807.29	S/L	32 0
312	TAP FEES (4)	2/28/94	1,316.00	0.00	0.00	198.79	41.13	239.92	1,076.08	S/L	32 0
313	TAP FEES (4)	4/04/94	1,300.00	0.00	0.00	192.99	40.63	233.62	1,066.38	S/L	32 0
314	TAP FEES (2)	5/09/94	944.00	0.00	0.00	137.67	29.50	167.17	776.83	S/L	32 0
315	TAP FEES	2/15/94	500.00	0.00	0.00	76.84	15.63	92.47	407.53	S/L	32 0
316	TAP FEES	3/15/94	500.00	0.00	0.00	75.54	15.63	91.17	408.83	S/L	32 0
317	TAP FEES	5/15/94	500.00	0.00	0.00	72.94	15.63	88.57	411.43	S/L	32 0
318	TAP FEES	5/15/94	500.00	0.00	0.00	72.94	15.63	88.57	411.43	S/L	32 0
319	TAP FEES (5)	6/30/94	2,500.00	0.00	0.00	351.58	78.13	429.71	2,070.29	S/L	32 0
320	TAP FEES (2)	7/31/94	1,000.00	0.00	0.00	138.02	31.25	169.27	830.73	S/L	32 0
321	TAP FEES	10/31/94	500.00	0.00	0.00	65.12	15.63	80.75	419.25	S/L	32 0
322	TAP FEES (6)	12/15/94	3,000.00	0.00	0.00	382.81	93.75	476.56	2,523.44	S/L	32 0
323	TAP FEES (2)	2/28/95	1,000.00	0.00	0.00	119.79	31.25	151.04	848.96	S/L	32 0
324	TAP FEES (2)	3/31/95	1,000.00	0.00	0.00	117.19	31.25	148.44	851.56	S/L	32 0
325	TAP FEE	8/31/95	500.00	0.00	0.00	52.10	15.63	67.73	432.27	S/L	32 0
326	TAP FEE	9/30/95	500.00	0.00	0.00	50.80	15.63	66.43	433.57	S/L	32 0
327	TAP FEES (2)	11/30/95	1,000.00	0.00	0.00	96.35	31.25	127.60	872.40	S/L	32 0
328	TAP FEES(STATE)	3/31/95	5,000.00	0.00	0.00	585.94	156.25	742.19	4,257.81	S/L	32 0

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: CIAC - TAP-IN FEES (continued)											
329	TAP FEE	1/15/96	500.00	0.00	0.00	46.89	15.63	62.52	437.48	S/L	32.0
330	TAP FEE	2/27/96	500.00	0.00	0.00	44.28	15.63	59.91	440.09	S/L	32.0
331	TAP FEES	1/31/96	1,000.00	0.00	0.00	91.15	31.25	122.40	877.60	S/L	32.0
362	TAP FEES	10/31/98	1,000.00	0.00	0.00	5.21	31.25	36.46	963.54	S/L	32.0
363	TAP FEES	11/30/98	300.00	0.00	0.00	0.78	9.38	10.16	289.84	S/L	32.0
372	1/99 TAP FEES	1/31/99	500.00	0.00c	0.00	0.00	14.32	14.32	485.68	S/L	32.0
373	2/99 TAP FEES	2/28/99	500.00	0.00c	0.00	0.00	13.02	13.02	486.98	S/L	32.0
374	3/99 TAP FEES	3/31/99	1,000.00	0.00c	0.00	0.00	23.44	23.44	976.56	S/L	32.0
375	TAP FEE - VAUGHN	4/01/99	300.00	0.00c	0.00	0.00	7.03	7.03	292.97	S/L	32.0
376	TAP-IN FEE - CLEMENTS	3/22/99	500.00	0.00c	0.00	0.00	11.72	11.72	488.28	S/L	32.0
377	TAP-IN FEE - MARTIN	4/20/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
378	TAP-IN FEE - ANTICOLI	4/21/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
379	TAP-IN FEE - BIGENHO	4/21/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
380	TAP-IN FEE - STARR	4/21/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
381	TAP-IN FEE - BERNFELD	4/24/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
382	TAP-IN FEE - SOLIZ	4/28/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
383	TAP-IN FEE - DELRUE	4/30/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
384	TAP-IN FEE - BEAHM	5/03/99	500.00	0.00c	0.00	0.00	10.42	10.42	489.58	S/L	32.0
385	TAP-IN FEE - SHEPHERD	5/27/99	500.00	0.00c	0.00	0.00	9.11	9.11	490.89	S/L	32.0
386	TAP-IN FEE - TURNER	6/19/99	500.00	0.00c	0.00	0.00	7.81	7.81	492.19	S/L	32.0
CIAC - TAP-IN FEES			392,355.00	0.00c	0.00	312,882.21	9,887.09	322,769.30	69,585.70		
Group: DIST. RESEVOIR/STAND PIPE											
172	1) 10,000G PRESSURE TANK	9/22/89	10,000.00	0.00	0.00	3,083.30	333.33	3,416.63	6,583.37	S/L	30.0
173	1) 13000G STORAGE TANK	9/22/89	2,000.00	0.00	0.00	616.70	66.67	683.37	1,316.63	S/L	30.0
174	1) 10000G PRESSURE TANK	9/22/89	2,700.00	0.00	0.00	832.50	90.00	922.50	1,777.50	S/L	30.0
175	18,500' 2" PVC PIPE	9/22/89	5,784.00	0.00	0.00	1,783.40	192.80	1,976.20	3,807.80	S/L	30.0
176	3000' 3" GALV. PIPE	9/22/89	618.00	0.00	0.00	190.55	20.60	211.15	406.85	S/L	30.0
177	16,175' 4" PVC PIPE	9/22/89	8,755.00	0.00	0.00	2,699.43	291.83	2,991.26	5,763.74	S/L	30.0
178	800' 6" PVC PIPE	9/22/89	1,077.00	0.00	0.00	332.08	35.90	367.98	709.02	S/L	30.0
179	6800' 6" AC PIPE	9/22/89	1,836.00	0.00	0.00	566.10	61.20	627.30	1,208.70	S/L	30.0
180	2,075' 2" PVC PIPE	9/22/89	1,035.27	0.00	0.00	768.91	34.51	803.42	231.85	S/L	30.0
181	23,130 4" PVC PIPE	9/22/89	17,311.00	0.00	0.00	12,469.02	577.03	13,046.05	4,264.95	S/L	30.0
182	4,250' 6" AC PIPE	9/22/89	1,077.00	0.00	0.00	781.77	35.90	817.67	259.33	S/L	30.0
183	BLOW PIPE VALVE CHG OUT	5/04/90	160.38	0.00	0.00	34.75	4.01	38.76	121.62	S/L	40.0
184	2" GALV. PIPE	11/15/90	774.30	0.00	0.00	158.11	19.36	177.47	596.83	S/L	40.0
185	10,000G PRESS TANK	8/08/90	23,126.72	0.00	0.00	4,866.26	578.17	5,444.43	17,682.29	S/L	40.0
186	AUDIT ADJ 3/90	12/31/89	30,441.73	0.00	0.00	15,367.66	922.48	16,290.14	14,151.59	S/L	33.0
187	2" PVC PIPE	5/16/91	250.00	0.00	0.00	57.48	7.58	65.06	184.94	S/L	33.0
188	PIPE-LINE EXT.(20.17)	4/01/91	385.00	0.00	0.00	90.44	11.67	102.11	282.89	S/L	33.0
189	2" PIPE(20.22)	5/26/92	495.00	0.00	0.00	98.75	15.00	113.75	381.25	S/L	33.0
190	LINES (20.26)	12/31/92	425.00	0.00	0.00	77.28	12.88	90.16	334.84	S/L	33.0
191	2" LINE EXT 300(20.27)	2/17/93	1,897.30	0.00	0.00	335.36	57.49	392.85	1,504.45	S/L	33.0
192	4" PVC 110(20.28)	2/17/93	610.35	0.00	0.00	107.91	18.50	126.41	483.94	S/L	33.0
193	550' LINE EXT(20.29)	3/12/93	1,925.00	0.00	0.00	340.26	58.33	398.59	1,526.41	S/L	33.0
194	WATER TANK PAINTED	7/18/94	1,225.00	0.00	0.00	163.95	37.12	201.07	1,023.93	S/L	33.0
195	PAINT TANKS & BUILDINGS	8/31/94	3,740.00	0.00	0.00	491.10	113.33	604.43	3,135.57	S/L	33.0

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: DIST. RESEVOIR/STAND PIPE (continued)											
196	1400' 4" PIPE	9/22/89	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.0
197	NEW LINE MGN	1/08/90	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.0
355	10000 GAL STORAGE TANK	11/13/98	17,384.35	0.00	0.00	96.58	579.48	676.06	16,708.29	S/L	30.0
356	CONCRETE WORK	11/20/98	1,600.00	0.00	0.00	4.44	53.33	57.77	1,542.23	S/L	30.0
357	STORAGE TANK	11/30/98	11,190.00	0.00	0.00	31.08	373.00	404.08	10,785.92	S/L	30.0
358	CASCARD AERATOR	12/01/98	6,312.30	0.00	0.00	30.94	371.31	402.25	5,910.05	S/L	17.0
402	POWERSOURCE	4/08/99	225.27	0.00	0.00	0.00	5.12	5.12	220.15	S/L	33.0
DIST. RESEVOIR/STAND PIPE			154,360.97	0.00c	0.00	46,476.11	4,977.93	51,454.04	102,906.93		
Group: LAND											
92	LOT 16 - BLOCK 24	9/22/89	2,000.00	0.00	0.00	0.00	0.00	0.00	2,000.00	Memo	0.0
93	LOT 5 - BLOCK 14	9/22/89	7,800.00	0.00	0.00	0.00	0.00	0.00	7,800.00	Memo	0.0
94	1 ACRE LOT	9/22/89	50.00	0.00	0.00	0.00	0.00	0.00	50.00	Memo	0.0
95	LAND IMPROVEMENT	9/22/89	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.0
96	LOTS 1-16,49-54, SEB LKS	1/23/98	4,800.00	0.00	0.00	0.00	0.00	0.00	4,800.00	Land	0.0
LAND			14,650.00	0.00c	0.00	0.00	0.00	0.00	14,650.00		
Group: METERS & METER INSTALL.											
13	CHANGE OUTS (21 UNITS)	5/04/90	1,477.32	0.00	0.00	320.06	36.93	356.99	1,120.33	S/L	40.0
15	METER INSTALL (3 UNITS)	5/04/90	380.67	0.00	0.00	82.50	9.52	92.02	288.65	S/L	40.0
16	METER CHG-OUT - DC	7/10/90	196.04	0.00	0.00	41.65	4.90	46.55	149.49	S/L	40.0
17	METER CHG-OUT - SCE	7/10/90	546.84	0.00	0.00	116.20	13.67	129.87	416.97	S/L	40.0
18	METER - SCE	8/31/90	161.18	0.00	0.00	33.58	4.03	37.61	123.57	S/L	40.0
19	METER - DC	8/31/90	718.82	0.00	0.00	149.75	17.97	167.72	551.10	S/L	40.0
20	METER - DC	10/17/90	857.64	0.00	0.00	175.09	21.44	196.53	661.11	S/L	40.0
21	METER - SCE	10/17/90	392.44	0.00	0.00	80.12	9.81	89.93	302.51	S/L	40.0
22	METERS(20.14)	5/04/90	789.94	0.00	0.00	402.74	46.47	449.21	340.73	S/L	17.0
23	METERS(20.15)	8/31/90	79.68	0.00	0.00	39.08	4.69	43.77	35.91	S/L	17.0
24	3 2" METER	2/05/90	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.0
25	METER INSTALL/CHG-OUT	1/25/91	2,525.90	0.00	0.00	1,176.26	148.58	1,324.84	1,201.06	S/L	17.0
26	METER INSTALL/CHG-OUT	1/25/91	671.07	0.00	0.00	312.48	39.47	351.95	319.12	S/L	17.0
27	METER CHG-OUT/INSTALL	4/22/91	1,903.79	0.00	0.00	858.59	111.99	970.58	933.21	S/L	17.0
28	METER INSTALL	4/22/91	310.00	0.00	0.00	139.84	18.24	158.08	151.92	S/L	17.0
29	METER(20.16)	5/02/91	165.00	0.00	0.00	74.44	9.71	84.15	80.85	S/L	17.0
30	METER CHG-OUT	5/31/91	709.82	0.00	0.00	316.61	41.75	358.36	351.46	S/L	17.0
31	METER(20.19)	2/12/91	138.43	0.00	0.00	64.44	8.14	72.58	65.85	S/L	17.0
32	METER(20.20)	10/22/91	120.28	0.00	0.00	50.74	7.08	57.82	62.46	S/L	17.0
33	METER(20.21)	10/22/91	183.52	0.00	0.00	77.40	10.80	88.20	95.32	S/L	17.0
34	METER CHG OUT	10/22/91	1,400.01	0.00	0.00	590.18	82.35	672.53	727.48	S/L	17.0
35	METER CHG OUT	10/22/91	56.62	0.00	0.00	23.87	3.33	27.20	29.42	S/L	17.0
36	METER CHG OUT	12/31/91	1,275.86	0.00	0.00	525.35	75.05	600.40	675.46	S/L	17.0
37	METER CHG OUT	12/31/91	615.42	0.00	0.00	253.40	36.20	289.60	325.82	S/L	17.0
38	METER CHG OUT - SCE	4/20/92	238.57	0.00	0.00	93.54	14.03	107.57	131.00	S/L	17.0
39	METER CHG OUT -DC	4/20/92	714.82	0.00	0.00	280.33	42.05	322.38	392.44	S/L	17.0
40	METER INSTALL (20.24)	7/22/92	512.00	0.00	0.00	193.27	30.12	223.39	288.61	S/L	17.0
41	METER INSTALL	7/27/92	80.00	0.00	0.00	30.22	4.71	34.93	45.07	S/L	17.0

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: METERS & METER INSTALL. (continued)											
42	METER INSTALL.	7/27/92	1,358.36	0.00	0.00	512.69	79.90	592.59	765.77	S/L	17.0
43	METER INSTALL (20 25)	7/27/92	120.00	0.00	0.00	45.30	7.06	52.36	67.64	S/L	17.0
44	METER CHG OUT/INSTALL	10/29/92	370.21	0.00	0.00	134.31	21.78	156.09	214.12	S/L	17.0
45	METER CHG OUT/INSTALL	10/29/92	183.23	0.00	0.00	66.48	10.78	77.26	105.97	S/L	17.0
46	METER CHG OUT/INSTALL	2/15/94	50.00	0.00	0.00	14.46	2.94	17.40	32.60	S/L	17.0
47	METER CHG OUT/INSTALL (3)	3/14/94	150.00	0.00	0.00	42.63	8.82	51.45	98.55	S/L	17.0
48	METER CHG OUT/INSTALL (3)	6/07/94	150.00	0.00	0.00	40.43	8.82	49.25	100.75	S/L	17.0
49	2 TURBINE METERS	7/29/94	1,340.00	0.00	0.00	348.12	78.82	426.94	913.06	S/L	17.0
50	METER INSTALL	8/11/94	100.00	0.00	0.00	25.97	5.88	31.85	68.15	S/L	17.0
51	METERS	9/23/94	710.48	0.00	0.00	177.61	41.79	219.40	491.08	S/L	17.0
52	METERS	11/23/94	822.15	0.00	0.00	197.47	48.36	245.83	576.32	S/L	17.0
53	METERS	2/16/95	576.41	0.00	0.00	129.99	33.91	163.90	412.51	S/L	17.0
54	METERS	3/24/95	636.01	0.00	0.00	140.29	37.41	177.70	458.31	S/L	17.0
98	209) METERED SERVICES	9/22/89	6,300.00	0.00	0.00	1,942.50	210.00	2,152.50	4,147.50	S/L	30.0
99	287) METERED SERVICES	9/22/89	10,000.00	0.00	0.00	3,083.30	333.33	3,416.63	6,583.37	S/L	30.0
100	NEW INSTALLS	10/30/89	188.40	0.00	0.00	57.57	6.28	63.85	124.55	S/L	30.0
101	NEW INSTALLS	10/30/89	188.40	0.00	0.00	57.57	6.28	63.85	124.55	S/L	30.0
102	CHANGE OUTS	10/30/89	125.40	0.00	0.00	38.32	4.18	42.50	82.90	S/L	30.0
103	CHANGE OUTS	10/30/89	250.80	0.00	0.00	76.63	8.36	84.99	165.81	S/L	30.0
104	CHANGE OUT - DESOTO	1/01/90	1,548.77	0.00	0.00	348.48	38.72	387.20	1,161.57	S/L	40.0
105	CHANGE OUT - SCE	1/01/90	2,362.98	0.00	0.00	531.63	59.07	590.70	1,772.28	S/L	40.0
106	METER CHANGE OUT - DESOT	2/01/90	1,347.23	0.00	0.00	300.31	33.68	333.99	1,013.24	S/L	40.0
107	METER CHANGE OUT - SCE	2/01/90	113.84	0.00	0.00	25.41	2.85	28.26	85.58	S/L	40.0
108	AUDIT ADJ 3/90	12/31/89	5,021.00	0.00	0.00	5,021.00	0.00	5,021.00	0.00	S/L	17.0
109	AUDIT ADJ 3/90	12/31/89	15,391.00	0.00	0.00	15,391.00	0.00	15,391.00	0.00	S/L	17.0
110	CHANGE OUTS (1) SCE	5/04/90	56.92	0.00	0.00	12.31	1.42	13.73	43.19	S/L	40.0
359	1998 ADDITIONS	12/31/98	3,056.25	0.00	0.00	0.00	179.78	179.78	2,876.47	S/L	17.0
404	METERS	8/11/99	2,835.50	0.00c	0.00	0.00	69.50	69.50	2,766.00	S/L	17.0
METERS & METER INSTALL.			72,575.02	0.00c	0.00	35,263.51	2,192.75	37,456.26	35,118.76		

Group: OFFICE FURNITURE/EQUIPMT

205	AIR-CONDITIONER	5/20/92	264.29	0.00	0.00	116.00	13.21	129.21	135.08	S/L	15.0
206	CANON NP1020 COPIER	8/12/92	1,385.65	0.00	0.00	592.77	92.38	685.15	700.50	S/L	15.0
207	SC-TYPEWRITER	9/30/94	25.00	0.00	0.00	7.10	1.25	8.35	16.65	S/L	15.0
208	TYPEWRITER	9/30/94	50.00	0.00	0.00	14.15	2.50	16.65	33.35	S/L	15.0
209	CANON COPIER	9/30/94	100.00	0.00	0.00	28.35	5.00	33.35	66.65	S/L	15.0
210	ALARM SYSTEM	12/01/94	240.00	0.00	0.00	65.33	12.00	77.33	162.67	S/L	15.0
211	WORD PROCESSOR	5/26/95	158.23	0.00	0.00	37.80	10.55	48.35	109.88	S/L	15.0
212	FAX MACHINE	5/09/96	508.78	0.00	0.00	90.45	33.92	124.37	384.41	S/L	15.0
213	MOBILE PHONE	5/28/96	202.21	0.00	0.00	34.82	10.11	44.93	157.28	S/L	15.0
214	GATEWAY COMPUTER	12/31/96	2,536.58	0.00	0.00	338.22	169.11	507.33	2,029.25	S/L	15.0
215	HP LASER PRINTER	1/10/97	423.99	0.00	0.00	56.54	28.27	84.81	339.18	S/L	15.0
216	A/C UNIT	6/13/97	2,052.63	0.00	0.00	216.66	102.63	319.29	1,733.34	S/L	15.0
353	PAYMENT DROP BOX	8/11/98	485.00	0.00	0.00	20.21	48.50	68.71	416.29	S/L	10.0
354	BILLING SOFTWARE	11/20/98	1,650.00	0.00	0.00	45.83	550.00	595.83	1,054.17	S/L	3.0

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: OFFICE FURNITURE/EQUIPMT (continued)											
	OFFICE FURNITURE/EQUIPMT		10,082.36	0.00c	0.00	1,664.23	1,079.43	2,743.66	7,338.70		
	*Less: Dispositions		2,934.13	0.00	0.00	482.41	0.00	629.11	2,305.02		
	Net OFFICE FURNITURE/EQUIPMT		7,148.23	0.00c	0.00	1,181.82	1,079.43	2,114.55	5,033.68		
Group: OTHER TANGIBLE EQUIPMENT											
218	AUDIT ADJ 3/90	12/31/89	2,218.00	0.00	0.00	2,051.64	166.36	2,218.00	0.00	S/L	10.0
219	AUDIT ADJ 3/90	12/31/89	1,212.00	0.00	0.00	1,127.16	84.84	1,212.00	0.00	S/L	10.0
220 *	CHAIN SAW, WEEDEATER	4/02/93	511.46	0.00	0.00	294.11	38.36	332.47	178.99	S/L	10.0
221 *	PIPE, CABLE LOCATOR	3/02/94	538.00	0.00	0.00	260.03	40.35	300.38	237.62	S/L	10.0
222 *	TRENCHER	12/09/97	750.00	0.00	0.00	81.25	56.25	137.50	612.50	S/L	10.0
	OTHER TANGIBLE EQUIPMENT		5,229.46	0.00c	0.00	3,814.19	386.16	4,200.35	1,029.11		
	*Less: Dispositions		1,799.46	0.00	0.00	635.39	0.00	770.35	1,029.11		
	Net OTHER TANGIBLE EQUIPMENT		3,430.00	0.00c	0.00	3,178.80	386.16	3,430.00	0.00		
Group: POWER OPERATED EQUIPMENT											
339	MOWER	6/30/98	5,287.15	0.00	0.00	176.24	352.48	528.72	4,758.43	S/L	15.0
340	WEEDEATER	8/06/98	379.76	0.00	0.00	10.55	25.32	35.87	343.89	S/L	15.0
342	AIR COMPRESSOR	12/17/98	500.00	0.00	0.00	0.00	33.33	33.33	466.67	S/L	15.0
	POWER OPERATED EQUIPMENT		6,166.91	0.00c	0.00	186.79	411.13	597.92	5,568.99		
Group: PUMPING EQUIPMENT											
9 *	TAPPING MACHINE	9/30/94	50.00	0.00	0.00	7.86	1.39	9.25	40.75	S/L	27.0
10 *	PUMP	12/27/94	209.72	0.00	0.00	31.08	5.83	36.91	172.81	S/L	27.0
11 *	AIR COMPRESSOR	11/03/97	319.89	0.00	0.00	13.82	8.89	22.71	297.18	S/L	27.0
84	2) 15HP PUMPS & CONTROLS	9/22/89	1,000.00	0.00	0.00	308.30	33.33	341.63	658.37	S/L	30.0
85	AUDIT ADJ 3/90	12/31/89	15,000.00	0.00	0.00	6,113.53	555.56	6,669.09	8,330.91	S/L	27.0
86	AUDIT ADJ 3/90	12/31/89	5,642.00	0.00	0.00	4,675.22	208.96	4,884.18	757.82	S/L	27.0
87 *	2 HP PUMP INSTALL	7/16/92	496.04	0.00	0.00	117.87	13.78	131.65	364.39	S/L	27.0
88	GOULDS PUMP MODEL 225H20	10/20/93	4,575.14	0.00	0.00	875.49	169.45	1,044.94	3,530.20	S/L	27.0
89	GENERATOR AT DC	4/18/94	22,642.54	0.00	0.00	3,913.52	838.61	4,752.13	17,890.41	S/L	27.0
90	GENERATOR AT SCE	5/03/94	28,335.50	0.00	0.00	4,897.48	1,049.46	5,946.94	22,388.56	S/L	27.0
91 *	JHIG PUMP	9/30/94	524.15	0.00	0.00	82.49	14.56	97.05	427.10	S/L	27.0
349	PUMP AT SCE	5/14/98	450.00	0.00	0.00	17.65	26.47	44.12	405.88	S/L	17.0
350	CHECK VALVES	9/04/98	607.08	0.00	0.00	11.90	35.71	47.61	559.47	S/L	17.0
351	ELECTRICAL WORK, SEB LKS	10/22/98	10,845.14	0.00	0.00	106.32	637.95	744.27	10,100.87	S/L	17.0
352	PUMPS, SEB LKS	9/25/98	21,005.70	0.00	0.00	308.91	1,235.63	1,544.54	19,461.16	S/L	17.0
368	PUMPING EQUIPMENT, SEB LK	2/21/99	11,812.25	0.00c	0.00	0.00	364.58	364.58	11,447.67	S/L	27.0
	PUMPING EQUIPMENT		123,515.15	0.00c	0.00	21,481.44	5,200.16	26,681.60	96,833.55		
	*Less: Dispositions		1,599.80	0.00	0.00	253.12	0.00	297.57	1,302.23		
	Net PUMPING EQUIPMENT		121,915.35	0.00c	0.00	21,228.32	5,200.16	26,384.03	95,531.32		

Tax Asset Detail 1/01/99 - 12/31/99

Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: SERVICES											
132	AUDIT ADJ 3/90	12/31/89	9,723.00	0.00	0.00	4,972.55	277.80	5,250.35	4,472.65	S/L	35.0
133	AUDIT ADJ 3/90	12/31/89	10,879.00	0.00	0.00	3,926.04	310.83	4,236.87	6,642.13	S/L	35.0
134	METER INSTALL(333)	8/31/90	540.00	0.00	0.00	112.50	13.50	126.00	414.00	S/L	40.0
135	METER INSTALL-DC	10/17/90	700.00	0.00	0.00	142.92	17.50	160.42	539.58	S/L	40.0
136	METER INSTALL-SCE	10/17/90	240.00	0.00	0.00	49.00	6.00	55.00	185.00	S/L	40.0
137	METER INSTALL-DC	12/31/91	580.00	0.00	0.00	101.50	14.50	116.00	464.00	S/L	40.0
138	METER INSTALL-SCE	12/31/91	240.00	0.00	0.00	42.00	6.00	48.00	192.00	S/L	40.0
139	PIPE INSTALL(20.23)	6/03/92	205.10	0.00	0.00	33.77	5.13	38.90	166.20	S/L	40.0
140	SERVICE CONNECTION	5/27/93	200.00	0.00	0.00	27.92	5.00	32.92	167.08	S/L	40.0
141	SERVICE CONNECTION	5/21/93	150.00	0.00	0.00	20.94	3.75	24.69	125.31	S/L	40.0
142	SERVICE CONNECTION	2/28/94	1,684.00	0.00	0.00	203.48	42.10	245.58	1,438.42	S/L	40.0
143	SERVICE CONNECTION (4)	5/09/94	4,506.00	0.00	0.00	525.70	112.65	638.35	3,867.65	S/L	40.0
144	SERVICE CONNECTION (2)	4/04/94	35,600.00	0.00	0.00	4,227.50	890.00	5,117.50	30,482.50	S/L	40.0
145	SERVICE CONNECTION (1)	2/15/94	100.00	0.00	0.00	12.29	2.50	14.79	85.21	S/L	40.0
146	SERVICE CONNECTION (5)	3/14/94	500.00	0.00	0.00	60.42	12.50	72.92	427.08	S/L	40.0
147	VALVE REPLACEMENT	3/14/94	240.00	0.00	0.00	29.00	6.00	35.00	205.00	S/L	40.0
148	SERVICE CONNECTION (2)	3/25/94	760.00	0.00	0.00	90.25	19.00	109.25	650.75	S/L	40.0
149	SERVICE CONNECTION (3)	4/14/94	300.00	0.00	0.00	35.63	7.50	43.13	256.87	S/L	40.0
150	(4)SERVICE CONNECTION(20.3	4/22/94	8,675.00	0.00	0.00	1,012.10	216.88	1,228.98	7,446.02	S/L	40.0
151	SERVICE CONNECTION (1)	6/07/94	100.00	0.00	0.00	11.46	2.50	13.96	86.04	S/L	40.0
152	SERVICE CONNECTIONS (5)	7/01/94	500.00	0.00	0.00	56.25	12.50	68.75	431.25	S/L	40.0
153	CONSULTING AT DC AND SCE	7/14/94	300.00	0.00	0.00	33.75	7.50	41.25	258.75	S/L	40.0
154	WATER LINES INSTALLED	7/01/94	570.00	0.00	0.00	64.13	14.25	78.38	491.62	S/L	40.0
155	SERVICE CONNECTION (2)	8/11/94	200.00	0.00	0.00	22.08	5.00	27.08	172.92	S/L	40.0
156	SERVICE CONNECTIONS (5)	12/16/94	500.00	0.00	0.00	50.00	12.50	62.50	437.50	S/L	40.0
157	SERVICE CONNECTIONS	10/21/94	750.00	0.00	0.00	97.67	23.44	121.11	628.89	S/L	32.0
158	SERVICE CONNECTIONS	11/01/94	200.00	0.00	0.00	26.04	6.25	32.29	167.71	S/L	32.0
348	JACK/BORE UNDER CR 17	1/23/98	446.77	0.00	0.00	11.70	12.76	24.46	422.31	S/L	35.0
396	E R-SOMERS	4/06/99	440.19	0.00c	0.00	0.00	8.25	8.25	431.94	S/L	40.0
SERVICES			79,829.06	0.00c	0.00	15,998.59	2,074.09	18,072.68	61,756.38		
Group: SOURCE OF SUPPLY PLANT											
82	AUDIT ADJ 3/90	12/31/89	12,000.00	0.00	0.00	4,085.15	375.00	4,460.15	7,539.85	S/L	32.0
SOURCE OF SUPPLY PLANT			12,000.00	0.00c	0.00	4,085.15	375.00	4,460.15	7,539.85		
Group: STRUCTURES & IMPROVEMENTS											
111	1) BLDG 15' X 15' APPROX	9/22/89	500.00	0.00	0.00	154.20	16.67	170.87	329.13	S/L	30.0
112	1) BLDG 15'X15' (APPROX)	9/22/89	300.00	0.00	0.00	92.50	10.00	102.50	197.50	S/L	30.0
113	NEW ROOF - PUMP (SCE)	10/20/89	4,400.00	0.00	0.00	2,016.67	220.00	2,236.67	2,163.33	S/L	20.0
114	FENCE	12/18/89	2,340.00	0.00	0.00	1,053.00	117.00	1,170.00	1,170.00	S/L	20.0
115	FENCE - SCE	3/27/90	2,140.00	0.00	0.00	936.25	107.00	1,043.25	1,096.75	S/L	20.0
116	SIDEWALKS	5/15/90	350.00	0.00	0.00	151.67	17.50	169.17	180.83	S/L	20.0
117	SPRINKLER SYS. DESOTO	5/07/90	245.27	0.00	0.00	106.26	12.26	118.52	126.75	S/L	20.0
118	SPRINKLER SYS. SCE	5/07/90	245.27	0.00	0.00	106.26	12.26	118.52	126.75	S/L	20.0
119	IRRIGATION SYS. DESOTO	5/18/90	235.00	0.00	0.00	100.85	11.75	112.60	122.40	S/L	20.0
120	CONCRETE IMPROVMT	8/17/90	1,257.00	0.00	0.00	523.75	62.85	586.60	670.40	S/L	20.0

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Tax Asset Detail 1/01/99 - 12/31/99

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Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: STRUCTURES & IMPROVEMENTS (continued)											
121	PIPE REMOVE/REPLACEMT	8/24/90	540.00	0.00	0.00	225.00	27.00	252.00	288.00	S/L	20.0
122	MISC. INSTALL/STRUCT.	11/21/90	7,954.97	0.00	0.00	3,215.15	397.75	3,612.90	4,342.07	S/L	20.0
123	AUDIT ADJ 3/90	12/31/89	49,988.00	0.00	0.00	19,621.93	1,785.29	21,407.22	28,580.78	S/L	28.0
124	AUDIT ADJ 3/90	12/31/89	6,395.00	0.00	0.00	4,047.15	228.39	4,275.54	2,119.46	S/L	28.0
125	IRRIGATION-SCE	12/06/90	171.97	0.00	0.00	49.63	6.14	55.77	116.20	S/L	28.0
126	WATER PUMP & IMPROVEMEN	5/02/91	1,096.75	0.00	0.00	300.30	39.17	339.47	757.28	S/L	28.0
127	JACK & BORE 42x2-1/8(20.30)	2/12/93	850.00	0.00	0.00	179.63	30.36	209.99	640.01	S/L	28.0
128	DOORS FOR WATER PLANT AT	2/14/94	859.12	0.00	0.00	150.85	30.68	181.53	677.59	S/L	28.0
129	JACK/BORE/PIPES(20.37)	3/31/95	35,230.00	0.00	0.00	4,718.29	1,258.21	5,976.50	29,253.50	S/L	28.0
130	LINES/VALVES/INSTALL(20.37)	3/31/95	5,640.00	0.00	0.00	755.36	201.43	956.79	4,683.21	S/L	28.0
347	LAND CLEARING/BUILDING	12/31/98	11,815.81	0.00	0.00	0.00	295.40	295.40	11,520.41	S/L	40.0
364	FENCE	2/26/99	2,700.00	0.00c	0.00	0.00	80.36	80.36	2,619.64	S/L	28.0
365	LIGHT/POLE AT SL	3/08/99	730.19	0.00c	0.00	0.00	21.73	21.73	708.46	S/L	28.0
366	CONCRETE WORK, SEBRINGS	3/13/99	2,129.63	0.00c	0.00	0.00	63.38	63.38	2,066.25	S/L	28.0
367	LANDSCAPING AT SEBRING LA	1/12/99	5,118.88	0.00c	0.00	0.00	182.82	182.82	4,936.06	S/L	28.0
394	BUILDING AT SEBRING LAKES	6/03/99	12,158.99	0.00c	0.00	0.00	253.31	253.31	11,905.68	S/L	28.0
398	IRRIGATION SYSTEM, SL	4/05/99	1,700.00	0.00c	0.00	0.00	45.54	45.54	1,654.46	S/L	28.0
399	SECURITY SYSTEM	5/12/99	302.82	0.00c	0.00	0.00	7.21	7.21	295.61	S/L	28.0
STRUCTURES & IMPROVEMENTS			157,394.67	0.00c	0.00	38,504.70	5,541.46	44,046.16	113,348.51		
Group: TOOLS/SHOP/GARAGE EQUIPME											
338	DRILL	11/24/98	242.74	0.00	0.00	1.35	12.14	13.49	229.25	S/L	15.0
371	AIR COMPRESSOR	3/17/99	245.03	0.00c	0.00	0.00	12.25	12.25	232.78	S/L	15.0
TOOLS/SHOP/GARAGE EQUIPME			487.77	0.00c	0.00	1.35	24.39	25.74	462.03		
*Less: Dispositions			242.74	0.00	0.00	1.35	0.00	13.49	229.25		
Net TOOLS/SHOP/GARAGE EQUIPME			245.03	0.00c	0.00	0.00	24.39	12.25	232.78		
Group: TRANSMISSION/DIST. MAINS											
163	AUDIT ADJ 3/90	12/31/89	13,219.00	0.00	0.00	13,219.00	0.00	13,219.00	0.00	S/L	40.0
164	AUDIT ADJ 3/90	12/31/89	116,200.00	0.00	0.00	41,158.24	2,905.00	44,063.24	72,136.76	S/L	40.0
165	AUDIT ADJ 3/90	12/31/89	179,788.00	0.00	0.00	96,295.11	4,494.70	100,789.81	78,998.19	S/L	40.0
166	4" MAIN LINE	5/04/90	89.22	0.00	0.00	19.33	2.23	21.56	67.66	S/L	40.0
167	MAIN ZUBERSKEY(20.18)	5/28/91	1,839.65	0.00	0.00	348.76	45.99	394.75	1,444.90	S/L	40.0
168	MAIN	6/14/91	306.00	0.00	0.00	58.01	7.65	65.66	240.34	S/L	40.0
169	MAIN	7/12/91	1,056.57	0.00	0.00	198.08	26.41	224.49	832.08	S/L	40.0
170	4" WATER LINE	2/01/90	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.0
171	DESOTO CITY WATER SYSTEM	9/30/97	109,509.27	0.00	0.00	4,888.81	3,911.05	8,799.86	100,709.41	S/L	28.0
332	SAM WALKER TREE SERVICE	10/27/98	1,200.00	0.00	0.00	6.06	36.36	42.42	1,157.58	S/L	33.0
333	COMMEBY POIRE, JACK & BO	11/20/98	13,726.00	0.00	0.00	34.66	415.94	450.60	13,275.40	S/L	33.0
334	PVC PIPE/HTINGS	11/24/98	25,501.63	0.00	0.00	53.13	637.54	690.67	24,810.96	S/L	40.0
335	PUGH UTILITIES	11/30/98	3,375.00	0.00	0.00	7.03	84.38	91.41	3,283.59	S/L	40.0
336	JAHNA CONCRETE	11/30/98	184.58	0.00	0.00	0.44	5.27	5.71	178.87	S/L	35.0
337	EXCAVATION POINT	12/28/98	37,065.00	0.00	0.00	0.00	1,059.00	1,059.00	36,006.00	S/L	35.0
395	WATER DISTRIBUTION SYSTE	6/25/99	32,859.94	0.00c	0.00	0.00	469.43	469.43	32,390.51	S/L	35.0
400	SURVEYING	6/15/99	425.00	0.00c	0.00	0.00	7.08	7.08	417.92	S/L	35.0

Tax Asset Detail 1/01/99 - 12/31/99

Asset	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Salvage Value	Prior Deprec	Current Deprec	End Depreciation	Net Book Value	Method	Period
Group: TRANSMISSION/DIST. MAINS (continued)											
401	WATER LINE	6/24/99	1,580.00	0.00c	0.00	0.00	22.57	22.57	1,557.43	S/L	35.0
403	SOD ON RIGHT OF WAY	7/19/99	815.00	0.00c	0.00	0.00	9.70	9.70	805.30	S/L	35.0
	TRANSMISSION/DIST. MAINS		538,739.86	0.00c	0.00	156,286.66	14,140.30	170,426.96	368,312.90		
Group: TRANSPORTATION EQUIPMENT											
204	TOYOTA	9/30/97	9,043.82	0.00	0.00	2,713.14	904.38	3,617.52	5,426.30	S/L	5.0
345	99 TOYOTA	10/30/98	22,434.47	0.00	0.00	623.18	2,492.72	3,115.90	19,318.57	S/L	6.0
346	UTILITY TRAILER	12/28/98	600.00	0.00	0.00	0.00	75.00	75.00	525.00	S/L	6.0
	TRANSPORTATION EQUIPMENT		32,078.29	0.00c	0.00	3,336.32	3,472.10	6,808.42	25,269.87		
	Less: Dispositions		32,078.29	0.00	0.00	3,336.32	0.00	6,808.42	25,269.87		
	Net TRANSPORTATION EQUIPMENT		0.00	0.00c	0.00	0.00	3,472.10	0.00	0.00		
Group: WATER TREATMENT EQUIPMENT											
198	CHLORINATION	11/13/89	3,889.46	0.00	0.00	1,188.46	129.65	1,318.11	2,571.35	S/L	30.0
199	CHLORINATION	11/13/89	3,842.74	0.00	0.00	1,174.16	128.09	1,302.25	2,540.49	S/L	30.0
200	AUDIT ADJ 3/90	12/31/89	613.54	0.00	0.00	409.66	36.09	445.75	167.79	S/L	17.0
201	AUDIT ADJ 3/90	12/31/89	165.26	0.00	0.00	118.96	9.72	128.68	36.58	S/L	17.0
344	CHLORINE INJECTOR	5/30/98	200.00	0.00	0.00	16.67	28.57	45.24	154.76	S/L	7.0
370	CHLORINATION EQPT AT SL	3/13/99	4,924.50	0.00c	0.00	0.00	136.79	136.79	4,787.71	S/L	30.0
	WATER TREATMENT EQUIPMENT		13,635.50	0.00c	0.00	2,907.91	468.91	3,376.82	10,258.68		
Group: WELLS & SPRINGS											
1	2) 8" WELLS - 1500'	9/22/89	25,000.00	0.00	0.00	7,708.30	833.33	8,541.63	16,458.37	S/L	30.0
2	1) 4" WELL 120'/1 1/2HP	9/22/89	500.00	0.00	0.00	154.20	16.67	170.87	329.13	S/L	30.0
3	1) 12" WELL 1200'/25HP	9/22/89	10,000.00	0.00	0.00	3,083.30	333.33	3,416.63	6,583.37	S/L	30.0
4	AUDIT ADJ 3/90	12/31/89	202,072.00	0.00	0.00	89,342.53	7,484.15	96,826.68	105,245.32	S/L	27.0
5	AUDIT ADJ 3/90	12/31/89	20,136.00	0.00	0.00	20,136.00	0.00	20,136.00	0.00	S/L	27.0
343	WELL DRILLING	10/22/98	42,040.00	0.00	0.00	259.51	1,557.04	1,816.55	40,223.45	S/L	27.0
	WELLS & SPRINGS		299,748.00	0.00c	0.00	120,683.84	10,224.52	130,908.36	168,839.64		
	Grand Total		2,825,012.27	0.00c	0.00	933,330.67	91,897.67	1,025,228.34	1,799,783.93		
	Less: Dispositions		38,654.42	0.00	0.00	4,708.59	0.00	8,518.94	30,135.48		
	Net Grand Total		2,786,357.85	0.00c	0.00	928,622.08	91,897.67	1,016,709.40	1,769,648.45		

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

DESCRIPTION OF TERRITORY SERVED

The following is a description of the area presently served by Sebring Country Estates Water Company - Sebring Country Estates Water System. The service area includes all of GRAND PRIX HEIGHTS SUBDIVISION, the area lying between GRAND PRIX HEIGHTS SUBDIVISION and U.S. Highway 27, the westerly one-half of the North frontage of Grand Prix Drive, and approximately one-half of Sebring Country Estates Subdivision, all being more specifically described as follows:

Commence at the Northeast corner of Section 22, Township 34 South, Range 28 East as a point of reference; thence traverse South 0°04'59" West, along the East line of said Section 22, 663.93 feet to a Point of Beginning, said point being the intersection of the centerline of Peugeot Street with the East line of said Section 22; thence South 89°52'50" West, along the centerline of Peugeot Street, 2,491.83 feet to its intersection with Porsche Avenue; thence South 0°03'03" East, along the centerline of said Porsche Avenue, 1,574.96 feet to its intersection with Alpine Street; thence North 89°56'57" East, 50.00 feet to a point; thence continue along the arc of a curve to the right with a radius of 1,225.00 feet, arc length of 622.07 feet and a degree of curvature of 29°05'44" to the intersection of the centerline of Grand Prix Drive; thence continue Southwestly along the arc of a curve to the left with a radius of 886.86 feet, an arc length of 233.92 feet, and a degree of curvature of 15°06'44", to a point; thence continue South 0°03'03" East, 469.21 feet to the intersection of the centerline of Mercedes Street; thence North 89°56'57" East, 915.00 feet to the intersection with the centerline of Citroen Drive; thence South 0°03'03" East, along the centerline of Citroen Drive, 50.00 feet, to a point; thence Southwesterly along the arc of a curve to the right, with a radius of 2,069.17 feet, an arc length of 1,083.41 feet and a degree of curvature of 30°0'0", to a point; thence South 29°56'57" West, 316.78 feet to the intersection of the centerline of Comet Terrace; thence North 89°56'57" East, along the centerline of Comet Terrace, 333.37 feet to the Southerly extension of the Easterly boundary of Lot 39, Block 44 of Sebring Country Estates; thence Northerly along the Easterly line of said Lot 39 to its Northerly boundary; thence Westerly 17.73 feet, to the intersection of the East boundary of Lot 6, Block 44; thence Northerly along the Easterly boundary of said Lot 6, 150.00 feet to the centerline of Bolide Street; thence East-Southeasterly along the arc of a curve to the right, with a radius of 775.00 feet, an arc length of 453.42 feet, more or less, and a degree of curvature of 36°23'02", to a point; thence South 53°40'01" East, 221.04 feet to the intersection of the

(Continued to Sheet No. 3.2)

HOWARD E. SHORT
ISSUING OFFICERPRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

(continued from Sheet No. 3.1)

centerline of Corvette Avenue; thence Easterly, 25.00 feet to the Southwest corner of Lot 22, Block 38 of Sebring Country Estates; thence continue South $89^{\circ}49'19''$ East, along the Southerly boundaries of Lots 22 and 6 of said subdivision, a distance of 354.19 feet to the centerline of Fiat Avenue; thence North $0^{\circ}02'02''$ East, along the centerline of Fiat Avenue 310.00 feet to the intersection of Bristol Street; thence South $89^{\circ}35'24''$ West, along the centerline of said Bristol Street, 227.64 feet, more or less, to its intersection with the East line of Section 22 aforesaid; thence North $0^{\circ}04'59''$ West, 1,860.49 feet to an intersection with the South line of the North three-quarters of the Southwest one-quarter of the Northwest one-quarter of Section 23, Township 34 South, Range 28 East; thence North $88^{\circ}51'19''$ East, 1,737 feet, more or less, to the intersection of the Westerly right-of-way line of U.S. Highway 27; thence North $18^{\circ}14'57''$ West, along the Westerly right-of-way line of U.S. Highway 27, 1,550 feet, more or less, to the intersection of the centerline of Grand Prix Drive; thence South $71^{\circ}45'03''$ West, 300.00 feet; thence along the curve to the left with a radius of 650.00 feet, an arc length of 448.11 feet and a degree of curvature of $39^{\circ}30'00''$, to a point; thence South $32^{\circ}15'03''$ West, 75.00 feet, to a point; thence Northwesterly, 250.00 feet; thence Southwesterly, 450.00 feet, more or less, to the intersection with the East line of Section 22, Township 34 South, Range 28 East; thence North $0^{\circ}04'59''$ West, along said East line, 745.00, more or less, to the Point of Beginning; plus Lot 1, Block 20, Lots 5, 6, 7, & 8, Block 32; Lot 1, Block 48; and Lot 1, Block 47, Sebring Country Estates Subdivision.

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

RESOLUTION NO. 2000- 12

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEBRING, FLORIDA EVIDENCING ITS DETERMINATION THAT THE PURCHASE OF THE WATER SYSTEM FROM HEARTLAND UTILITIES, INC. IS IN THE PUBLIC INTEREST AND AUTHORIZING THE OPTION TO BE EXERCISED AND THE PURCHASE TO BE CLOSED.

WHEREAS, Heartland Utilities, Inc., a Florida corporation (the "Utility") has offered to sell its water systems to the City of Sebring for the sum of \$1,175,000.00 and has granted the City an option to purchase the same; and

WHEREAS, the staff of the City of Sebring has prepared a statement showing that the purchase of the systems will be in the public interest, a copy of which is attached hereto; and

WHEREAS, a public hearing on this matter was held on Nov. 21st, 2000; and

WHEREAS, the City has considered the following:

1. The most recent available Income and Expense Statement for the Utility;
2. The most recent available Balance Sheet for the Utility;
3. A statement of the existing rate base of the Utility;
4. The physical condition of the Utility facilities being purchased;
5. The reasonableness of the purchase price;
6. The impact of the purchase on the Utility's customers;
7. The investment that will be required for the City to tie the systems into the City's water systems, and the City's ability to make that investment;
8. The alternatives to the purchase and the potential impact on Utility customers if the purchase is not made; and
9. The ability of the City to provide and maintain high quality and cost effective service.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the City Council of the City of Sebring, Florida that:

1. The statement prepared by staff showing that the purchase of the water systems from Heartland Utilities, Inc. will be in the public interest is hereby accepted and approved.
2. Council hereby determines that this purchase is in the public interest.
3. City staff is hereby instructed to exercise the option and close on the purchase and the President of Council and the City Clerk are authorized to execute the necessary documents to complete that transaction.
4. This resolution shall take effect immediately upon its passage.

PASSED AND ADOPTED by a majority of the Sebring City Council on the 21st day of November, 2000.

Margie Rhoades
Margie Rhoades, President, City Council,
City of Sebring, Florida

Attest: Kathy Haley
Kathy Haley, City Clerk

(City Seal)

STATEMENT UNDER F.S. 180.301

This statement has been prepared to show that the purchase by the City of Sebring of two potable water systems, servicing unincorporated areas adjacent or close to the city limits, from Heartland Utilities, Inc. (the "Seller") will be in the public interest, as required by Section 180.301(10), Florida Statutes.

The Seller has offered to sell its potable water systems (the "Systems") to the City. The Systems presently provide potable water service to approximately 729 customers, including both single-family homes and commercial facilities. The Seller's service area includes approximately 600 additional single-family home sites and 60 additional undeveloped commercial properties, which are available for development and connection. The Systems consist of approximately 100,000 lineal feet of pipes for the distribution of potable water, together with two existing well sites, one with a twelve inch well and the other with two eight inch wells. Both sites have raw water treatment facilities. The Systems were evaluated for the City by the engineering firm of Keith and Schnars, P.A., which evaluation was completed on November 9, 2000 and a copy is attached hereto. The evaluation concluded that the value of the assets of the Systems, not including the customer base, is \$1,080,178.

The proposed purchase price is \$1,175,000 and the City's Utility Department staff has estimated that pump upgrades, generators and telemetry will cost approximately \$200,000 and that costs to interconnect the Systems with the City system will be approximately \$100,000. The total cost to purchase and upgrade the Systems is approximately \$1,475,000.

City staff proposes that the current water rates to customers of the Systems be maintained for the first six months after acquisition, that the rates then be increased by 25% for the second six months after acquisition and that the rates be raised to the standard City rates for similar properties as of the end of eighteen months.

Acquisition of the Systems will eliminate the need for the City of Sebring to install additional wells, for which \$320,000 has been budgeted for fiscal year 2000-2001. If these budgeted funds are applied to the purchase price and upgrades, the remaining \$1,155,000 can be paid out of available Water and Sewer Department unrestricted reserves.

The City of Sebring and its citizens will benefit by this purchase, as the City will have three additional wells and water treatment facilities, as well as an increased customer base, in the greater Sebring area, at a cost which can be recovered, over a reasonable period of time.

The alternative to the City's purchase of the Systems will be for the City to install two new wells and water treatment systems to augment its present system and it will not be positioned to participate in the eventual growth of these service areas. The potential impact on Heartland Utilities customers, if the purchase is not made, is that the Systems will be sold to non-local interests, who will raise the rates to a level sufficient to obtain a reasonable rate of return on their investment and against whom the customers will only have recourse by appeal to the Public Service Commission in Tallahassee. The Systems will still be "stand alone" systems, subject to extended outages in the event of failure of a well or treatment facility.

The Seller's existing customers will benefit as a result of this transaction, as they will be serviced by the City's potable water system, which is much larger and has a greater redundancy, which will help reduce outages and increase quality. They will also be assured of receiving the services at rates no higher than those charged by the City to similar properties.

Exhibit "B"
Disposition of Customer Deposits and the Accumulated Interest Thereon

In connection with the sale of all of the assets of Heartland Utilities, Inc. in connection with Water Certificate No. 420W to the City of Sebring, the Seller hereby advises that all customer deposits and the accumulated interest thereon will be turned over to Buyer at closing for the benefit of the customers.

HEARTLAND UTILITIES, INC.

By: Howard Short
Howard Short, President

Exhibit "C"
Statement Regarding Disposition of Any Outstanding
Regulatory Assessment Fees, Fines or Refunds Owed

In connection with the sale of all of the assets of Heartland Utilities, Inc. in connection with Water Certificate No. 420W to the City of Sebring, the Seller hereby advises that there are no outstanding regulatory assessment fees, fines or refunds owed, to the best of Seller's knowledge. Any such outstanding regulatory assessment fees, fines or refunds owed will be paid by Seller upon receipt of notice thereof.

HEARTLAND UTILITIES, INC.

By: Howard Short
Howard Short, President

Exhibit "D"

Statement that the City of Sebring has obtained from Heartland Utilities, Inc.

Seller hereby confirms that Seller, Heartland Utilities, Inc., has provided to Buyer, City of Sebring, Seller's most recent available income and expense statement, balance sheet and statement of rate base for regulatory purposes and contributions-in-aid-of-construction.

HEARTLAND UTILITIES, INC.

By: Howard Short
Howard Short, President

SECOND REVISED SHEET NO. 3.3
CANCELS FIRST REVISED SHEET NO. 3.3

NAME OF COMPANY HEARTLAND UTILITIES, INC.

DESCRIPTION OF TERRITORY SERVED

ORDER NO. PSC-98-0797-FOF-WU

WATER SERVICE AREA FOR SEBRING LAKES

A PORTION OF SEBRING LAKES UNIT 1-A, 1-B, 2-A, 2-B, AND 2-C LOCATED IN HIGHLANDS COUNTY, FLORIDA, SECTIONS 3 AND 4, TOWNSHIP 36 SOUTH, RANGE 29 EAST, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCE AT THE SOUTHEAST CORNER OF SECTION 3, TOWNSHIP 36 SOUTH, RANGE 29 EAST, THENCE NORTH 00° 29' 23" EAST ALONG THE EAST LINE OF SECTION 3 A DISTANCE OF 1298.93 FEET TO A POINT ON THE WESTERLY RIGHT-OF-WAY LINE OF U.S. HIGHWAY 27, THENCE NORTH 31° 32' 59" WEST ALONG THE WESTERLY RIGHT-OF-WAY LINE OF U.S. HIGHWAY 27 A DISTANCE OF 400 FEET MORE OR LESS TO A POINT ON THE NORTH LINE OF JOSEPHINE CREEK AND FOR A POINT OF BEGINNING: THENCE CONTINUE NORTH 31° 32' 59" WEST ALONG SAID WEST RIGHT-OF-WAY LINE U.S. HIGHWAY 27 A DISTANCE OF 1264.43 FEET TO A POINT ON THE NORTH LINE OF THE SOUTH 1/2 OF SECTION 3; THENCE SOUTH, 89° 41' 36" WEST ALONG THE NORTH LINE OF THE SOUTH 1/2 OF SECTION 3 A DISTANCE OF 3155.71 FEET TO THE SOUTHEAST CORNER OF THE WEST 1/2 OF THE NORTHWEST 1/4 THENCE NORTH 0° 53' 45" EAST ALONG THE EAST LINE OF THE WEST 1/2 OF THE NORTHWEST 1/4 A DISTANCE OF 669.33 FEET, TO THE NORTHEAST CORNER OF THE SOUTH 1/2 OF THE SOUTHWEST 1/4 OF THE NORTHWEST 1/4; THENCE SOUTH 89° 46' 12" WEST ALONG THE NORTH LINE OF THE SOUTH 1/2 OF THE SOUTHWEST 1/4 OF THE NORTHWEST 1/4 A DISTANCE OF 1331.90 FEET TO A POINT ON THE WEST LINE OF SECTION 3; THENCE NORTH 1° 01' 32" EAST ALONG THE WEST LINE OF SECTION 3 A DISTANCE OF 2013.48 FEET TO THE NORTHWEST CORNER OF SECTION 3; ALSO BEING THE NORTHEAST CORNER OF SECTION 4; THENCE SOUTH 89° 55' 46" WEST ALONG THE NORTH LINE OF SECTION 4 FOR A DISTANCE OF 570 FEET TO A POINT ON THE EASTERLY LINE OF JOSEPHINE CREEK; THENCE RUN SOUTHWESTERLY ALONG THE EASTERLY LINE OF JOSEPHINE CREEK A DISTANCE OF 2,400 FEET, MORE OR LESS, THENCE SOUTHERLY ALONG THE EASTERLY LINE OF JOSEPHINE CREEK A DISTANCE OF 900 FEET; THENCE EASTERLY ALONG THE NORTHERLY LINE OF JOSEPHINE CREEK A DISTANCE 8,100 FEET, MORE OR LESS, TO THE POINT OF BEGINNING.
CONTAINING 250 ACRES MORE OR LESS.

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

UTILITY NAME: HEARTLAND UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: Sebring Lakes

PUMPING AND PURCHASED WATER STATISTICS

	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)
(a)	(b)	(c)	(d)	(e)	(f)
January_____	_____	0	0	0	0
February_____	_____	0	0	0	0
March_____	_____	0	0	0	0
April_____	_____	0	0	0	0
May_____	_____	159	159	0	0
June_____	_____	575	493	82	82
July_____	_____	329	228	101	101
August_____	_____	573	479	94	94
September_____	_____	393	272	121	121
October_____	_____	358	257	101	101
November_____	_____	410	267	143	143
December_____	_____	443	332	111	111
Total for Year_____	_____	3240	2487	753	753

If water is purchased for resale, indicate the following: NA

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	2"	2300	0	0	2300
PVC	4"	2050	0	0	2050
PVC	6"	7300	4440	0	11740
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

UTILITY NAME: HEARTLAND UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: Sebring Lakes

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	<u>1998</u>	<u>1998</u>	_____	_____
Types of Well Construction and Casing_____	<u>Steel</u>	<u>Steel</u>	_____	_____
_____	_____	_____	_____	_____
Depth of Wells_____	<u>1300'</u>	<u>1200'</u>	_____	_____
Diameters of Wells_____	<u>10 x 6</u>	<u>10 x 6</u>	_____	_____
Pump - GPM_____	<u>450</u>	<u>450</u>	_____	_____
Motor - HP_____	<u>20</u>	<u>20</u>	_____	_____
Motor Type *_____	<u>Goulds</u>	<u>Goulds</u>	_____	_____
Yields of Wells in GPD_____	<u>400</u>	<u>400</u>	_____	_____
Auxiliary Power_____	<u>NA</u>	<u>NA</u>	_____	_____
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	<u>Steel</u>	_____	_____	_____
Capacity of Tank_____	<u>10,000</u>	_____	_____	_____
Ground or Elevated_____	<u>15,000</u>	_____	_____	_____

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
<u>Motors</u>				
Manufacturer_____	<u>Baldour</u>	<u>Baldour</u>	_____	_____
Type_____	<u>Elect</u>	<u>Elect</u>	_____	_____
Rated Horsepower_____	<u>15</u>	<u>15</u>	_____	_____
<u>Pumps</u>				
Manufacturer_____	<u>Goulds</u>	<u>Goulds</u>	_____	_____
Type_____	<u>Centrifugal</u>	<u>Centrifugal</u>	_____	_____
Capacity in GPM_____	<u>350</u>	<u>350</u>	_____	_____
Average Number of Hours Operated Per Day_____	<u>20</u>	<u>20</u>	_____	_____
Auxiliary Power_____	<u>NA</u>	<u>NA</u>	_____	_____

UTILITY NAME: HEARTLAND UTILITIES, INC.
Sebring Lakes

YEAR OF REPORT DECEMBER 31, 1999

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day_____	<u>280,000</u>	_____	_____
Type of Source_____	<u>Groundwater</u>	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type_____	<u>Aeration/Chlorination</u>		
Make_____	_____	_____	_____
Permitted Capacity (GPD)_____	<u>280,000</u>	_____	_____
High service pumping	_____	_____	_____
Gallons per minute_____	<u>700</u>	_____	_____
Reverse Osmosis_____	_____	_____	_____
Lime Treatment	_____	_____	_____
Unit Rating_____	_____	_____	_____
Filtration	_____	_____	_____
Pressure Sq. Ft._____	_____	_____	_____
Gravity GPD/Sq.Ft._____	_____	_____	_____
Disinfection	_____	_____	_____
Chlorinator_____	<u>Regal 216</u>	_____	_____
Ozone_____	_____	_____	_____
Other_____	_____	_____	_____
Auxiliary Power_____	<u>NA</u>	_____	_____

STATE OF FLORIDA



DIVISION OF THE COMMISSION CLERK & ADMINISTRATIVE SERVICES
BLANCA S. BAYO
DIRECTOR

Public Service Commission

MAPS/DIAGRAMS

DOCKET NO.: 001826 - WU

DOCUMENT NO.: 16438-00

DOCUMENT DESCRIPTION: (Example: page 5 of pdf file.)

Exhibit F: Highlands County Florida – Heartland Utilities – Sebring Lakes – 94A. [CLK Note: Map forwarded to Staff.]

STATE OF FLORIDA



DIVISION OF THE COMMISSION CLERK & ADMINISTRATIVE SERVICES
BLANCA S. BAYO
DIRECTOR

Public Service Commission

MAPS/DIAGRAMS

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DOCUMENT DESCRIPTION: *(Example: page 5 of pdf file.)*

Exhibit F: Highlands County Florida – Heartland
Utilities – Sebring Lakes – 94B. [CLK Note: Map
forwarded to Staff.]

EXHIBIT G

WATER TARIFF

HEARTLAND UTILITIES, INC.
NAME OF COMPANY

FILED WITH
FLORIDA PUBLIC SERVICE COMMISSION

WATER TARIFF

HEARTLAND UTILITIES, INC.

NAME OF COMPANY

P. O. Box 1991

Sebring, Fl. 33871

(ADDRESS OF COMPANY)

(863) 655-4300

(Business & Emergency Telephone Numbers)

FILED WITH

FLORIDA PUBLIC SERVICE COMMISSION

HOWARD E. SHORT

ISSUING OFFICER

PRESIDENT

TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

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HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

TERRITORY AUTHORITY

CERTIFICATE NUMBER - 420-W

COUNTY - HIGHLANDS

COMMISSION ORDER(s) APPROVING TERRITORY SERVED -

<u>Order Number</u>	<u>Date Issued</u>	<u>Docket Number</u>	<u>Filing Type</u>
22043	10/10/89	880459-WU	Transfer
PSC-98-0797-FOF-WU	06/08/98	980433-WU	Amendment

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

DESCRIPTION OF TERRITORY SERVED

ORDER NO. PSC-98-0797-FOF-WU

WATER SERVICE AREA FOR SEBRING LAKES

A PORTION OF SEBRING LAKES UNIT 1-A, 1-B, 2-A, 2-B, AND 2-C LOCATED IN HIGHLANDS COUNTY, FLORIDA, SECTIONS 3 AND 4, TOWNSHIP 36 SOUTH, RANGE 29 EAST, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

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CONTAINING 250 ACRES MORE OR LESS.

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

TECHNICAL TERMS AND ABBREVIATIONS

- 1.0 "BFC" - "BFC" is the abbreviation for "Base Facility Charge" which is the minimum charge to the Company's customers and is separate from the amount billed for water consumption on the utility's bills to its customers.
- 2.0 "CERTIFICATE" - A document issued by the Commission authorizing the Company to provide service in a specific territory.
- 3.0 "COMMISSION" - "Commission" refers to the Florida Public Service Commission.
- 4.0 "COMMUNITIES SERVED" - The term "Communities Served", as mentioned in this tariff, shall be construed as the group of consumers or customers who receive water service from the Company and who's service location is within a specific area or locality that is uniquely separate from another.
- 5.0 "COMPANY" - HEARTLAND UTILITIES, INC.
- 6.0 "CONSUMER" - Any person, firm, association, corporation, governmental agency or similar organization supplied with water service by the Company.
- 7.0 "CUSTOMER" - Any person, firm or corporation who has entered into an agreement to receive water service from the Company and who is liable for the payment of that water service.
- 8.0 "CUSTOMER'S INSTALLATION" - All pipes, shut-offs, valves, fixtures and appliances or apparatus of every kind and nature which are located on the customer's side of the "Point of Delivery" and used in connection with or forming a part of the installation necessary for rendering water service to the customer's premises regardless of whether such installation is owned by the customer or used by the consumer under lease or other agreement.
- 9.0 "MAIN" - A pipe, conduit, or facility used for conveying water service through individual services or through other mains.

(Continued to Sheet No.5.1)

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

(Continued from Sheet No. 5.0)

- 10.0 "POINT OF DELIVERY" - For water systems, "point of delivery" shall mean the outlet connection of the meter for metered service or the point at which the company's piping, fittings and valves connect with the customer's piping, fittings and valves for non-metered service.
- 11.0 "RATE SCHEDULE" - The rate(s) or charge(s) for a particular classification of service plus the several provisions necessary for billing, including all special terms and conditions under which service shall be furnished at such rate or charge.
- 12.0 "SERVICE" - Service, as mentioned in this tariff and in agreement with customers, shall be construed to include, in addition to all water service required by the customer the readiness and ability on the part of the Company to furnish water service to the customer. Service shall conform to the standards set forth in Section 367.111 of the Florida Statutes.
- 13.0 "SERVICE LINES" - The pipe between the Company's mains and the point of delivery and shall include all of the pipe, fittings and valves necessary to make the connection to the customer's premises excluding the meter.
- 14.0 "TERRITORY" - The geographical area described by metes and bounds with township, range and section in a certificate, which may be within or without the boundaries of an incorporated municipality and, may include areas in more than one county.

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

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(Continued to Sheet No.7.0)

HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

(Continued from Sheet No. 6.0)

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HOWARD E. SHORT
ISSUING OFFICER

PRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

RULES AND REGULATIONS

1.0 POLICY DISPUTE - Any dispute between the Company and the customer or prospective customer regarding the meaning or application of any provision of this tariff shall upon written request by either party be resolved by the Florida Public Service Commission.

2.0 GENERAL INFORMATION - The Company's Rules and Regulations, insofar as they are inconsistent with any Statute, Law, Rule or Commission Order shall be null and void. These Rules and Regulations are a part of the rate schedules and applications and contracts of the Company and, in the absence of specific written agreement to the contrary, apply without modifications or change to each and every customer to whom the Company renders water service.

In the event that a portion of these Rules and Regulations are declared unconstitutional or void for any reason by any court of competent jurisdiction, such decision shall in no way affect the validity of the remaining portions of the Rules and Regulations for water service unless such court order or decision shall so direct.

The Company shall provide to all customers requiring such service within the territory described in its certificate upon such terms as are set forth in this tariff pursuant to Chapter 25-9 and 25-30, Florida Administrative Code, and Chapter 367, Florida Statutes.

3.0 SIGNED APPLICATION REQUIRED - Water service is furnished only after a signed application or agreement and payment of the initial connection fee is accepted by the Company. The conditions of such application or agreement is binding upon the customer as well as upon the Company. A copy of the application or agreement for water service accepted by the Company will be furnished to the applicant on request.

The applicant shall furnish to the Company the correct name and street address or lot and block number at which water service is to be rendered.

4.0 APPLICATIONS BY AGENTS - Applications for water service requested by firms, partnerships, associations, corporations, and others shall be rendered only by duly authorized parties. When water service is

(Continued to Sheet No. 9.0)

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(Continued from Sheet No. 8.0)

rendered under agreement or agreements entered into between the Company and an agent of the principal, the use of such water service by the principal shall constitute full and complete ratification by the principal of the agreement or agreements entered into between the agent and the Company and under which such water service is rendered.

- 5.0 WITHHOLDING SERVICE - The Company may withhold or discontinue water service rendered under application made by any member or agent of a household, organization, or business unless all prior indebtedness to the Company of such household, organization, or business for water service has been settled in full in accordance with Rule 25-30.320, Florida Administrative Code.

Service may also be discontinued for any violation made by the Customer or Consumer of any rule or regulation set forth in this tariff.

- 6.0 EXTENSIONS - Extensions will be made to the Company's facilities in compliance with Commission Rules and Orders and the Company's tariff.

- 7.0 LIMITATION OF USE - Water service purchased from the Company shall be used by the customer only for the purposes specified in the application for water service and the customer shall not sell or otherwise dispose of such water service supplied by the company.

Water service furnished to the customer shall be rendered directly to the customer through the Company's individual meter and may not be remetered by the customer for the purpose of selling or otherwise disposing of water service to lessees, tenants, or others and under no circumstances shall the customer or customer's agent or any other individual, association or corporation install meters for the purpose of so remetering said water service.

In no case shall a customer, except with the written consent of the company, extend his lines across a street, alley, lane, court, property line, avenue, or other way in order to furnish water service to the adjacent property through one meter even though such adjacent property may be owned by him. In case of such unauthorized extension, remetering, sale, or disposition of service, the customer's water service will be subject to discontinuance until such unauthorized extension,

(Continued to Sheet No. 10.0)

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(Continued from Sheet No. 9.0)

remetering, sale or disposition of service is discontinued and full payment is made to the Company for water service rendered by the Company (calculated on proper classification and rate schedules) and until reimbursement in full is made in full to the Company for all extra expenses incurred for clerical work, testing, and inspections.

- 8.0 CONTINUITY OF SERVICE - The company will at all times use reasonable diligence to provide continuous water service and, having used reasonable diligence, shall not be liable to the customer for failure or interruption of continuous water service. The Company shall not be liable for any act or omission caused directly or indirectly by strikes, labor troubles, accidents, litigations, breakdowns, shutdowns for emergency repairs, or adjustments, acts of sabotage, enemies of the United States, Wars, United States, State, Municipal or other governmental interference, acts of God or other causes beyond its control.

If at any time the Company shall interrupt or discontinue its service, all customers affected by said interruption or discontinuance shall be given not less than 24 hours written notice.

- 9.0 TYPE AND MAINTENANCE - The customer's pipes, apparatus and equipment shall be selected, installed, used and maintained in accordance with standard practice and shall conform with the Rules and Regulations of the Company and shall comply with all Laws and Governmental Regulations applicable to same. The Company shall not be responsible for the maintenance and operation of the customer's pipes and facilities. The customer expressly agrees not to utilize any appliance or device which is not properly constructed, controlled and protected or which may adversely affect the water service; the Company reserves the right to discontinue or withhold water service to such apparatus or device.
- 10.0 CHANGE OF CUSTOMER'S INSTALLATION - No changes or increases in the customer's installation, which will materially affect the proper operation of the pipes, mains, or stations of the Company, shall be made without written consent of the Company. The customer shall be liable for any change resulting from a violation of this Rule.

- 11.0 INSPECTION OF CUSTOMER'S INSTALLATION - All customer's water service

(Continued to Sheet No. 11.0)

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(Continued from Sheet No. 10.0)

installations or changes shall be inspected upon completion by a competent authority to ensure that the customer's piping, equipment, and devices have been installed in accordance with accepted standard practice and local Laws and Governmental Regulations. Where Municipal or other Governmental inspection is required by local Rules and Ordinances, the Company cannot render water service until such inspection has been made and a formal notice of approval from the inspecting authority has been received by the Company.

Notwithstanding the above, the Company reserves the right to inspect the customer's installation prior to rendering water service, and from time to time thereafter, but assumes no responsibility whatsoever for any portion thereof.

- 12.0 PROTECTION OF COMPANY'S PROPERTY - The customer shall exercise reasonable diligence to protect the Company's property on the customer's premises and shall knowingly permit no one, but the Company's agents or persons authorized by law, to have access to the Company's pipes and apparatus.

In the event of any loss or damage to property of the Company caused by or arising out of carelessness, neglect, or misuse by the customer, the cost of making good such loss or repairing such damage shall be paid by the customer.

- 13.0 ACCESS TO PREMISES - The duly authorized agents of the Company shall have access at all reasonable hours to the premises of the customer for the purpose of installing, maintaining, inspecting, or removing the Company's property; reading the meter; or for performance under or termination of the Company's agreement with the customer and under such performance shall not be liable for trespass.

- 14.0 RIGHT OF WAY OR EASEMENTS - The customer shall grant or cause to be granted to the Company, and without cost to the Company, all rights, easements, permits, and privileges which are necessary for the rendering of water service.

- 15.0 BILLING PERIODS - Bills for water service will be rendered - Monthly, Bimonthly, or Quarterly - as stated in the rate schedule and shall

(Continued to Sheet No. 12.0)

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(Continued from Sheet No.11.0)

become due when rendered and be considered as received by the customer when delivered or mailed to the water service address or some other place mutually agreed upon. Non-receipt of bills by the customer shall not release or diminish the obligation of the customer with respect to payment thereof.

- 16.0 DELINQUENT BILLS - Bills are due when rendered. However, the Company shall not consider the customer delinquent in paying any bill until the twenty-first (21) day after the Company has mailed or presented the bill to the customer for payment. Water service may then be discontinued only after the Company has mailed or presented a five (5) day written notice to the customer in accordance with Rule 25-30.320, Florida Administrative Code. Water service shall be restored only after the Company has received payment for all past-due bills and reconnect charges from the customer.

There shall be no liability of any kind against the Company for the discontinuance of water service to a customer for that customer's failure to pay the bills on time.

Partial payment of a bill for water service rendered will not be accepted by the Company, except by the Company's agreement thereof or by direct order from the Commission.

- 17.0 PAYMENT OF WATER AND WASTEWATER SERVICE BILLS CONCURRENTLY - When both water and wastewater service are provided by the Company, payment of any water service bill rendered by the Company to a customer shall not be accepted by the Company without the simultaneous or concurrent payment of any wastewater service bill rendered by the Company. The Company may discontinue both water service and wastewater service to the customer's premises for non-payment of the water service bill or wastewater service bill or if payment is not made concurrently. The Company shall not reestablish or reconnect water service and/or wastewater service until such time as all water and wastewater service bills and all charges are paid.

- 18.0 TAX CLAUSE - A municipal or county franchise tax levied upon a water or wastewater public utility shall not be incorporated into the rate for water or wastewater service but shall be shown as a separate item on the utility's bills to its customers in such Municipality or County.

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(Continued from Sheet No.12.0)

- 19.0 CHANGE OF OCCUPANCY - When a change of occupancy takes place on any premises supplied by the Company with water service, written notice thereof shall be given at the office of the Company not less than three (3) days prior to the date of change by the outgoing customer. The outgoing customer shall be held responsible for all water service used on such premises until such written notice is so received by the Company and the Company has had reasonable time to discontinue the water service. However, if such written notice has not been received, the application of a succeeding occupant for water service will automatically terminate the prior account. The customer's deposit may be transferred from one service location to another, if both locations are supplied water service by the Company; the customer's deposit may not be transferred from one name to another.

Notwithstanding the above, the Company will accept telephone orders, for the convenience of its customer's, to discontinue or transfer water service from one service address to another and will use all reasonable diligence in the execution thereof. However, oral orders or advice shall not be deemed binding or be considered formal notification to the Company.

- 20.0 UNAUTHORIZED CONNECTIONS - WATER - Connections to the Company's water system for any purpose whatsoever are to be made only by employees of the Company. Any unauthorized connections to the customer's water service shall be subject to immediate discontinuance without notice. Water service shall not be restored until such unauthorized connections have been removed and until settlement is made in full to the Company for all water service estimated by the Company to have been used by reason of such unauthorized connection.
- 21.0 METERS - All water meters shall be furnished by and remain the property of the Company and shall be accessible and subject to its control. The customer shall provide meter space to the Company at a suitable and readily accessible location within the premises to be served and also provide adequate and proper space for the installation of the meter and other similar devices.
- 22.0 ALL WATER THROUGH METER - That portion of the customer's installation for water service shall be so arranged to ensure that all water service

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(Continued from Sheet No.13.0)

shall pass through the meter. No temporary pipes, nipples or spaces are permitted and under no circumstances are connections allowed which may permit water to by-pass the meter or metering equipment.

- 23.0 ADJUSTMENT OF BILLS - When a customer has been overcharged or undercharged as a result of incorrect application of the rate schedule, incorrect reading of the meter, incorrect connection of the meter, or other similar reasons, the amount may be credited or billed to the customer as the case may be pursuant to Rule 25-30.350, Florida Administrative Code.
- 24.0 ADJUSTMENT OF BILLS FOR METER ERROR - When meter tests are made by the Commission or by the Company, the accuracy of registration of the meter and its performance shall conform with Rule 25-30.262, Florida Administrative Code and any adjustment of a bill due to a meter found to be in error as a result of any meter test performed whether for unauthorized use or for a meter found to be fast, slow, non-registering, or partially registering, shall conform with Rule 25-30.340, Florida Administrative Code.
- 25.0 METER ACCURACY REQUIREMENTS - All meters used for measuring quantity of water delivered to a customer shall be in good mechanical condition and shall be adequate in size and design for the type of service which they measure. Before being installed for the rendering of water service to a customer, every water meter, whether new, repaired, or removed from service for any cause, shall be adjusted to register within prescribed accuracy limits as set forth in Rule 25-30.262, Florida Administrative Code.
- 26.0 FILING OF CONTRACTS - Whenever a Developer Agreement or Contract, Guaranteed Revenue Contract, or Special Contract or Agreement is entered into by the Company for the sale of its product or services in a manner not specifically covered by its Rules and Regulations or approved Rate Schedules, a copy of such contracts or agreements shall be filed with the Commission prior to its execution in accordance with Rule 25-9.034 and Rule 25-30.550, Florida Administrative Code. If such contracts or agreements are approved by the Commission, a conformed copy shall be placed on file with the Commission prior to its effective date.

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NAME OF COMPANY
WATER TARIFF

HEARTLAND UTILITIES, INC.

GENERAL SERVICE

RATE SCHEDULE GS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service for all purposes in private residences and individually metered apartment units.

LIMITATIONS - Subject to all of the Rules and Regulations of this tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

<u>RATE</u>	<u>METER SIZE</u>	<u>BASE FACILITY CHARGE</u>
	5/8" x 3/4"	\$ 7.44
	3/4"	11.15
	1"	18.59
	1 1/2"	37.18
	2"	59.49
	3"	118.98
	4"	185.90
	6"	371.80
	Gallonage Charge Per 1,000 gallons	\$ 1.68

MINIMUM BILL - Base Facility Charge

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days written notice is mailed to the customer separate and apart from any other bill, service may then be discontinued.

EFFECTIVE DATE - December 31, 2000 Howard E. Short
ISSUING OFFICER

TYPE OF FILING Four Year Rate Case President
Expense Reduction TITLE

NAME OF COMPANY
WATER TARIFF

HEARTLAND UTILITIES, INC.

RESIDENTIAL SERVICE

RATE SCHEDULE RS

AVAILABILITY - Available throughout the area served by the Company.

APPLICABILITY - For water service for all purposes in private residences and individually metered apartment units.

LIMITATIONS - Subject to all of the Rules and Regulations of this tariff and General Rules and Regulations of the Commission.

BILLING PERIOD - Monthly

RATE -

<u>METER SIZE</u>	<u>BASE FACILITY CHARGE</u>
5/8" x 3/4"	\$ 7.68
3/4"	11.51
1"	19.18
1 1/2"	38.36
2"	61.38
3"	122.76
4"	191.81
6"	383.63

Gallonage Charge
Per 1,000 gallons \$ 1.74

MINIMUM BILL - Base Facility Charge

TERMS OF PAYMENT - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. After five (5) working days written notice is mailed to the customer separate and apart from any other bill, service may then be discontinued.

EFFECTIVE DATE - December 31, 2000 Howard E. Short
ISSUING OFFICER

TYPE OF FILING Four Year Rate Case President
Expense Reduction TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

FIRE PROTECTION SERVICEWATERAVAILABILITY -APPLICABILITY -LIMITATIONS - Subject to all of the Rules and Regulations of this Tariff
and General Rules and Regulations of the Commission.BILLING PERIOD -RATE - Public Fire Protection - per hydrant

NA

Private Fire Protection -

BASE FACILITY CHARGE - NATERMS OF PAYMENT - NAEFFECTIVE DATE -TYPE OF FILING -HOWARD E. SHORT
ISSUING OFFICERPRESIDENT
TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

SCHEDULE OF CUSTOMER DEPOSITS

ESTABLISHMENT OF CREDIT - Before rendering water service, the Company may require an applicant for service to satisfactorily establish credit, but such establishment of credit shall not relieve the customer from complying with the Company's rules for prompt payment. Credit will be deemed so established, in accordance with Rule 25-30.311, Florida Administrative Code, if:

- (A) The applicant for service furnishes a satisfactory guarantor to secure payment of bills for the service requested.
- (B) The applicant pays a cash deposit.
- (C) The applicant for service furnishes an irrevocable letter of credit from a bank or a surety bond.

AMOUNT OF DEPOSIT - The amount of initial deposit shall be the following according to meter size:

	<u>Residential</u>	<u>General Service</u>
5/8" x 3/4"	30.00	54.00
1"	48.00	72.00
1 1/2"	80.00	140.00
Over 2"	Twice monthly est. bill	Twice monthly est. bill

ADDITIONAL DEPOSIT - Under Rule 25-30.311(7), Florida Administrative Code, the Company may require a new deposit, where previously waived or returned, or an additional deposit in order to secure payment of current bills provided. The company shall provide the customer with reasonable written notice of not less than 30 days where such request or notice is separate and apart from any bill for service. The total amount of the required deposit shall not exceed an amount equal to the average actual charge for water service for two monthly billing periods for the 12-month period immediately prior to the date of notice. In the event the customer has had service less than 12 months, the Company shall base its new or additional deposit upon the average actual monthly billing available.

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WATER TARIFF

(Continued from Sheet No. 21.0)

INTEREST ON DEPOSIT - The Company shall pay interest on customer deposits pursuant to Rule 25-30.311(4) and (4a). The rate of interest is 8% per annum. The payment of interest shall be made once each year as a credit on regular bills or when service is discontinued as a credit on final bills. No customer depositor will receive interest on his or her deposit until a customer relationship and the deposit have been in existence for at least six (6) months. At such time, the customer depositor shall be entitled to receive interest from the day of the commencement of the customer relationship and placement of the deposit. The Company will pay or credit accrued interest to the customers account during the month of September each year.

REFUND OF DEPOSIT - After a residential customer has established a satisfactory payment record and has had continuous service for a period of 23 months, the Company shall refund the customer's deposit provided the customer has not, in the preceeding 12 months:

- (a) made more than one late payment of the bill (after the expiration of 20 days from the date of mailing or delivery by the Company),
- (b) paid with a check refused by a bank,
- (c) been disconnected for non-payment, or
- (d) at any time tampered with the meter or used service in a fraudulent or unauthorized manner.

Notwithstanding the above, the Company may hold the deposit of a non-residential customer after a continuous service period of 23 months and shall pay interest on the non-residential customer's deposit at the rate of 9% per annum upon the retainment of such deposit.

Nothing in this rule shall prohibit the Company from refunding a customer's deposit in less than 23 months.

EFFECTIVE DATE - December 11, 1989

TYPE OF FILING - Certificate Transfer

HOWARD E. SHORT

ISSUING OFFICER

PRESIDENT

TITLE

NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

SCHEDULE OF METER TEST DEPOSITS

METER BENCH TEST REQUEST - If any customer requests a bench test of his or her water meter, the Company will require a deposit to defray the cost of testing; such deposit shall not exceed the following schedule of fees and shall be in accordance with Rule 25-30.266, Florida Administrative Code:

<u>METER SIZE</u>	<u>FEE</u>
5/8" x 3/4"	\$20.00
1" and 1 1/2"	\$25.00
2" and over	Actual Cost

REFUND OF METER BENCH TEST DEPOSIT - If the meter is found to register in excess of prescribed accuracy limits pursuant to Rule 25-30.262, Florida Administrative Code, the deposit shall be refunded. If the meter is found to register accurately or below such prescribed accuracy limits, the deposit shall be retained by the Company as a service charge for conducting the meter test.

METER FIELD TEST REQUEST - Upon written request of any customer, the Company shall, without charge, make a field test of the accuracy of the water meter in use at the customer's premises provided that the meter has not been tested within one-half the maximum interval allowed under Rule 25.30.265, Florida Administrative Code.

EFFECTIVE DATE - December 11, 1989

TYPE OF FILING - Certificate Transfer

HOWARD E. SHORT
ISSUING OFFICER

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NAME OF COMPANY HEARTLAND UTILITIES, INC.

WATER TARIFF

SERVICE AVAILABILITY SCHEDULE OF FEES AND CHARGES

<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>REFER TO SERVICE AVAIL. POLICY SHEET NO./RULE NO.</u>
<u>Back-Flow Preventor Installation Fee</u>		
5/8" x 3/4"	\$ NA	
1"	\$	
1 1/2"	\$	
2"	\$	
Over 2"	Actual Cost [1]	
<u>Customer Connection (Tap-in) Charge</u>		
5/8" x 3/4" metered service	\$	Included in meter
1" metered service	\$	installation fee
1 1/2" metered service	\$	
2" metered service	\$	
Over 2" metered service	Actual Cost [1]	
<u>Guaranteed Revenue Charge</u>		
With Prepayment of Service Availability Charges:		
Residential-per ERC/month (___ GPD).....	\$ NA	
All others-per gallon/month	\$	
Without Prepayment of Service Availability Charges:		
Residential-per ERC/month (___ GPD).....	\$	
All others-per gallon/month	\$	
<u>Inspection Fee</u>	Actual Cost [1]	
<u>Main Extension Charge</u>		
Residential-per ERC (___ GPD).....	\$	Actual cost
All others-per gallon	\$	
or		
Residential-per lot (___ foot frontage).....	\$ NA	
All others-per front foot	\$	
<u>Meter Installation Fee</u>		
5/8" x 3/4"	\$ 500	
1"	\$ 500 + meter cost in excess	
1 1/2"	\$ " of 3/4" meter	
2"	\$ "	
Over 2"	Actual Cost [1]	
<u>Plan Review Charge</u>	Actual Cost [1]	
<u>Plant Capacity Charge</u>		
Residential-per ERC (___ GPD).....	\$	Included in meter
All others-per gallon	\$	installation fee
<u>System Capacity Charge</u>		
Residential-per ERC (___ GPD).....	\$	Included in meter
All others-per gallon	\$	installation fee

[1] Actual Cost is equal to the total cost incurred for services rendered by a customer.

EFFECTIVE DATE - December 11, 1989

TYPE OF FILING - Certificate Transfer

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