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May 2, 1995

HAND DELIVERY

Ms. Blanca S. Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
101 East Gaines Street
Tallahassee, Florida 32399-0850

RE: Docket No. 950387-SU
Application of Florida Cities Water Company,
North Ft. Myers Division, for Increased
Wastewater Rates in Lee County, Florida

Dear Ms. Bayo:

Enclosed for filing are an original and fifteen copies (unless otherwise noted) of the following:

- 04281-95¹. Application for Rate Increase;
- 04282-95². Minimum Filing Requirements, entitled "Florida Cities Water Company North Ft. Myers Division Wastewater Operations, Application for Increase in Rates Test Year Ending 12/31/95"; *Placed w/ transcript exhs. 4/29/96 JAW*
- 04283-95³. Additional Information Related to the Application for Increase in Rates (2 copies only); and *copy enmap to WAW*
- 04284-95⁴. An Affidavit of Paul H. Bradtmiller stating that Florida Cities Water Company will comply with noticing requirements, which is attached to the Application for Rate Increase as Exhibit A.

Also enclosed is a check in the amount of \$4,500 (check #110546) as payment of the filing fee for said Application.

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mas
FPSC-BUREAU OF RECORDS

Letter to Blanca S. Bayo, Director
May 2, 1995
Page Two

Please acknowledge receipt of the foregoing by stamping the enclosed extra copy of this letter and returning same to my attention. Thank you for your assistance.

Very truly yours,

A handwritten signature in black ink, appearing to read "B. Kenneth Gatlin". The signature is written in a cursive style with a large, stylized initial "B".

B. Kenneth Gatlin

BKG/meg
Enclosures

A50387



**FLORIDA CITIES
WATER COMPANY**

DOCUMENT NUMBER-DATE

04282 MAY-20

FDCC 11/20/2000 (05/20/2001)

**FLORIDA CITIES WATER CO.
NORTH FT. MYERS DIVISION
WASTEWATER OPERATIONS**

APPLICATION FOR INCREASE IN RATES

Test Year Ending: 12/31/95

Historic [] or Projected [x]

**FLORIDA CITIES WATER CO.
NORTH FT MYERS DIVISION**

Test Year Ending: 12/31/95
Historic [] or Projected [x]

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* Not Applicable, Not Filed

**FLORIDA CITIES WATER CO.
NORTH FT MYERS DIVISION**

Test Year Ending: 12/31/95
Historic [] or Projected [x]

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* Not Applicable, Not Filed

FLORIDA CITIES WATER CO.

NORTH FT MYERS DIVISION

Test Year Ending: 12/31/95

Historic [] or Projected [x]

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* Not Applicable, Not Filed

INTRODUCTION

NAME OF APPLICANT Florida Cities Water Company
4837 Swift Road, Suite 100 (34231)
P.O. Box 21119
Sarasota, FL 34276-4119

FCWC - North Ft. Myers Division
7401 College Parkway
P.O. Box 6549
Ft. Myers, FL 33911

DATE OF INCORPORATION March 22, 1965

OWNERSHIP Applicant is a subsidiary of FCWC Holdings Inc., a Delaware Corporation, with FCWC Holdings Inc. owning all the common stock of applicant (Reference Schedule G-1).

FCWC Holdings Inc.
255 Alhambra Circle
Coral Gables, FL 33134

Consolidated Water Company owns all of the common stock of FCWC Holdings Inc.

Consolidated Water Company
255 Alhambra Circle
Coral Gables, FL 33134

Avatar Utilites, Inc. owns in excess of 99% of the common stock of Consolidated Water Company.

Avatar Utilities, Inc.
255 Alhambra Circle
Coral Gables, FL 33134

Neither Avatar Holdings, Inc., Avatar Properties, Inc., nor any related corporation owns any land under development in Applicant's Lee County service area. See Section G, Schedule G-1 for company relationships.

JURISDICTION: FLORIDA PUBLIC SERVICE COMMISSION (PSC)

PREVIOUS RATE ORDERS & PRICE INDEXING:

Order No. 5822 Docket No. 72153-WS Issued 8/8/73	Order approving an increase in water and wastewater rates and charges in Lee County.
Order No. 8586 Docket No. 770988-WS Issued 12/5/78	Order approving an increase in water and wastewater rates and charges in Lee County.
Order No. 9189 Docket No. 790954-S (CR) Issued 12/21/79	Order approving a decrease in wastewater rates in Lee County.
Order No. 10868 Docket No. 820185-WS (PI) Issued 6/9/82	Order approving Price Indexing of water and wastewater rates
Order No. 14764 Docket No. 840420-SU Issued 8/26/85	Order granting, in part, petition for reconsideration.
Order No. 15587 Docket No. 840420-SU Issued 1/27/86	Order approving an increase in wastewater rates and charges in N. Ft. Myers. Notice of Proposed Agency Action.
Order No. 15669 Docket No. 840420-SU Issued 2/13/86	Order approving an increase in wastewater rates and charges in N. Ft. Myers, subject to refund. These were interim rates.
Order No. 15729 Docket No. 840420-SU Issued 2/24/86	Order approving an increase in wastewater rates and charges in N. Ft. Myers and consummating Proposed Agency Action (Order No. 15587).
Authority No. WS-90-0335 Docket No. N/A Effective 11/16/90	Approval of increasing wastewater rates in N. Ft. Myers due to 1990 Price Indexing.
Order No. 25528 Docket No. 910756-SU Issued 12/24/91	Order approving an increase in wastewater rates and charges in N. Ft. Myers, subject to refund. These were interim rates.
Order No. PSC-92-0594-FOF-SU Docket No. 910756-SU Issued 7/01/92	Order approving an increase in wastewater rates and charges in N. Ft. Myers. These were final rates.
Authority No. WS-94-0072 Docket No. N/A Effective 7/01/94	Approval of increasing wastewater rates in N. Ft. Myers due to 1994 Price Indexing.

SUMMARY OF CASE

Base Year (Historical): Per Books Year Ending 12/31/94
Projected Test Year: Year Ending 12/31/95

The purpose of this rate proceeding is to request rate relief for Florida Cities Water Company, North Ft. Myers Div. – Wastewater Operations. The main reason for this proceeding is the projected deterioration of the division's rate of return since the last rate case filed on 10/14/91 (Projected Test Year Ending 6/30/93). While rate indexing has allowed the division to maintain a satisfactory rate of return through most of this time period, projected increases in utility plant investment and operating expenses will result in an inadequate rate of return for the Year Ending 12/31/95. Because of these changes, the Company is proposing a 22.7% increase in wastewater rates for the Projected Test Year ending 12/31/95.

The Test Year adjustments include:

WASTEWATER.....

- o An increase in Rate Bases due to additional investment in facilities.
- o Annualizing revenue due to 1994 Price Indexing.
- o Operation and Maintenance (O & M) Expense adjustments for annualizing the 1995 wage increase, which will become effective January 1, 1995.
- o An increase in O & M Expenses to account for projected customer growth and projected inflation using the PSC Index Factor.
- o An increase in O & M Expenses, G & A – Post Retirement Benefits, to account for the new FASB Rule 106.
- o An adjustment in O & M, G & A – Rate Case Expenses to account for current rate case expenses.

The following page highlights the current and proposed financial structure for N Ft Myers Wastewater.....

RATE OF RETURN – WASTEWATER

The following summary recaps the Company's proposed wastewater revenue requirements (\$000):

	Historical Base Year <u>12/31/94</u>	Projected Test Year <u>12/31/95</u>	Requested Test Year <u>12/31/95</u>
Revenues	\$2,085.2	\$2,111.9	\$2,592.0
% Increase		1.3%	22.7%
O & M Expenses	919.8	960.2	960.2
% Increase		4.4%	0.0%
Depreciation & Amort.	380.7	454.5	454.5
Taxes	310.4	220.0	414.2
Net Operating Income	\$474.3	\$477.1	\$763.1
Rate Base	7,163.0	8,404.3	8,404.3
Rate of Return	6.62%	5.68%	9.08%

RATE DESIGN – WASTEWATER

In order for the Company to earn a 9.08% rate of return, revenue must be increased by 22.7% over the Projected Test Year. Below is a table showing Revenue by customer class at current and proposed rates:

Wastewater Revenue at:

	Current Rates (a) (\$000)	Proposed Rates (b) (\$000)
Residential	\$1,169.1	\$1,477.6
Commercial	488.0	578.5
Multi-Residential	361.8	431.2
Public Authorities	57.7	68.6
Other	21.0	35.2
Adjustment	(12.4)	0.9
Total	\$2,085.2	\$2,592.0

(a) From Section E2, Schedule E-2

(b) From Section E2, Schedule E-13

Schedule of Sewer Rate Base

File: NFMA.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: A-2

Page 1 of 1

Preparer: Coel

Interim [] or Final [x]

Historic [] or Projected [x]

Explanation: Provide the calculation of 13-month average rate base for the test year, showing all adjustments. All non-used and useful items should be reported as Plant Held For Future Use. Use the balance sheet method approach to determine working capital.

Line No.	(1) Description	(2) Balance Per Books 12/31/94	(3) Utility Adjustments	(4) Projected Test Year Balance 12/31/95	(5) Supporting Schedule(s)
1	Utility Plant in Service (Excl. Land)	\$11,649,007	\$1,728,332	\$13,377,339	
2	Utility Land & Land Rights	5,000	0	5,000	
3	Total Utility Plant in Service	11,654,007	1,728,332	13,382,339	A-4,A-6
4	Less: Non-Used & Useful Plant	0	0	0	A-7
5	Construction Work in Progress	91,345	(91,345)	0	-
6	Less: Accumulated Depreciation	2,558,856	584,542	3,143,398	A-8,A-10
7	Less: CIAC	3,183,270	136,760	3,320,030	A-11,A-12
8	Accumulated Amortization of CIAC	1,159,806	172,988	1,332,794	A-13,A-14
9	Acquisition Adjustments	0	0	0	-
10	Accum. Amort. of Acq. Adjustments	0	0	0	-
11	Less: Advances For Construction	0	0	0	A-16
12	Working Capital Allowance	0	124,774	124,774	A-17
13	Other: Allocation of General Office	0	27,799	27,799	A-3
14	Total Rate Base	<u>\$7,163,032</u>	<u>\$1,241,246</u>	<u>\$8,404,278</u>	

Schedule of Adjustments to Rate Base
 File: NFMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Interim [] or Final [x]
 Historic [] or Projected [x]

Florida Public Service Commission

Schedule: A-3
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a detailed description of all adjustments to rate base per books with a total for each rate base line item.

Line No.	Description	Water	Sewer	Notes
1	ADJUSTMENTS TO TEST YEAR ENDING 12/31/95.....			
2				
3	UPIS			
4	Projected Plant Additions (to be completed by 12/31/95):			* Refer to MFR Section G for Work Orders, Justifications, & Other 1995 Projected Misc additions to UPIS.
5	Work Order#			
6	Expansion of WTP from 1.00 to 1.25 MGD 11-94-4649	\$0	\$1,611,673	* See MFR Section G, Schedule G-9
7	Other Projected 1995 Misc. additions to UPIS-Treatment	0	61,000	* See MFR Section G, Schedule G-10
8	CWIP to close to Plant by Dec 1995 11-94-4513	0	91,016	* See MFR Section G, Schedule G-11
9	Contributed Property	0	0	
10	Additions	0	1,763,689	To A-4
11	Retirements	0	0	
12	Adjustments:			
13	Per Prior PSC Order PSC-92-0594-FOF-SU	0	(15,000)	See MFR Section G, Schedule G-13
14	Per Prior PSC Order PSC-92-0594-FOF-SU	0	(20,357)	See MFR Section G, Schedule G-13
15	Total Adjustments	0	(35,357)	To A-4
16				
17	UPIS Subtotal	0	1,728,332	
18				
19	Less: Non-Used & Useful	0	0	Per A-5 pg 2, A-6 pg 2, A-7
20	CWIP	0	(91,345)	
21	Less: Accumulated Depreciation			
22	Projected Additional Depreciation Expense	0	626,555	Per A-8, B-13, & B-14
23	Adjustment due to Prior PSC Order PSC-92-0594-FOF-SU	0	(42,013)	Per A-8, A-10 pg 2, & G-13
24	Adjustment for Non-Used & Useful	0	0	Per A-8, B-13, & B-14
25	Retirements	0	0	
26	Less: Accumulated Depreciation Subtotal	0	584,542	
27				
28	Less: CIAC New Connections & Contributed Property	0	136,760	Per A-11
29	CIAC Amortization	0	172,988	Per A-13, B-13, & B-14
30	Accum. Amort. of Acq. Adjustments	0	0	
31	Advances for Construction	0	0	Per A-16
32	Working Capital	0	124,774	Per A-17
33	Other: Allocation of General Office	0	27,799	See Below
34				
35	Total Adjustments to Test Year	\$0	\$1,241,246	
36				
37	Accumulated Depreciation See Schedules A-8 and A-9		Advances for Constr.	See Schedule A-16
38	CIAC See Schedules A-11 and A-12		Working Capital Allow.	See Schedule A-17
39	Accumul. Amort. of CIAC See Schedules A-13 and A-14			
40				
41	Allocation of FCMC's General Office (Net of Deprec) to the N Ft Myers Division			
42	(Factors from the 1994 Consolidated Allocation Spread on Schedule B-12)			
43		Allocation	General	
44		Factor	Office	
45	N Ft Myers - Water	N/A x	\$496,414 =	\$0
46	N Ft Myers - Sewer	0.056 x	\$496,414 =	\$27,799

Schedule of Water and Sewer Plant in Service
 Annual Balances Subsequent to Last Established Rate Base
 File: NFMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: A-4
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the annual balance of the original cost of plant in service, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance		Notes		13-Month Average			
		Water	Sewer	Water	Sewer	Month/Year	Water	Sewer	Notes
1	12/31/90 Balance	0	4,774,575			General Note:			
2	1991 Additions	0	823,850			The difference between the 13-month average and the			
3	1991 Retirements	0	0			Year Begin-Ending Average is:			
4	1991 Adjustments	0	(2,363)	<-- Reclassification		\$0		(\$728,498)	
5				Adjustment		0.00%		-5.82%	
6	12/31/91 Balance	0	5,596,062			Dec 94	\$0	\$11,654,007	
7	1992 Additions	0	5,454,261			Jan 95	0	11,654,007	
8	1992 Retirements	0	454,667			Feb	0	11,654,007	
9	1992 Adjustments	0	0			Mar	0	11,654,007	
10						Apr	0	11,654,007	
11	12/31/92 Balance	0	10,595,656			May	0	11,654,007	
12	1993 Additions	0	912,871			Jun	0	11,654,007	
13	1993 Retirements	0	55,375			Jul	0	11,654,007	
14	1993 Adjustments	0	0			Aug	0	11,654,007	
15						Sep	0	11,654,007	
16	12/31/93 Balance	0	11,453,152			Oct	0	11,654,007	
17	1994 Additions	0	232,229			Nov	0	11,654,007	
18	1994 Retirements	0	31,374			Dec	0	13,417,696	
19	1994 Adjustments	0	0						
20									
21	12/31/94 Balance	BASE YEAR	0	11,654,007	To A-1, Col. 2				
22	1995 Additions		0	1,763,689	Per A-3	13-Month Ave	\$0	\$11,789,675	
23	1995 Retirements		0	0	Per A-3				
24	1995 Adjustments		0	(35,357)	Per A-3	Adj for full	0	1,592,664	Per A-5,A-6
25						year effect			
26	12/31/95 Balance	TEST YEAR	\$0	\$13,382,339	To A-1, Col. 4		\$0	\$13,382,339	
27									
28		Beg-End Ave:	0	12,518,173					

Supporting Schedules: A-5,A-6
 Recap Schedules: A-18

Schedule of Sewer Plant in Service by Primary Account
13-Month Average

File: NPMA.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Historic [] or Projected [X]

Explanation: Provide the ending balances and 13-month average of plant in service for the test year by account. Also show non-used & useful amounts by account.

Florida Public Service Commission

Schedule: A-6

Page 2 of 2

Preparer: Coel

Recap Schedules: A-2, A-4

Acct. No.	(1) Description	(2) Test Year 12/31/95	(3) Test Year 13-Mon Ave	(4) Test Year Adjustments	(5) Adj Test Yr. 12/31/95	(6) Non-Used & Useful %	(7) Non-Used & Useful \$	(8) Notes
				To obtain Year End Effect		100.0%	Used & Useful	(See MFR Schedule F-6 for the Used & Useful Calculations)
	INTANGIBLE PLANT							
351	Organization	\$0	\$0	\$0	\$0	0.0%	\$0	
352	Franchises	250	250	0	250	0.0%	0	
	COLLECTION PLANT							
353.1	Land & Land Rights	0	0	0	0	0.0%	0	
354.1	Structures & Improvements	39,529	39,529	0	39,529	0.0%	0	
360	Collection Sewers -Force	2,307,011	2,307,011	0	2,307,011	0.0%	0	
361	Collection Sewers -Gravity	900,163	900,163	0	900,163	0.0%	0	
362	Spec. Collect. Structures	2,505	2,505	0	2,505	0.0%	0	
363	Services to Customers	164,562	164,562	0	164,562	0.0%	0	
364	Flow Measuring Devices	3,288	3,288	0	3,288	0.0%	0	
365	Flow Measuring Install.	0	0	0	0	0.0%	0	
	SYSTEM PUMPING PLANT							
353.2	Land & Land Rights	1,200	1,200	0	1,200	0.0%	0	
354.2	Structures & Improvements	165,921	165,921	0	165,921	0.0%	0	
370	Receiving Wells	52,444	52,444	0	52,444	0.0%	0	
371	Pumping Equipment	780,540 x.	696,525	84,015	780,540	0.0%	0	x. CMIP to close to upis by Dec 1995.
	TREATMENT & DISPOSAL PLANT							
353.3	Land & Land Rights	3,800	3,800	0	3,800	0.0%	0	
354.3	Structures & Improvements	560,086	560,086	0	560,086	0.0%	0	y. Projected Plant Additions
380	Treatment & Disposal Equip	5,823,902	5,823,902	(15,000)a.	5,808,902	0.0%	0	a. Per Prior PSC Order (15,000)
380.1	Adv Treat & Disposal Equip	1,679,387 y.	135,381	1,544,006 b.	1,679,387	0.0%	0	b. Includes expansion of WWTP to be completed and booked by Dec 1995).
381	Plant Sewers	3,874	3,874	0	3,874	0.0%	0	
382	Outfall Sewer Lines	692,083	692,083	0	692,083	0.0%	0	
383	Effluent Services	0	0	0	0	0.0%	0	
384	Effl. Meters & Mtr Install	0	0	0	0	0.0%	0	
389	Other Plant & Misc Equip	139,775	139,775	0	139,775	0.0%	0	
	GENERAL PLANT							
353.5	Land & Land Rights	0	0	0	0	0.0%	0	
354.5	Structures & Improvements	0	0	0	0	0.0%	0	
390	Office Furniture & Equip.	449	449	0	449	0.0%	0	
391	Transportation Equipment	0	0	0	0	0.0%	0	
392	Stores Equipment	0	0	0	0	0.0%	0	
393	Tools, Shop & Garage Equip	4,230	4,230	0	4,230	0.0%	0	
394	Laboratory Equipment	10,550	10,550	0	10,550	0.0%	0	
395	Power Operated Equipment	59,895	59,895	(20,357)c.	39,538	0.0%	0	c. Per Prior PSC Order (20,357)
396	Communication Equipment	18,889	18,889	0	18,889	0.0%	0	
397	Miscellaneous Equipment	0	0	0	0	0.0%	0	
398	Other Tangible Plant	938	938	0	938	0.0%	0	
390.2	Computer Equipment	2,425	2,425	0	2,425	0.0%	0	
	TOTAL	\$13,417,696	\$11,789,675	\$1,592,664	\$13,382,339		\$0	
		13,417,696						

Non-Used and Useful Plant - Summary
 File: NFMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: A-7
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a summary of the items included in Non-Used and Useful Plant for the Test Year.
 Provide additional support schedules, if necessary.

Line No.	(1) Description	(2) & (3) NON-USED & USEFUL PLANT		(4) Adjusted Balance Per Utility
		Average Amount Per Books	Utility Adjustments	
WATER				
1	Plant in Service	\$0	\$0	\$0
2	Land	0	0	0
3	Accumulated Depreciation	0	0	0
4	Other (Explain)	0	0	0
5	Total	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
SEWER				
6	Plant in Service	\$0	\$0	\$0
7	Land	0	0	0
8	Accumulated Depreciation	0	0	0
9	Other (Explain)	0	0	0
10	Total	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Supporting Schedules: A-5,A-6,A-9,A-10
 Recap Schedules: A-1,A-2

Schedule of Water and Sewer Accumulated Depreciation
 Annual Balances Subsequent to Last Established Rate Base
 File: NFWA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: A-8
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the annual balance of accumulated depreciation, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If any amounts shown are projected, state so.

Line No.	Description	Year-End Balance		Notes		13-Month Average			
		Water	Sewer	Water	Sewer	Month/Year	Water	Sewer	Notes
1	12/31/90 Balance	0	1,394,001						
2	1991 Additions	0	202,622	x.Excludes Retirement WIP					
3	1991 Retirements	0	2,363	Retirement due to reclassification					
4	1991 Adjustments	0	(1,476)	Cost of Removal & Reclass of Leasehold Improvements					
5									
6	12/31/91 Balance	0	1,592,784				0.00%		
7	1992 Additions	0	173,982	x.Includes Retirement WIP			0.00%		
8	1992 Retirements	0	454,667			Dec 94	0	2,558,856	
9	1992 Adjustments	0	329,366	Cost of Removal		Jan 95	0	2,611,069	From B-13,14
10						Feb	0	2,663,282	
11	12/31/92 Balance	0	1,641,465			Mar	0	2,715,495	
12	1993 Additions	0	489,216	x.Includes Retirement WIP		Apr	0	2,767,708	
13	1993 Retirements	0	55,375			May	0	2,819,921	
14	1993 Adjustments	0	0			Jun	0	2,872,134	
15						Jul	0	2,924,346	
16	12/31/93 Balance	0	2,075,306	(2,075,306)		Aug	0	2,976,559	
17	1994 Additions	0	514,924	x.Includes Retirement WIP		Sep	0	3,028,772	
18	1994 Retirements	0	31,374			Oct	0	3,080,985	
19	1994 Adjustments	0	0			Nov	0	3,133,198	
20						Dec	0	3,185,411	
21	12/31/94 Balance	0	2,558,856	To A-1, Col. 2	To A-2, Col. 2				
22	1995 Additions	0	626,555	Sect. B1, Sch. B-13, Col.6	Sect. B2, Sch. B-14, Col.6	13-Month Ave	0	2,872,134	
23	1995 Retirements	0	0						
24	1995 Adjustments	0	(42,013)	Per Sch. A-9, pg.2, Col.5	Per Sch. A-10, pg.2, Col.5		0	(42,013)	Per PSC Order
25	1995 Adjust - Non-Used & Useful	0	0	Per Sch. A-9, pg.2, Col.8	Per Sch. A-10, pg.2, Col.8				
26							\$0	\$2,830,121	
27	12/31/95 Balance	0	3,143,398	To A-1, Col. 4	To A-2, Col. 4				
28									
29	Beg-End Ave:	0	2,851,127						
30									
31									

a. Salvage Value
 b. Cost of Removal

Supporting Schedules: A-11,A-12
 Recap Schedules: A-22

Schedule of Sewer Accumulated Depreciation by Primary Account

13-Month Average

File: NFMA.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Historic [] or Projected [x]

Florida Public Service Commission

Schedule: A-10

Page 1 of 2

Preparer: Coel

Recap Schedules: A-2,A-8

Explanation: Provide the ending balances and 13-month average of accumulated depreciation for the test year by account. Also show non-used & useful amounts by account.

Acct. No.	(1) Description	(2) Base Year 12/31/94	(3) Balance @ 01/31/95	(4) Balance @ 02/28/95	(5) Balance @ 03/31/95	(6) Balance @ 04/30/95	(7) Balance @ 05/31/95	(8) Balance @ 06/30/95	(9) Balance @ 07/31/95	(10) Balance @ 08/31/95	(11) Balance @ 09/30/95	(12) Balance @ 10/31/95	(13) Balance @ 11/30/95
	INTANGIBLE PLANT												
351	Organization	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
352	Franchises	250	250	250	250	250	250	250	250	250	250	250	250
	COLLECTION PLANT												
353.1	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0
354.1	Structures & Improvements	11,951	12,053	12,155	12,257	12,359	12,461	12,564	12,666	12,768	12,870	12,972	13,074
360	Collection Sewers -Force	980,835	987,179	993,524	999,868	1,006,212	1,012,556	1,018,901	1,025,245	1,031,589	1,037,933	1,044,278	1,050,622
361	Collection Sewers -Gravity	125,211	126,861	128,512	130,162	131,812	133,463	135,113	136,763	138,414	140,064	141,714	143,365
362	Spec. Collect. Structures	28	33	39	44	49	54	60	65	70	75	81	86
363	Services to Customers	56,321	56,678	57,034	57,391	57,747	58,104	58,461	58,817	59,174	59,530	59,887	60,243
364	Flow Measuring Devices	2,686	2,741	2,796	2,851	2,905	2,960	3,015	3,070	3,125	3,180	3,234	3,289
365	Flow Measuring Install.	0	0	0	0	0	0	0	0	0	0	0	0
	SYSTEM PUMPING PLANT												
353.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0
354.2	Structures & Improvements	76,060	76,489	76,917	77,346	77,775	78,203	78,632	79,061	79,489	79,918	80,347	80,775
370	Receiving Wells	12,863	13,007	13,152	13,296	13,440	13,584	13,729	13,873	14,017	14,161	14,306	14,450
371	Pumping Equipment	158,335	161,978	165,620	169,263	172,905	176,548	180,190	183,833	187,475	191,118	194,760	198,403
	TREATMENT & DISPOSAL PLANT												
353.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0
354.3	Structures & Improvements	97,659	99,106	100,553	102,000	103,447	104,893	106,340	107,787	109,234	110,681	112,128	113,575
380	Treatment & Disposal Equip	876,270	903,378	930,487	957,595	984,703	1,011,811	1,038,920	1,066,028	1,093,136	1,120,244	1,147,353	1,174,461
380.1	Adv Treat & Disposal Equip	(1,743)	6,094	13,931	21,769	29,606	37,443	45,280	53,117	60,954	68,792	76,629	84,466
381	Plant Sewers	325	334	344	353	362	372	381	390	400	409	418	428
382	Outfall Sewer Lines	72,265	74,168	76,072	77,975	79,878	81,781	83,685	85,588	87,491	89,394	91,298	93,201
383	Effluent Services	0	0	0	0	0	0	0	0	0	0	0	0
384	Effl. Meters & Mtr Install	0	0	0	0	0	0	0	0	0	0	0	0
389	Other Plant & Misc Equip	23,802	24,454	25,107	25,759	26,411	27,063	27,716	28,368	29,020	29,672	30,325	30,977
	GENERAL PLANT												
353.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0
354.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0
390	Office Furniture & Equip.	332	335	337	340	342	345	347	350	352	355	357	360
391	Transportation Equipment	0	0	0	0	0	0	0	0	0	0	0	0
392	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0
393	Tools, Shop & Garage Equip	1,620	1,642	1,664	1,686	1,709	1,731	1,753	1,775	1,797	1,819	1,841	1,863
394	Laboratory Equipment	3,885	3,944	4,003	4,062	4,121	4,179	4,238	4,297	4,356	4,415	4,474	4,533
395	Power Operated Equipment	59,261	59,521	59,782	60,042	60,302	60,562	60,823	61,083	61,343	61,604	61,864	62,124
396	Communication Equipment	5,012	5,154	5,295	5,437	5,579	5,720	5,862	6,004	6,145	6,287	6,429	6,570
397	Miscellaneous Equipment	0	0	0	0	0	0	0	0	0	0	0	0
398	Other Tangible Plant	620	628	636	644	651	659	667	675	683	691	698	706
390.2	Computer Equipment	533	567	601	634	668	702	736	769	803	837	871	904
	Less: Retirement WIP	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)	(5,525)
	TOTAL of Accounts	\$2,558,856	\$2,611,069	\$2,663,282	\$2,715,495	\$2,767,708	\$2,819,921	\$2,872,134	\$2,924,346	\$2,976,559	\$3,028,772	\$3,080,985	\$3,133,198
	TOTAL Per Books	\$2,558,856	2,611,069	2,663,282	2,715,495	2,767,708	2,819,921	2,872,134	2,924,346	2,976,559	3,028,772	3,080,985	\$3,133,198

1.2

Schedule of Sewer Accumulated Depreciation by Primary Account
 13-Month Average
 File: NFMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: A-10
 Page 2 of 2
 Preparer: Coel
 Recap Schedules: A-2,A-8

Explanation: Provide the ending balances and 13-month average of accumulated depreciation for the test year by account. Also show non-used & useful amounts by account.

Acct. No.	(1) Description	(2) Test Year 12/31/95	(3) Test Year 13-Month Ave	(4) Test Year Depr Expense	(5) Test Year Adjustments	(6) TEST YEAR ADJ 12/31/95	(7) Non-Used & Useful %	(8) Non-Used & Useful \$	(9) Notes
				From B-14 Column (6)			100.0%	Used & Useful	
	INTANGIBLE PLANT								(See MFR Schedule F-6 for the Used & Useful Calculations)
351	Organization	\$0	\$0	\$0	\$0	\$0	0.0%	\$0	
352	Franchises	250	250	0	0	250	0.0%	0	
	COLLECTION PLANT								
353.1	Land & Land Rights	0	0	0	0	0	0.0%	0	
354.1	Structures & Improvements	13,176	12,564	1,225	0	13,176	0.0%	0	
360	Collection Sewers -Force	1,056,966	1,018,901	76,131	0	1,056,966	0.0%	0	
361	Collection Sewers -Gravity	145,015	135,113	19,804	0	145,015	0.0%	0	
362	Spec. Collect. Structures	91	60	63	0	91	0.0%	0	
363	Services to Customers	60,600	58,461	4,279	0	60,600	0.0%	0	
364	Flow Measuring Devices	3,344	3,015	658	0	3,344	0.0%	0	
365	Flow Measuring Install.	0	0	0	0	0	0.0%	0	
	SYSTEM PUMPING PLANT								
353.2	Land & Land Rights	0	0	0	0	0	0.0%	0	
354.2	Structures & Improvements	81,204	78,632	5,144	0	81,204	0.0%	0	
370	Receiving Wells	14,594	13,729	1,731	0	14,594	0.0%	0	
371	Pumping Equipment	202,045	180,190	43,710	0	202,045	0.0%	0	
	TREATMENT & DISPOSAL PLANT								
353.3	Land & Land Rights	0	0	0	0	0	0.0%	0	
354.3	Structures & Improvements	115,022	106,340	17,363	0	115,022	0.0%	0	
380	Treatment & Disposal Equip	1,201,569	1,038,920	325,299	(1,847)x.	1,199,722	0.0%	0	x. Per PSC Order & MFR Section G, Schedule G-13
380.1	Adv Treat & Disposal Equip	92,303	45,280	94,046	0	92,303	0.0%	0	
381	Plant Sewers	437	381	112	0	437	0.0%	0	
382	Outfall Sewer Lines	95,104	83,685	22,839	0	95,104	0.0%	0	
383	Effluent Services	0	0	0	0	0	0.0%	0	
384	Effl. Meters & Mtr Install	0	0	0	0	0	0.0%	0	
389	Other Plant & Misc Equip	31,629	27,716	7,827	0	31,629	0.0%	0	
	GENERAL PLANT								
353.5	Land & Land Rights	0	0	0	0	0	0.0%	0	
354.5	Structures & Improvements	0	0	0	0	0	0.0%	0	
390	Office Furniture & Equip.	362	347	30	0	362	0.0%	0	
391	Transportation Equipment	0	0	0	0	0	0.0%	0	
392	Stores Equipment	0	0	0	0	0	0.0%	0	
393	Tools, Shop & Garage Equip	1,886	1,753	266	0	1,886	0.0%	0	
394	Laboratory Equipment	4,592	4,238	707	0	4,592	0.0%	0	
395	Power Operated Equipment	62,384	60,823	3,124	(40,166)y.	22,218	0.0%	0	y. Per PSC Order & MFR Section G, Schedule G-13
396	Communication Equipment	6,712	5,862	1,700	0	6,712	0.0%	0	
397	Miscellaneous Equipment	0	0	0	0	0	0.0%	0	
398	Other Tangible Plant	714	667	94	0	714	0.0%	0	
390.2	Computer Equipment	938	736	405	0	938	0.0%	0	
	Less: Retirement WIP	(5,525)	(5,525)	0	0	(5,525)	0.0%	0	
	TOTAL of Accounts	\$3,185,411	\$2,872,134	\$626,555	(\$42,013)	\$3,143,398	Test Year Adjustment ->	\$0	
	TOTAL Per Books	\$3,185,411	2,872,134						

Schedule of Contributions in Aid of Construction by Classification

13-Month Average

File: NFPA.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SJ

Test Year Ended: 12/31/95

Historic [] or Projected [X]

Florida Public Service Commission

Schedule: A-12

Page 1 of 1

Preparer: Coel

Explanation: Provide the ending balances and average of Contributions in Aid of Construction, by classification for the test year. If a projected year is employed, provide breakdown for the base year and intermediate year also.

Line No.	(1) Description	(2) Base Year 12/31/94	(3) Test Year 12/31/95	(4) Begin-End Average	(5) 13-Month Average *	(6) Notes
<p>Note: The Utility does not maintain Accumulated CIAC by classification, therefore the data below has been calculated based on 1991-1994 average annual percentages and specific additions from 1991 through December 1994 (See MFR Workpapers). However, the total amounts are per books.....</p>						
WATER					0.00%	* 13-Month Average allocation factor.
1	Plant Capacity Fees	\$0	\$0	\$0	\$0	Since the company does not maintain accumulated CIAC by classification and the difference between the 13-month average and the year begin-end average is only \$0 or 0.00%, an allocation was applied.
2	Extension Fees	0	0	0	0	
3	Tap-In Fees	0	0	0	0	
4	Contributed Lines	0	0	0	0	
Other:						
5	Process Fees	0	0	0	0	
6	Engineering Fees	0	0	0	0	
7	Inc. Taxes Collect/Paid	0	0	0	0	
8	Transfer from Advances	0	0	0	0	
9	Total	\$0	\$0	\$0	\$0	
10	TOTAL PER BOOKS	\$0	\$0	\$0	\$0	
SEWER					0.00%	* 13-Month Average allocation factor.
11	Plant Capacity Fees	\$342,892	\$470,692	\$406,792	\$406,792	Since the company does not maintain accumulated CIAC by classification and the difference between the 13-month average and the year begin-end average is only (\$0) or 0.00%, an allocation was applied.
12	Extension Fees	66,130	75,090	70,610	70,610	
13	Tap-In Fees	18,984	18,984	18,984	18,984	
14	Contributed Lines	2,741,641	2,741,641	2,741,641	2,741,641	
Other:						
15	Process Fees	0	0	0	0	
16	Engineering Fees	0	0	0	0	
17	Inc. Taxes Collect/Paid	13,623	13,623	13,623	13,623	
18	Transfer from Advances	0	0	0	0	
19	Total	\$3,183,270	\$3,320,030	\$3,251,650	\$3,251,650	
20	TOTAL PER BOOKS	\$3,183,270	\$3,320,030	\$3,251,650	\$3,251,650	

Schedule of Water and Sewer Accumulated Amortization of CIAC
 Annual Balances Subsequent to Last Established Rate Base
 File: NPMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: A-13
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the annual balance of accumulated amortization of CIAC, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. Show any retirements as adjustments. If any amounts shown are projected, state so.

Line No.	Description	Year-End Balance		Notes		13-Month Average			
		Water	Sewer	Water	Sewer	Month/Year	Water	Sewer	Notes
1	12/31/90 Balance	\$0	\$636,083	General Note:		Dec 94	\$0	\$1,159,806	
2	1991 Additions	0	112,038			Jan 95	0	1,174,222	
3	1991 Adjustments	0	0	The difference between the 13-month average and the		Feb	0	1,188,637	
4				Year Begin-Ending Average is:		Mar	0	1,203,053	
5	12/31/91 Balance	0	748,121			Apr	0	1,217,469	
6	1992 Additions	0	127,793	\$0	\$0	May	0	1,231,884	
7	1992 Adjustments	0	0	0.00%	0.00%	Jun	0	1,246,300	
8						Jul	0	1,260,716	
9	12/31/92 Balance	0	875,914			Aug	0	1,275,131	
10	1993 Additions	0	139,796			Sep	0	1,289,547	
11	1993 Adjustments	0	0			Oct	0	1,303,963	
12						Nov	0	1,318,378	
13	12/31/93 Balance	0	1,015,710			Dec	0	1,332,794	
14	1994 Additions	0	144,096						
15	1994 Adjustments	0	0			13-Month Ave	\$0	\$1,246,300	
16									
17	12/31/94 Balance	0	1,159,806	To A-1, Col. 2	To A-2, Col. 2				
18	1995 Additions	0	172,988	Per Sect. B1, Sch. B-13	Per Sect. B2, Sch. B-14				
19	1995 Adjustments	0	0						
20									
21	12/31/95 Balance	0	\$1,332,794	To A-1, Col. 4	To A-2, Col. 4				
22									
23	Beg-End Ave:	\$0	\$1,246,300						
24									
25									
26									
27									
28									
29									
30									
31									
32									
33									
34									

Supporting Schedules: A-14
 Recap Schedules: A-19

Schedule of Accumulated Amortization of CIAC by Classification
 13-Month Average
 File: NFMA.mkt
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Florida Public Service Commission

Schedule: A-14
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the ending balances and average of Accumulated Amortization of CIAC by classification, if possible, for the test year.
 If a projected year is employed, provide breakdown for the base year and intermediate year also.

Line No.	(1) Description	(2) Base Year 12/31/94	(3) Test Year 12/31/95	(4) Test Year Average	(5) 13-Month Average *	(6) Notes	
<p>Note: The Utility does not maintain Accumulated Amortization of CIAC by classification, therefore the data below has been calculated based on CIAC classification ratios (See MFR Workpapers). However, the total amounts are per books.</p>							
WATER					0.00%	* 13-Month Average allocation factor.	
1	Plant Capacity Fees	\$0	\$0	\$0	\$0	<p>Since the company does not maintain accumul. Amort. CIAC by classification and the difference between the 13-month average and the year begin-end average is only \$0 or 0.00%, an allocation was applied.</p>	
2	Extension Fees	0	0	0	0		
3	Tap-In Fees	0	0	0	0		
4	Contributed Lines	0	0	0	0		
Other:							
5	Process Fees	0	0	0	0		
6	Engineering Fees	0	0	0	0		
7	Inc. Taxes Collect/Paid	0	0	0	0		
8	Transfer from Advances	0	0	0	0		
9	Total	\$0	\$0	\$0	\$0		
10	TOTAL PER BOOKS	\$0	\$0	\$0	\$0		
SEWER					0.00%	* 13-Month Average allocation factor.	
11	Plant Capacity Fees	\$124,931	\$188,955	\$156,943	\$156,943	<p>Since the company does not maintain accumul. Amort. CIAC by classification and the difference between the 13-month average and the year begin-end average is only \$0 or 0.00%, an allocation was applied.</p>	
12	Extension Fees	24,094	30,144	27,119	27,119		
13	Tap-In Fees	6,917	7,621	7,269	7,269		
14	Contributed Lines	998,901	1,100,605	1,049,753	1,049,753		
Other:							
15	Process Fees	0	0	0	0		
16	Engineering Fees	0	0	0	0		
17	Inc. Taxes Collect/Paid	4,963	5,469	5,216	5,216		
18	Transfer from Advances	0	0	0	0		
19	Total	\$1,159,806	\$1,332,794	\$1,246,300	\$1,246,300		
20	TOTAL PER BOOKS	\$1,159,806	\$1,332,794	\$1,246,300	\$1,246,300		

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Recap Schedules: A-1,A-2,A-13

Schedule of Annual AFUDC Rates Used
File: NFMA.wk1
Company: Florida Cities Water Co. - N Ft Myers Div.
Docket No.: 950387-SU
Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: A-15
Page 1 of 1
Preparer: Coel

Explanation: Provide the annual AFUDC rates used since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously. Include a description of practices and authority of rate(s) used.

	Water	Sewer
1985	N/A	13.63%
1986 Jan-Apr	N/A	13.63%
May-Dec	N/A	13.27%
1987 Jan-Jun	N/A	13.27%
Jul-Dec	N/A	11.98%
1988	N/A	10.38%
1989 Jan-Sep	N/A	10.38%
Oct-Dec	N/A	9.90%
1990	N/A	9.90%
1991	N/A	9.90%
1992	N/A	9.90%
1993	N/A	9.90%
1994	N/A	9.90%

Schedule of Water and Sewer Advances For Construction
 Annual Balances Subsequent to Last Established Rate Base
 File: NFMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: A-16
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the annual balance of Advances For Construction, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If any amounts shown are projected, state so. Also provide a brief description of the applicant's policy regarding advances for construction.

Line No.	Description	Year-End Balance		Notes		13-Month Average			
		Water	Sewer	Water	Sewer	Month/Year	Water	Sewer	Notes
1	12/31/90 Balance	0	0						
2	1991 Additions	0	0						
3	1991 Retirements	0	0						
4	1991 Adjustments	0	0						
5									
6	12/31/91 Balance	0	0						
7	1992 Additions	0	0						
8	1992 Retirements	0	0						
9	1992 Adjustments	0	0						
10									
11	12/31/92 Balance	0	0			Dec 94	\$0	\$0	
12	1993 Additions	0	0			Jan 95	0	0	
13	1993 Retirements	0	0			Feb	0	0	
14	1993 Adjustments	0	0			Mar	0	0	
15						Apr	0	0	
16	12/31/93 Balance	0	0			May	0	0	
17	1994 Additions	0	0			Jun	0	0	
18	1994 Retirements	0	0			Jul	0	0	
19	1994 Adjustments	0	0			Aug	0	0	
20						Sep	0	0	
21	12/31/94 Balance	0	0	To A-1, Col. 2	To A-2, Col. 2	Oct	0	0	
22	1995 Additions	0	0	To A-1, Col. 3	To A-2, Col. 3	Nov	0	0	
23	1995 Retirements	0	0			Dec	0	0	
24	1995 Adjustments	0	0			13-Month Ave	\$0	\$0	
25									
26	12/31/94 Balance	\$0	\$0	To A-1, Col. 4	To A-2, Col. 4				
27									
28	Beg-End Ave:	\$0	\$0						
29									
30									

General Note:
 The difference between the 13-month average and the Year Begin-Ending Average is:

\$0 0.00% \$0 0.00%

Dec 94 \$0 \$0
 Jan 95 0 0
 Feb 0 0
 Mar 0 0
 Apr 0 0
 May 0 0
 Jun 0 0
 Jul 0 0
 Aug 0 0
 Sep 0 0
 Oct 0 0
 Nov 0 0
 Dec 0 0

Calculation of Working Capital Allowance
 Balance Sheet Method
 File: NFMA.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: A-17
 Page 1 of 2
 Preparer: Coel

Explanation: Provide the calculation of working capital using the balance sheet method.

Line No.	Working Capital Balance Sheet Accounts	Base Year		Test Year		Notes				
		Balance @ 12/31/94	Adjustments	Base Year Balance 12/31/94	Balance @ 12/31/95		Adjustments	Test Year Balance 12/31/95		
1	Cash	\$95,250	\$0	\$95,250	\$157,720	\$0	\$157,720			
2	Cash - Restricted	49,258	0	49,258	45,373	0	45,373			
3	Accts Receivable - Customer	1,752,072	0	1,752,072	1,806,121	0	1,806,121			
4	Unbilled revenues	1,152,417	0	1,152,417	1,152,417	0	1,152,417			
5	Accts Receivable - Other	176,146	0	176,146	236,743	0	236,743			
6	Allowance for Bad Debts	(21,409)	0	(21,409)	(17,006)	0	(17,006)			
7	Accts Receivable - Intercompany	51,532	0	51,532	96,078	0	96,078			
8	Materials & Supplies	189,852	0	189,852	168,253	0	168,253			
9	Prepayments	326,157	0	326,157	454,566	0	454,566			
10	Unmort Rate Case Exp	714,515	0	714,515	712,118	0	712,118			
11	Clearing Accounts	5,334	0	5,334	46,526	0	46,526			
12	Other Deferred Debts	9,443,073	(8,908,086)a.	534,987	9,317,116	(8,530,251)a.	786,865	a. Less: Carrying Charges on Capacity Fees in N & S Ft Myers Divisions (Account No. 186.30). These are NOT cash related and should NOT be included in working capital.		
13	(Maintenance Accruals)									
14	Subtotal	\$13,954,197	(\$8,908,086)	\$5,026,111	\$14,176,025	(\$8,530,251)	\$5,645,774	See Schedule A-17, Pg 2 of 2, Note A for adjustment calculation.		
15	Less:									
16	Accounts Payable - Trade	\$687,109	0	687,109	687,108	0	687,108			
17	Intercompany Payables	2,013,371	154,291 b.	2,167,662	2,165,507	(2,067,500)c.	98,007	b. Less: Preferred Stock Div. Accrued (Account No. 233.18).		
18	State Income Tax	0	0	0	29,051	0	29,051	See Schedule A-17, Pg 2 of 2, Note B for adjustment calculation.		
19	Federal Income tax	0	0	0	163,877	0	163,877			
20	Taxes Other Than Income	873,211	0	873,211	873,211	0	873,211			
21	Accrued Interest	283,310	0	283,310	295,966	0	295,966			
22	Other Current Liabil.	2,108,036	0	2,108,036	1,608,036	0	1,608,036	c. Less: Preferred Stock Div. Accrued (Account No. 233.18).		
23										
24	Subtotal	\$5,965,037	\$154,291	\$6,119,328	\$5,822,756	(\$2,067,500)	\$3,755,256	See Schedule A-17, Pg 2 of 2, Note B for adjustment calculation.		
25										
26	Net Working Capital	\$7,969,160	(\$9,062,377)	\$0	\$8,353,269	(\$6,462,751)	\$1,890,518	And Less: \$2,000,000 for Intercompany Notes Payable with Consolidated Water Company (CWC)		
27	(Sets to zero if negative)									
28										
29										
30	FCMC Net Working Capital Allocated to the N Ft Myers Division.....									
31	(N Ft Myers O&M Expenses / Total FCMC O&M x FCMC Working Capital) @ 12/31/94									
32										
33										
34		N Ft Myers O&M Expenses	Total FCMC O&M Expenses	% Allocation	Balance @ 12/31/94	Adjustments	Base Year Balance @ 12/31/94	Balance @ 12/31/95	Adjustments	Test Year Balance @ 12/31/95
35										
36										
37	Water	N/A	\$13,970,841	0.0%	\$0	\$0	\$0	\$0	\$0	\$0
38										
39	Wastewater	919,804	13,970,841	6.6%	525,965	(598,117)	0	551,316	(426,542)	124,774
40										
41	Total O & M	\$919,804		6.6%	\$525,965	(\$598,117)	\$0	\$551,316	(\$426,542)	\$124,774
42										

Recap Schedules: A-1,A-2

Comparative Balance Sheet - Assets

Florida Public Service Commission

File: NFMA.wk1
 Company: Florida Cities Water Co.- TOTAL COMPANY
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Schedule: A-18
 Page 1 of 2
 Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

Line No.	(1) ASSETS	(2) Base Year 12/31/94	(3) Balance @ 01/31/95	(4) Balance @ 02/28/95	(5) Balance @ 03/31/95	(6) Balance @ 04/30/95	(7) Balance @ 05/31/95	(8) Balance @ 06/30/95	(9) Balance @ 07/31/95	(11) Balance @ 08/31/95	(12) Balance @ 09/30/95
		Per Books	Per Books								
1	Utility Plant in Service	144,807,962	144,807,962	145,868,123	147,990,535	149,350,946	150,403,357	152,462,769	152,845,180	153,029,591	153,473,003
2	Constr. Work in Progress	3,345,056	3,861,520	3,861,520	3,861,520	3,861,520	3,861,520	3,861,520	3,861,520	3,861,520	3,861,520
3	Other Utility Plant Adjustments	0	0	0	0	0	0	0	0	0	0
4	GROSS UTILITY PLANT	148,153,018	148,669,482	149,729,643	151,852,055	153,212,466	154,264,877	156,324,289	156,706,700	156,891,111	157,334,523
5	Less: Accumulated Depreciation	(39,921,588)	(40,392,974)	(40,864,360)	(41,335,746)	(41,807,132)	(42,278,518)	(42,749,904)	(43,221,290)	(43,692,676)	(44,164,062)
6	NET UTILITY PLANT	108,231,430	108,276,508	108,865,283	110,516,309	111,405,334	111,986,359	113,574,385	113,485,410	113,198,435	113,170,461
7	Cash	95,250	157,720	157,720	157,720	157,720	157,720	157,720	157,720	157,720	157,720
8	Cash - Restricted	49,258	45,373	45,373	45,373	45,373	45,373	45,373	45,373	45,373	45,373
9	Accts Receivable - Customer	1,752,072	1,806,121	1,806,121	1,806,121	1,806,121	1,806,121	1,806,121	1,806,121	1,806,121	1,806,121
10	Unbilled revenues	1,152,417	1,152,417	1,152,417	1,152,417	1,152,417	1,152,417	1,152,417	1,152,417	1,152,417	1,152,417
11	Accts Receivable - Other	176,146	236,743	236,743	236,743	236,743	236,743	236,743	236,743	236,743	236,743
12	Allowance for Bad Debts	(21,409)	(17,006)	(17,006)	(17,006)	(17,006)	(17,006)	(17,006)	(17,006)	(17,006)	(17,006)
13	Accts Receivable - Intercompany	51,532	96,078	96,078	96,078	96,078	96,078	96,078	96,078	96,078	96,078
14	Materials & Supplies	189,852	168,253	168,253	168,253	168,253	168,253	168,253	168,253	168,253	168,253
15	Prepayments	326,157	454,566	454,566	454,566	454,566	454,566	454,566	454,566	454,566	454,566
16	TOTAL CURRENT ASSETS	3,771,275	4,100,265	4,100,265	4,100,265	4,100,265	4,100,265	4,100,265	4,100,265	4,100,265	4,100,265
17	Unamort Debt Disc & Exp	338,904	333,636	333,636	333,636	333,636	333,636	333,636	333,636	333,636	333,636
18	Unamort Rate Case Exp	714,515	712,118	712,118	712,118	712,118	712,118	712,118	712,118	712,118	712,118
19	Extraord Property Losses	63,780	60,424	60,424	60,424	60,424	60,424	60,424	60,424	60,424	60,424
20	Prelim Survey & Investig	1,762,039	1,774,548	1,774,548	1,774,548	1,774,548	1,774,548	1,774,548	1,774,548	1,774,548	1,774,548
21	Clearing Accounts	5,334	46,526	46,526	46,526	46,526	46,526	46,526	46,526	46,526	46,526
22	Deferred Federal Income Tax - CIAC	0	0	0	0	0	0	0	0	0	0
23	Deferred State Income Tax - CIAC	0	0	0	0	0	0	0	0	0	0
24	Regulatory Assets	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074
25	Other Deferred Debits	9,443,073	9,317,116	9,317,116	9,317,116	9,317,116	9,317,116	9,317,116	9,317,116	9,317,116	9,317,116
26	TOTAL DEFERRED DEBITS	13,478,719	13,395,442	13,395,442	13,395,442	13,395,442	13,395,442	13,395,442	13,395,442	13,395,442	13,395,442
27	TOTAL ASSETS	125,481,424	125,772,215	126,360,990	128,012,016	128,901,041	129,482,066	131,070,092	130,981,117	130,694,142	130,666,168

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Comparative Balance Sheet - Assets

Florida Public Service Commission

File: NFPA.wk1
 Company: Florida Cities Water Co. - TOTAL COMPANY
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Schedule: A-18
 Page 2 of 2
 Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

23

Line No.	(1) ASSETS	(2) Balance @ 10/31/95	(3) Balance @ 11/30/95	(4) TEST YEAR Ended 12/31/95	(5) Test Year Begin-End Average	(6) Test Year 13-Month Average	(7) Difference between 13-Month & Begin-End Aver. \$	(8) Begin-End Aver. %	(9) Notes
1	Utility Plant in Service	153,157,045	154,567,456	156,779,868	150,793,915	150,734,138	(59,777)	0.0%	Adjusted by changes in debt
2	Constr. Work in Progress	3,861,520	3,861,520	3,861,520	3,603,288	3,821,792	218,504	6.1%	
3	Other Utility Plant Adjustments	0	0	0	0	0	0	0.0%	
4	GROSS UTILITY PLANT	157,018,565	158,428,976	160,641,388	154,397,203	154,555,930	158,727	0.1%	Dec94 - Jan95 Annualized
5	Less: Accumulated Depreciation	(44,635,448)	(45,106,834)	(45,578,220)	(42,749,904)	(42,749,904)	0	0.0%	
6	NET UTILITY PLANT	112,383,117	113,322,142	115,063,168	111,647,299	111,806,026	158,727	0.1%	
7	Cash	157,720	157,720	157,720 *	126,485	152,915	26,430	20.9%	* Working Capital accounts
8	Cash - Restricted	45,373	45,373	45,373 *	47,316	45,672	(1,644)	-3.5%	
9	Accts Receivable - Customer	1,806,121	1,806,121	1,806,121 *	1,779,097	1,801,963	22,867	1.3%	
10	Unbilled revenues	1,152,417	1,152,417	1,152,417 *	1,152,417	1,152,417	0	0.0%	
11	Accts Receivable - Other	236,743	236,743	236,743 *	206,445	232,082	25,637	12.4%	
12	Allowance for Bad Debts	(17,006)	(17,006)	(17,006) *	(17,208)	(17,345)	1,863	-9.7%	
13	Accts Receivable - Intercompany	96,078	96,078	96,078 *	73,805	92,651	18,846	25.5%	
14	Materials & Supplies	168,253	168,253	168,253 *	179,053	169,914	(9,138)	-5.1%	
15	Prepayments	454,566	454,566	454,566 *	390,362	444,688	54,327	13.9%	
16	TOTAL CURRENT ASSETS	4,100,265	4,100,265	4,100,265	3,985,770	4,074,958	139,188	3.5%	
17	Unamort Debt Disc & Exp	333,636	333,636	333,636	336,270	334,041	(2,229)	-0.7%	
18	Unamort Rate Case Exp	712,118	712,118	712,118 *	713,317	712,302	(1,014)	-0.1%	
19	Extraord Property Losses	60,424	60,424	60,424	62,102	60,682	(1,420)	-2.3%	
20	Prelim Survey & Investig	1,774,548	1,774,548	1,774,548	1,768,294	1,773,586	5,292	0.3%	
21	Clearing Accounts	46,526	46,526	46,526 *	25,930	43,357	17,427	67.2%	
22	Deferred Federal Income Tax - CIAC	0	0	0	0	0	0	0.0%	
23	Deferred State Income Tax - CIAC	0	0	0	0	0	0	0.0%	
24	Regulatory Assets	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	0	0.0%	
25	Other Deferred Debits	9,317,116	9,317,116	9,317,116 *	9,380,095	9,326,805	(53,290)	-0.6%	
26	TOTAL DEFERRED DEBITS	13,395,442	13,395,442	13,395,442	13,437,081	13,401,848	(35,233)	-0.3%	
27	TOTAL ASSETS	129,878,824	130,817,849	132,558,875	129,020,150	129,282,832	262,683	0.2%	

Comparative Balance Sheet - Equity Capital & Liabilities

Florida Public Service Commission

File: NFMA.wk1
 Company: Florida Cities Water Co.- TOTAL COMPANY
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Schedule: A-19
 Page 1 of 2
 Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

24

Line No.	(1) EQUITY CAPITAL & LIABILITIES	(2) Base Year 12/31/94	(3) Balance @ 01/31/95	(4) Balance @ 02/28/95	(5) Balance @ 03/31/95	(6) Balance @ 04/30/95	(7) Balance @ 05/31/95	(8) Balance @ 06/30/95	(9) Balance @ 07/31/95	(11) Balance @ 08/31/95	(12) Balance @ 09/30/95
		Per Books	Per Books								
1	Common Stock Issued	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300
2	Preferred Stock Issued	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
3	Additional Paid in Capital	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192
4	Retained Earnings	15,964,460	16,180,047	16,155,047	16,311,047	16,540,047	16,421,047	16,514,047	16,580,047	16,348,047	16,375,047
5	Other Equity Capital	0	0	0	0	0	0	0	0	0	0
6	TOTAL EQUITY CAPITAL	29,155,952	29,371,539	29,346,539	29,502,539	29,731,539	29,612,539	29,705,539	29,771,539	29,539,539	29,566,539
7	TOTAL LONG TERM DEBT	23,410,000	23,410,000	23,378,750	23,378,750	23,243,750	22,698,750	27,698,750	27,698,750	27,698,750	27,698,750
8	Current Maturities - LTD	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250
9	Notes Payable	4,450,000	4,150,000	4,700,000	6,100,000	6,800,000	7,950,000	4,350,000	4,100,000	3,950,000	3,800,000
10	Accounts Payable - Trade	687,109	608,128	608,128	608,128	608,128	608,128	608,128	608,128	608,128	608,128
11	Intercompany Payables	2,013,371	2,069,127	2,069,127	2,069,127	2,069,127	2,069,127	2,069,127	2,069,127	2,069,127	2,069,127
12	Customers' Deposits	668,557	691,855	721,053	750,252	779,450	808,648	837,847	867,045	896,243	925,442
13	State Income Tax	0	29,051	29,051	29,051	29,051	29,051	29,051	29,051	29,051	29,051
14	Federal Income tax	0	163,877	163,877	163,877	163,877	163,877	163,877	163,877	163,877	163,877
15	Taxes Other Than Income	873,211	1,038,304	1,038,304	1,038,304	1,038,304	1,038,304	1,038,304	1,038,304	1,038,304	1,038,304
16	Accrued Interest	283,310	421,351	421,351	421,351	421,351	421,351	421,351	421,351	421,351	421,351
17	Other Current Liabil.	2,108,036	2,051,287	2,051,287	2,051,287	2,051,287	2,051,287	2,051,287	2,051,287	2,051,287	2,051,287
18	TOTAL CURRENT & ACCRUED LIABILITIES	12,594,844	12,734,230	13,313,428	14,742,627	15,471,825	16,651,023	13,080,222	12,859,420	12,738,618	12,617,817
19	Advances For Construction - Customer	0	0	0	0	0	0	0	0	0	0
20	Advances For Construction - Intercompany	221,760	221,760	221,760	221,760	221,760	221,760	221,760	221,760	221,760	221,760
21	Advances For Construction - Unassigned	0	0	0	0	0	0	0	0	0	0
22	Investment Tax Credits	1,759,881	1,753,081	1,746,281	1,739,481	1,732,681	1,725,881	1,719,081	1,712,281	1,705,481	1,698,681
23	Deferred Federal Inc Tax	1,198,702	1,091,376	1,091,376	1,091,376	1,091,376	1,091,376	1,091,376	1,091,376	1,091,376	1,091,376
24	Deferred State Inc Tax	206,276	188,885	188,885	188,885	188,885	188,885	188,885	188,885	188,885	188,885
25	Regulatory Liabilities	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305
26	Post-Retirement Benefits	976,226	1,020,226	1,064,226	1,108,226	1,152,226	1,196,226	1,240,226	1,284,226	1,328,226	1,372,226
27	Other Deferred Credits	543,956	538,664	538,664	538,664	538,664	538,664	538,664	538,664	538,664	538,664
28	TOTAL DEFERRED CREDITS & OPER. RESERVES	7,161,106	7,068,297	7,105,497	7,142,697	7,179,897	7,217,097	7,254,297	7,291,497	7,328,697	7,365,897
29	Contributions in Aid of Construction	53,159,522	53,188,149	53,216,776	53,245,403	53,274,030	53,302,657	53,331,284	53,359,911	53,388,538	53,417,165
30	EQUITY CAPITAL & LIABILITIES	125,481,424	125,772,215	126,360,990	128,012,016	128,901,041	129,482,066	131,070,092	130,981,117	130,694,142	130,666,168

Comparative Balance Sheet - Equity Capital & Liabilities

Florida Public Service Commission

File: NFMA.m41
 Company: Florida Cities Water Co.- TOTAL COMPANY
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Schedule: A-19
 Page 2 of 2
 Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

Line No.	(1) EQUITY CAPITAL & LIABILITIES	(2) Balance @ 10/31/95	(3) Balance @ 11/30/95	(4) TEST YEAR Ended 12/31/95	(5) Test Year Begin-End Average	(6) Test Year 13-Month Average	(7) Difference between 13-Month & Begin-End \$	(8) %	(9) Notes
1	Common Stock Issued	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	0	0.0%	
2	Preferred Stock Issued	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	0	0.0%	
3	Additional Paid in Capital	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	0	0.0%	
4	Retained Earnings	16,451,047	16,395,047	16,591,047	16,277,754	16,371,233	93,479	0.6%	
5	Other Equity Capital	0	0	0	0	0	0	0.0%	
6	TOTAL EQUITY CAPITAL	29,642,539	29,586,539	29,782,539	29,469,246	29,562,725	93,479	0.3%	
7	TOTAL LONG TERM DEBT	27,698,750	27,698,750	27,698,750	25,554,375	25,647,019	92,644	0.4%	
8	Current Maturities - LTD	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	0	0.0%	
9	Notes Payable	3,400,000	4,300,000	5,750,000	5,100,000	4,907,692	(192,308)	-3.8%	
10	Accounts Payable - Trade	687,108	687,108	687,108 *	687,109	632,430	(54,679)	-8.0%	* Working Capital accounts
11	Intercompany Payables	2,165,507	2,165,507	2,165,507 *	2,089,439	2,087,080	(2,359)	-0.1%	
12	Customers' Deposits	954,640	983,838	1,013,037	840,797	838,301	(2,496)	-0.3%	Per D-2, pg 2
13	State Income Tax	29,051	29,051	29,051 *	14,526	26,816	12,291	84.6%	
14	Federal Income tax	163,877	163,877	163,877 *	81,939	151,271	69,333	84.6%	
15	Taxes Other Than Income	873,211	873,211	873,211 *	873,211	987,506	114,295	13.1%	Adjusted by changes in Cust. Deposits
16	Accrued Interest	295,966	295,966	295,966 *	289,638	381,797	92,159	31.8%	
17	Other Current Liabil.	1,608,036	1,608,036	1,608,036 *	1,858,036	1,953,364	95,328	5.1%	
18	TOTAL CURRENT & ACCRUED LIABILITIES	11,688,646	12,617,844	14,097,043	13,345,944	13,477,507	131,563	1.0%	
19	Advances For Construction - Customer	0	0	0	0	0	0	0.0%	
20	Advances For Construction - Intercompany	221,760	221,760	221,760	221,760	221,760	0	0.0%	
21	Advances For Construction - Unassigned	0	0	0	0	0	0	0.0%	
22	Investment Tax Credits	1,691,881	1,685,081	1,678,281	1,719,081	1,719,081	0	0.0%	Dec94 - Jan95 Annualized
23	Deferred Federal Inc Tax	1,091,376	1,091,376	1,091,376	1,145,039	1,099,632	(45,407)	-4.0%	
24	Deferred State Inc Tax	188,885	188,885	188,885	197,581	190,223	(7,358)	-3.7%	
25	Regulatory Liabilities	2,254,305	2,254,305	2,254,305	2,254,305	2,254,305	0	0.0%	
26	Post-Retirement Benefits	1,416,226	1,460,226	1,504,226	1,240,226	1,240,226	0	0.0%	Dec94 - Jan95 Annualized
27	Other Deferred Credits	538,664	538,664	538,664	541,310	539,071	(2,239)	-0.4%	
28	TOTAL DEFERRED CREDITS & OPER. RESERVES	7,403,097	7,440,297	7,477,497	7,319,302	7,264,298	(55,004)	-0.8%	
29	Contributions in Aid of Construction	53,445,792	53,474,419	53,503,046	53,331,284	53,331,284	0	0.0%	Dec94 - Jan95 Annualized
30	EQUITY CAPITAL & LIABILITIES	129,878,824	130,817,849	132,558,875	129,020,150	129,282,832	262,683	0.2%	

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Comparative Balance Sheet - Assets

BASE YEAR

Florida Public Service Commission

Schedule: A-18

Page 1 of 2

Preparer: Coel

File: NFMA1819.wk1
Company: Florida Cities Water Co.- TOTAL COMPANY
Docket No.: 950387-SU
Test Year Ended: 12/31/95
Historic [] or Projected [X]

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

Line No.	(1) ASSETS	(2) Balance @ 12/31/93	(3) Balance @ 01/31/94	(4) Balance @ 02/28/94	(5) Balance @ 03/31/94	(6) Balance @ 04/30/94	(7) Balance @ 05/31/94	(8) Balance @ 06/30/94	(9) Balance @ 07/31/94	(11) Balance @ 08/31/94	(12) Balance @ 09/30/94
1	Utility Plant in Service	140,996,516	140,996,516	140,996,516	141,010,265	141,452,979	141,452,979	141,452,979	141,732,258	141,732,258	141,732,258
2	Constr. Work in Progress	424,602	779,034	1,038,568	1,405,401	1,405,093	1,876,808	2,418,260	2,693,595	3,347,085	4,058,567
3	Other Utility Plant Adjustments	0	0	0	0	0	0	0	0	0	0
4	GROSS UTILITY PLANT	141,421,118	141,775,550	142,035,084	142,415,666	142,858,072	143,329,787	143,871,239	144,425,853	145,079,343	145,790,825
5	Less: Accumulated Depreciation	(35,271,706)	(35,719,947)	(36,168,828)	(36,617,069)	(36,975,452)	(37,423,693)	(37,871,934)	(38,232,364)	(38,654,605)	(39,075,246)
6	NET UTILITY PLANT	106,149,412	106,055,603	105,866,256	105,798,597	105,882,620	105,906,094	105,999,305	106,193,489	106,424,738	106,715,579
7	Cash	79,147	191,769	302,762	57,042	247,516	216,964	70,281	12,139	185,042	85,323
8	Cash - Restricted	147,104	155,991	171,596	79,021	72,714	73,389	68,017	4,083	6,566	36,730
9	Accts Receivable - Customer	1,752,166	1,834,008	1,955,821	1,736,437	2,103,193	1,880,366	1,729,204	1,629,853	1,351,107	1,543,838
10	Unbilled revenues	1,057,327	1,057,327	1,057,327	1,057,327	1,057,327	1,057,327	1,057,327	1,060,883	1,060,883	1,060,883
11	Accts Receivable - Other	149,230	152,300	151,421	151,379	155,098	149,897	141,344	155,919	162,196	157,578
12	Allowance for Bad Debts	(64,650)	(64,140)	(67,664)	(23,555)	(23,915)	(25,583)	(22,700)	(21,442)	(16,384)	(18,731)
13	Accts Receivable - Intercampany	34,610	35,650	59,354	132,269	38,129	39,076	55,057	62,504	52,721	46,966
14	Materials & Supplies	191,720	171,804	165,821	171,338	149,589	143,467	130,624	161,866	155,785	142,022
15	Prepayments	81,826	200,138	154,300	334,048	323,723	282,534	298,016	310,195	265,237	225,110
16	TOTAL CURRENT ASSETS	3,428,480	3,734,847	3,950,738	3,695,286	4,123,374	3,817,437	3,527,170	3,356,000	3,223,153	3,279,719
17	Unmort Debt Disc & Exp	402,121	396,853	391,585	386,317	381,049	375,781	370,513	365,244	359,976	354,708
18	Unmort Rate Case Exp	813,465	814,988	813,685	804,921	852,264	844,098	723,546	710,643	702,292	691,647
19	Extrord Property Losses	111,547	104,448	97,349	93,992	90,635	87,278	83,922	80,565	77,208	73,851
20	Prelim Survey & Investig	1,787,897	1,763,986	1,845,659	1,901,311	1,947,410	1,953,417	2,043,283	2,025,261	2,038,332	2,047,414
21	Clearing Accounts	1,891	54,608	113,770	180,747	74,002	134,202	206,784	90,985	152,887	212,099
22	Deferred Federal Income Tax - CIAC	0	0	0	0	0	0	0	0	0	0
23	Deferred State Income Tax - CIAC	0	0	0	0	0	0	0	0	0	0
24	Regulatory Assets	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074
25	Other Deferred Debits	9,477,224	9,518,298	9,505,597	9,524,985	9,524,953	9,466,607	9,606,974	9,527,542	9,490,178	9,431,459
26	TOTAL DEFERRED DEBITS	13,745,219	13,804,255	13,918,719	14,043,347	14,021,387	14,012,457	14,186,096	13,951,294	13,971,947	13,962,252
27	TOTAL ASSETS	123,323,111	123,594,705	123,735,713	123,537,230	124,027,381	123,735,988	123,712,571	123,500,783	123,619,838	123,957,550

Comparative Balance Sheet - Assets

BASE YEAR

Florida Public Service Commission

File: NFMA1819.wk1
Company: Florida Cities Water Co.- TOTAL COMPANY
Docket No.: 950387-SU
Test Year Ended: 12/31/95
Historic [] or Projected [x]

Schedule: A-18
Page 2 of 2
Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

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Line No.	(1) ASSETS	(2) Balance @ 10/31/94	(3) Balance @ 11/30/94	(4) BASE YEAR Ended 12/31/94	(5) Test Year Begin-End Average	(6) Test Year 13-Month Average	(7) Difference between 13-Month & Begin-End \$	(8) Difference between 13-Month & Begin-End %	(9) Notes
1	Utility Plant in Service	143,827,497	143,827,497	144,807,962	142,902,239	142,001,422	(900,817)	-0.6%	
2	Constr. Work in Progress	2,530,894	3,414,248	3,345,056	1,884,829	2,210,555	325,726	17.3%	
3	Other Utility Plant Adjustments	0	0	0	0	0	0	0.0%	
4	GROSS UTILITY PLANT	146,358,391	147,241,745	148,153,018	144,787,068	144,211,976	(575,092)	-0.4%	
5	Less: Accumulated Depreciation	(39,346,615)	(39,775,682)	(39,921,588)	(37,596,647)	(37,773,441)	(176,794)	0.5%	
6	NET UTILITY PLANT	107,011,776	107,466,063	108,231,430	107,190,421	106,438,536	(751,885)	-0.7%	
7	Cash	106,360	165,294	95,250	87,199	139,607	52,408	60.1%	
8	Cash - Restricted	39,312	57,982	49,258	98,181	73,982	(24,199)	-24.6%	
9	Accts Receivable - Customer	1,541,896	1,734,097	1,752,072	1,752,119	1,734,158	(17,961)	-1.0%	
10	Unbilled revenues	1,060,883	1,060,883	1,152,417	1,104,872	1,066,009	(38,863)	-3.5%	
11	Accts Receivable - Other	220,607	231,283	176,146	162,688	165,723	3,035	1.9%	
12	Allowance for Bad Debts	(18,941)	(21,159)	(21,409)	(43,030)	(31,559)	11,470	-26.7%	
13	Accts Receivable - Intercompany	49,078	53,751	51,532	43,071	53,129	10,058	23.4%	
14	Materials & Supplies	169,833	155,631	189,852	190,786	161,489	(29,297)	-15.4%	
15	Prepayments	177,807	134,427	326,157	203,992	239,501	35,510	17.4%	
16	TOTAL CURRENT ASSETS	3,346,835	3,572,189	3,771,275	3,599,878	3,602,039	2,161	0.1%	
17	Unamort Debt Disc & Exp	349,440	344,172	338,904	370,513	370,513	0	0.0%	
18	Unamort Rate Case Exp	682,748	670,805	714,515	763,990	756,894	(7,096)	-0.9%	
19	Extraord Property Losses	70,494	67,137	63,780	87,664	84,785	(2,878)	-3.3%	
20	Prelim Survey & Investig	1,777,694	1,775,920	1,762,039	1,774,968	1,897,662	122,694	6.9%	
21	Clearing Accounts	100,166	156,499	5,334	3,613	114,152	110,539	3059.9%	
22	Deferred Federal Income Tax - CIAC	0	0	0	0	0	0	0.0%	
23	Deferred State Income Tax - CIAC	0	0	0	0	0	0	0.0%	
24	Regulatory Assets	1,151,074	1,151,074	1,151,074	1,151,074	1,151,074	0	0.0%	
25	Other Deferred Debits	9,431,340	9,454,102	9,443,073	9,460,149	9,492,487	32,339	0.3%	
26	TOTAL DEFERRED DEBITS	13,562,956	13,619,709	13,478,719	13,611,969	13,867,566	255,597	1.9%	
27	TOTAL ASSETS	123,921,567	124,657,961	125,481,424	124,402,268	123,908,140	(494,127)	-0.4%	

Comparative Balance Sheet - Equity Capital & Liabilities

BASE YEAR

Florida Public Service Commission

File: NFMA1819.wk1
Company: Florida Cities Water Co.- TOTAL COMPANY
Docket No.: 950387-SJ
Test Year Ended: 12/31/95
Historic [] or Projected [X]

Schedule: A-19
Page 1 of 2
Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

Line No.	(1) EQUITY CAPITAL & LIABILITIES	(2) Balance @ 12/31/93	(3) Balance @ 01/31/94	(4) Balance @ 02/28/94	(5) Balance @ 03/31/94	(6) Balance @ 04/30/94	(7) Balance @ 05/31/94	(8) Balance @ 06/30/94	(9) Balance @ 07/31/94	(11) Balance @ 08/31/94	(12) Balance @ 09/30/94
1	Common Stock Issued	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300
2	Preferred Stock Issued	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
3	Additional Paid in Capital	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192
4	Retained Earnings	15,390,423	15,614,466	15,784,335	15,944,514	16,206,756	16,368,080	16,482,889	16,495,417	16,469,482	16,558,351
5	Other Equity Capital	0	0	0	0	0	0	0	0	0	0
6	TOTAL EQUITY CAPITAL	28,581,915	28,805,958	28,975,827	29,136,006	29,398,248	29,559,572	29,674,381	29,686,909	29,660,974	29,749,843
7	TOTAL LONG TERM DEBT	24,921,250	24,890,000	24,890,000	24,890,000	24,755,000	24,210,000	24,210,000	24,210,000	24,210,000	24,210,000
8	Current Maturities - LTD	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250
9	Notes Payable	2,800,000	2,700,000	2,300,000	2,750,000	2,750,000	3,000,000	3,550,000	3,550,000	3,150,000	2,950,000
10	Accounts Payable - Trade	786,496	581,892	631,326	365,881	474,388	410,233	502,649	298,901	358,812	727,714
11	Intercompany Payables	408,171	429,977	447,557	159,744	235,464	83,292	157,963	278,587	308,738	158,489
12	Customers' Deposits	318,177	354,214	415,022	453,239	500,097	539,448	563,901	577,442	592,714	604,575
13	State Income Tax	0	16,813	36,289	52,254	25,169	50,158	10,935	16,709	30,855	15,555
14	Federal Income tax	0	91,352	199,765	286,785	141,204	280,598	61,464	89,872	165,478	87,592
15	Taxes Other Than Income	823,531	986,340	1,175,348	555,339	715,759	892,361	1,068,440	1,208,103	1,375,085	1,546,352
16	Accrued Interest	278,806	409,899	625,502	807,672	972,877	704,272	237,215	370,768	576,767	753,008
17	Other Current Liabil.	1,358,330	1,359,102	1,160,433	1,188,909	1,219,050	1,157,965	1,135,432	1,030,448	865,703	749,433
18	TOTAL CURRENT & ACCRUED LIABILITIES	8,284,761	8,440,839	8,502,492	8,131,073	8,545,258	8,629,577	8,799,249	8,932,080	8,935,402	9,103,968
19	Advances For Construction - Customer	0	0	0	0	0	0	0	0	0	0
20	Advances For Construction - Intercompany	234,675	234,675	229,005	229,005	227,430	227,430	227,430	224,595	224,595	224,595
21	Advances For Construction - Unassigned	0	0	0	0	0	0	0	0	0	0
22	Investment Tax Credits	1,840,881	1,834,181	1,827,481	1,820,781	1,814,081	1,807,381	1,800,681	1,793,981	1,786,481	1,779,681
23	Deferred Federal Inc Tax	1,207,412	1,226,179	1,206,021	1,264,193	1,281,065	1,262,368	1,287,052	1,047,665	1,011,505	1,016,560
24	Deferred State Inc Tax	206,684	210,377	207,867	217,813	220,833	214,884	222,466	183,014	178,011	179,086
25	Regulatory Liabilities	2,427,219	2,427,219	2,427,219	2,427,219	2,427,219	2,427,219	2,427,219	2,427,219	2,427,219	2,427,219
26	Post-Retirement Benefits	0	0	0	0	653,559	693,893	734,226	774,559	814,893	855,226
27	Other Deferred Credits	1,171,109	1,218,487	1,250,932	1,367,630	766,013	763,384	556,817	475,752	474,626	546,055
28	TOTAL DEFERRED CREDITS & OPER. RESERVES	7,087,980	7,151,118	7,148,525	7,326,641	7,390,200	7,376,559	7,255,891	6,926,785	6,917,330	7,028,422
29	Contributions in Aid of Construction	54,447,205	54,306,790	54,218,869	54,053,510	53,938,675	53,960,280	53,773,050	53,745,009	53,896,132	53,865,317
30	EQUITY CAPITAL & LIABILITIES	123,323,111	123,594,705	123,735,713	123,537,230	124,027,381	123,735,988	123,712,571	123,500,783	123,619,838	123,957,550

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Comparative Balance Sheet - Equity Capital & Liabilities

BASE YEAR

Florida Public Service Commission

File: NFMA1819.wk1
Company: Florida Cities Water Co.- TOTAL COMPANY
Docket No.: 950387-SJ
Test Year Ended: 12/31/95
Historic [] or Projected [X]

Schedule: A-19
Page 2 of 2
Preparer: Coel

Explanation: Provide a balance sheet for the years requested and the 13-month average. Provide the same for historical base or intermediate years, if not already shown.

Line No.	(1) EQUITY CAPITAL & LIABILITIES	(2) Balance @ 10/31/94	(3) Balance @ 11/30/94	(4) BASE YEAR Ended 12/31/94	(5) Test Year Begin-End Average	(6) Test Year 13-Month Average	(7) Difference between 13-Month & Begin-End \$	(8) Difference between 13-Month & Begin-End %	(9) Notes
1	Common Stock Issued	2,103,300	2,103,300	2,103,300	2,103,300	2,103,300	0	0.0%	
2	Preferred Stock Issued	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	0	0.0%	
3	Additional Paid in Capital	2,088,192	2,088,192	2,088,192	2,088,192	2,088,192	0	0.0%	
4	Retained Earnings	16,473,109	16,576,386	15,964,460	15,677,442	16,179,128	501,687	3.2%	
5	Other Equity Capital	0	0	0	0	0	0	0.0%	
6	TOTAL EQUITY CAPITAL	29,664,601	29,767,878	29,155,952	28,868,934	29,370,620	501,687	1.7%	
7	TOTAL LONG TERM DEBT	24,210,000	24,210,000	23,410,000	24,165,625	24,402,019	236,394	1.0%	
8	Current Maturities - LTD	1,511,250	1,511,250	1,511,250	1,511,250	1,511,250	0	0.0%	
9	Notes Payable	3,350,000	3,350,000	4,450,000	3,625,000	3,126,923	(498,077)	-13.7%	
10	Accounts Payable - Trade	386,245	382,213	687,109	736,803	507,220	(229,583)	-31.2%	
11	Intercompany Payables	229,079	1,692,516	2,013,371	1,210,771	507,919	(702,852)	-58.0%	
12	Customers' Deposits	635,508	648,052	668,557	495,367	528,534	35,167	7.1%	
13	State Income Tax	3,587	12,160	0	0	20,806	20,806	0.0%	
14	Federal Income tax	11,548	55,008	0	0	113,128	113,128	0.0%	
15	Taxes Other Than Income	1,678,957	704,844	873,211	848,371	1,046,435	198,064	23.3%	
16	Accrued Interest	730,444	748,776	283,310	281,058	576,870	295,812	105.2%	
17	Other Current Liabil.	733,017	870,339	2,108,036	1,733,183	1,148,938	(584,245)	-33.7%	
18	TOTAL CURRENT & ACCRUED LIABILITIES	9,269,615	9,975,158	12,594,844	10,439,803	9,088,024	(1,351,778)	-12.9%	
19	Advances For Construction - Customer	0	0	0	0	0	0	0.0%	
20	Advances For Construction - Intercompany	221,760	221,760	221,760	228,218	226,824	(1,393)	-0.6%	
21	Advances For Construction - Unassigned	0	0	0	0	0	0	0.0%	
22	Investment Tax Credits	1,772,881	1,766,081	1,759,881	1,800,381	1,800,343	(38)	0.0%	
23	Deferred Federal Inc Tax	1,039,441	1,090,591	1,198,702	1,203,057	1,162,981	(40,076)	-3.3%	
24	Deferred State Inc Tax	182,923	192,177	206,276	206,480	201,724	(4,756)	-2.3%	
25	Regulatory Liabilities	2,427,219	2,427,219	2,254,305	2,340,762	2,413,918	73,156	3.1%	
26	Post-Retirement Benefits	895,559	935,893	976,226	488,113	564,156	76,043	15.6%	
27	Other Deferred Credits	545,658	544,816	543,956	857,533	786,557	(70,976)	-8.3%	
28	TOTAL DEFERRED CREDITS & OPER. RESERVES	7,085,441	7,178,537	7,161,106	7,124,543	7,156,503	31,960	0.4%	
29	Contributions in Aid of Construction	53,691,910	53,526,388	53,159,522	53,803,364	53,890,974	87,610	0.2%	
30	EQUITY CAPITAL & LIABILITIES	123,921,567	124,657,961	125,481,424	124,402,268	123,908,140	(494,127)	-0.4%	

Schedule of Sewer Net Operating Income
 File: NFMSB.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

 WASTEWATER

Florida Public Service Commission
 Schedule: B-2
 Page 1 of 4
 Preparer: Coel

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 10) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

Line No.	(1) Description	(2) BASE YEAR Per Books 12/31/94	(3) TEST YEAR Adjustments	(4) PROJECTED TEST YEAR 12/31/95	(5) TEST YEAR Requested Revenue Adjustments	(6) TEST YEAR REQUESTED REVENUES 12/31/95	(7) Supporting Schedule(s)
1	OPERATING REVENUES	\$2,085,157	\$26,755	\$2,111,912	\$480,078	\$2,591,990	B-3, B-4
	Operation & Maintenance:				22.73%		% Increase
2	Source of Supply/Sewage Coll. Exp.	35,615	1,315	36,930	0	36,930	B-3
3	Pumping Expenses	81,218	2,970	84,188	0	84,188	"
4	Treatment Expenses	430,646	23,341	453,987	0	453,987	"
5	Transmission & Distribution Exp.	0	0	0	0	0	"
6	Customer Accounting Expenses	57,245	6,428	63,673	0	63,673	"
7	General & Administrative Expenses	315,080	6,294	321,374	0	321,374	"
8	Total Operation & Maintenance Exp.	919,804	40,349	960,153	0	960,153	"
9	Depreciation, net of CIAC Amort.	379,669	75,908	453,567	0	453,567	B-14
10	Amortization(Leasehold Improvements)	949	0	949	0	949	B-3, Pg 4 of 6
11	ALLOW. FOR FUNDS PRUDENTLY INVESTED	0	0	0	0	0	
12	Taxes Other Than Income	205,132	16,186	221,318	21,604	242,922	B-15
13	Provision for Income Taxes	105,294	(106,526)	(1,232)	172,524 #	171,292	B-2, Pg 2
14	OPERATING EXPENSES	1,610,838	23,916	1,634,754	194,128	1,828,882	
15	NET OPERATING INCOME	\$474,319	\$2,839	\$477,158	\$285,951	\$763,108	
16	RATE BASE	\$7,163,032	\$1,241,246	\$8,404,278	\$0	\$8,404,278	A-2
17	RATE OF RETURN	6.62%		5.68%		9.08%	

30

	PROJECTED TEST YEAR
* Revenue requirements:	
(1) Rate Base	\$8,404,278
(2) Operating Income - Present Rates	477,158
(3) Rate of Return Recommended	9.08%
(4) Required Operating Income(1)x(3)	763,108
(5) Income Deficiency (4)-(2)	285,951
(6) Gross Conversion Factor	1.6789
(7) Revenue Deficiency (5)x(6)	480,078
(8) Test Year Revenues	2,111,912
(9) Revenue Requirement (7)+(8)	\$2,591,990
# (1) Marginal Income Tax Factor	37.63%
@ (2) Regulatory Assessment Fee	4.50%

Gross Conversion Factor Calculation:	
Gross Revenue	100.0000
Plus: Reg Assess Fee Rate	4.5000
Net Revenue	95.5000
State Inc Tax	5.50% 5.2525
Income Before I.T.	90.2475
Federal Inc Tax	34.00% 30.6842
Net Operating Income	59.5634
Revenue Conversion	1.6789

Schedule of Sewer Net Operating Income
 File: NRMS.uk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: B-2
 Page 2 of 4
 Preparer: Coel

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 10) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

COMPUTATION OF TAXES BASED ON INCOME - PRESENT RATES

	PROJECTED TEST YEAR 12/31/95	REQUESTED TEST YEAR 12/31/95	Notes (See following pages)
Operating Revenues	\$2,111,912	\$2,591,990	
Operating Revenue Deductions:			
Operating Expense	960,153	960,153	
Depreciation	454,516	454,516	(1)
Taxes Other Than Income	221,318	242,922	
Interest and Amortization	396,829	396,829	(2)
Total	2,032,816	2,054,419	
Taxable Income	79,096	537,571	
State Income Taxes			
Taxable Income	79,096	537,571	
Income Tax @ 5.5%	5.5%	4,350	29,566
Federal Income Taxes			
Taxable Income	74,746	508,005	
Income Tax @ 34%	34.0%	25,414	172,722
Summary			
State	4,350	29,566	
Federal	25,414	172,722	
Investment Tax Credit	(5,644)	(5,644)	(3)
Parent-Debit Rule	(15,074)	(15,074)	(4)
FASB 109 Adjustment	(5,646)	(5,646)	(5)
Tax Benefit of Depreciation on CIAC	(4,633)	(4,633)	(6)
	<u>(\$1,232)</u>	<u>\$171,292</u>	

Schedule of Sewer Net Operating Income

File: NFMS.mk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Historic [] or Projected [X]

Florida Public Service Commission

Schedule: B-2

Page 3 of 4

Preparer: Coel

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 10) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

NOTES TO COMPUTATIONS OF TAXES BASED ON INCOME -	PROJECTED TEST YEAR 12/31/95

Note 1 - Depreciation	
The Utility normalizes all differences between book and tax deductions.	
Note 2 - Interest	
Outstanding Debt	
Rate Base (Schedule A-1) x Weighted Cost (Schedule D-1)	
\$8,404,278 x 4.60% =	386,597
ITC Interest Synchronization (Schedule B-2, Page 4 of 4)	10,232

	<u>\$396,829</u>

Note 3 - Allocation & Investment Tax Credit Utilized

N Ft Myers Sewer Invest/Total Company Investment	7,163,032 / 60,856,822 =	11.77%
(Investment Calculations from Financial Operating Report 12/31/95, Pg 5)		=====
Investment Tax Credit (Schedule D-2)		\$1,678,281
Divide by Amortization Period	35 Years	47,951
Allocated to Division	x 11.77%	<u>5,644</u>

Note 4 - Parent-Debt Rule

1	Parent Debt Ratio (Per C-8)		13.62%
2	Parent Debt Cost (Per C-8)		12.78%
3	Subsidiary Equity		
4		Rate Base x % Equity	
5		\$8,404,278 x 27.38% =	\$2,301,341
6			
7			
8	Common Stock, Paid in Capital, & Retained Earnings		
9	FGWC Common Equity (D-2)		\$20,782,539
10	Total Capitalization (D-2)		75,895,863
11		Equity Percentage	27.38%
12			
13		\$2,301,341 x 13.62% =	\$313,443
14		313,443 x 12.78% =	40,058
15			
16	Marginal Tax Rate (State & Federal)		37.63%
17	Amount (14)x(16)		<u>\$15,074</u>
18			

Schedule of Sewer Net Operating Income
 File: NFBS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: B-2
 Page 4 of 4
 Preparer: Coel

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 10) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

NOTES TO COMPUTATIONS OF TAXES BASED ON INCOME -	PROJECTED TEST YEAR 12/31/95
Note 5 - FASB 109 Adjustment, Tax Benefit	
FASB 109 Deferred Tax Balance x Allocation to Division.....	-----
(Accounts 192.10,20 & 259.10,20)	
(-982834-168240+2387406-133101)	
\$1,103,231 x 11.77% =	\$129,850
Divided by Amortization Period / 23 Years	<u>\$5,646</u>
 Note 6 - Tax Benefit of Depreciation on CIAC	
Based on CIAC received subject to gross-up (Per MFR Workpapers)	<u>\$4,633</u>

COMPUTING EARNINGS ON ITC AND ASSOCIATED INTEREST

Description	PROJECTED				
	Balance @ 12/31/95	Weight	Cost %	Weighted Cost	Debt Only Weighted Cost
Long Term Debt	\$36,660,000	54.35%	9.53%	5.18%	5.18%
Short Term Debt	0	0.00%	9.00%	0.00%	0.00%
Preferred Stock	9,000,000	13.34%	9.00%	1.20%	---
Common Equity	20,782,539	30.81%	11.34%	3.49%	---
Customer Deposits	1,013,037	1.50%	6.00%	0.09%	---
Total	<u>\$67,455,576</u>	<u>100.00%</u>		<u>9.96%</u>	<u>5.18%</u>

Cost Rate To Assign To IRC Section 46(f)(2) ITC's	\$1,678,281
Investment Tax Credit (D-2, Line 7)	5.18%
Weighted Cost of Debt	-----
Interest	<u>\$86,935</u>
Allocated to N Ft Myers - Sewer	
Percent	11.77%
Amount of Interest	<u>\$10,232</u>

Schedule of Adjustments to Operating Income - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: B-3
 Page 1 of 6
 Preparer: Coel

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	SEWER				TEST YEAR REQUESTED	NOTES
		BASE YEAR 12/31/94	TEST YEAR Adjustments	TEST YEAR 12/31/95	TEST YEAR Req Rev Adj		
1	OPERATING REVENUES:						
2	Metered Sales - Residential	\$1,163,917	\$5,231 *	\$1,169,148 **	\$267,573	\$1,436,721	* Annualized revenue adjustments for the Test Year: 1994 Price Indexing that became effective in July 1994.
3	Metered Sales - Commercial	482,119	5,887 *	488,006 **	111,686	599,692	
4	Metered Sales - Public Auth	59,626	(1,901) *	57,725 **	13,211	70,936	These revenues (**) are calculated in Section E2, Sched. E-2, Col. 5.
5	Metered Sales - Multi Family	358,490	3,303 *	361,793 **	82,801	444,594	
6	Guaranteed Revenues	12,235	0 *	12,235 **	2,800	15,035	\$26,755 / 2,085,157 = <u>1.28%</u>
7	Misc. Service Revenues	8,770	0	8,770 **	2,007	10,777	
8	Reclaimed Water Revenues	0	14,235	14,235 **	0	14,235	
9							
10	Total Operating Revenues	2,085,157	26,755	2,111,912 **	480,078	2,591,990	
11							
12	OPERATION AND MAINTENANCE:						
13	SOURCE OF SUPPLY/SEWAGE COLL EXPENSE						
14	Labor-Employees	3,031	152 c.	3,183	0	3,183	Labor Adjustment, see 8-3, pg 5 of 6, note (c)
15	Purchased Water	0	0	0	0	0	
16	Purchased Power	0	0 a.	0	0	0	Customer Growth
17	Major Maintenance	0	0	0	0	0	
18	Materials & Supplies	0	0 d.	0	0	0	Customer Growth & 1995 PSC Index Factor
19	Contract-Engineering	0	0 d.	0	0	0	"
20	Contract-Other	30,594	1,092 d.	31,686	0	31,686	"
21	Rental of Equipment	0	0	0	0	0	
22	Transportation	535	19 d.	554	0	554	"
23	Miscellaneous	1,455	52 d.	1,507	0	1,507	"
24							
25	Total Source of Supply Expense	35,615	1,315	36,930	0	36,930	
26							
27	PUMPING EXPENSE						
28	Labor-Employees	33,947	1,697 c.	35,644	0	35,644	Labor Adjustment, see 8-3, pg 5 of 6, note (c)
29	Purchased Power	21,262	344 a.	21,606	0	21,606	Customer Growth
30	Chemicals	0	0 a.	0	0	0	Customer Growth
31	Major Maintenance	0	0	0	0	0	
32	Materials & Supplies	483	17 d.	500	0	500	Customer Growth & 1995 PSC Index Factor
33	Contract-Other	8,316	297 d.	8,613	0	8,613	"
34	Rental of Equipment	0	0	0	0	0	
35	Transportation	9,806	350 d.	10,156	0	10,156	Customer Growth & 1995 PSC Index Factor
36	Miscellaneous	7,404	264 d.	7,668	0	7,668	"
37							
38	Total Pumping Expense	\$81,218	\$2,970	\$84,188	\$0	\$84,188	

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Schedule of Adjustments to Operating Income - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: B-3
 Page 2 of 6
 Preparer: Coel

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	SEWER				TEST YEAR REQUESTED	NOTES
		BASE YEAR 12/31/94	TEST YEAR Adjustments	TEST YEAR 12/31/95	TEST YEAR Req Rev Adj		
1	TREATMENT EXPENSE						
2	Labor-Employees	\$125,846	\$6,292 c.	\$132,138	\$0	\$132,138	Labor Adjustment, see B-3, pg 5 of 6, note (c)
3	Labor-Officers	0	0 c.	0	0	0	Labor Adjustments
4	Sludge Removal	62,112	1,006 a.	63,118	0	63,118	Customer Growth
5	Purchased Power	103,458	12,022 a.	115,480	0	115,480	Cust. Growth + 10.00% increase due to add'l capacity \$10,346
6	Fuel for Power Production	1,272	45 d.	1,317	0	1,317	Customer Growth & 1995 PSC Index Factor
7	Chemicals	47,111	763 e.	47,874	0	47,874	Customer Growth & Additional Chemicals if necessary (See Note e.)
8	Major Maintenance	0	0	0	0	0	
9	Materials & Supplies	3,162	113 d.	3,275	0	3,275	Customer Growth & 1995 PSC Index Factor
10	Contract-Engineering	0	0 d.	0	0	0	"
11	Contract-Other	17,470	624 d.	18,094	0	18,094	"
12	Rental of Equipment	868	0	868	0	868	
13	Transportation	17,047	609 d.	17,656	0	17,656	Customer Growth & 1995 PSC Index Factor
14	Miscellaneous	52,300	1,867 d.	54,167	0	54,167	"
15							
16	Total Treatment Expense	430,646	23,341	453,987	0	453,987	
17							
18	TRANS & DISTRIBUTION EXPENSE						
19	Labor-Employees	0	0 c.	0	0	0	Labor Adjustment, see B-3, pg 5 of 6, note (c)
20	Purchased Power	0	0 d.	0	0	0	Customer Growth & 1995 PSC Index Factor
21	Fuel for Power Production	0	0 d.	0	0	0	"
22	Chemicals	0	0 a.	0	0	0	Customer Growth
23	Major Maintenance	0	0	0	0	0	
24	Materials & Supplies	0	0 d.	0	0	0	Customer Growth & 1995 PSC Index Factor
25	Contract-Other	0	0 d.	0	0	0	Customer Growth & 1995 PSC Index Factor
26	Rental of Equipment	0	0	0	0	0	
27	Transportation	0	0 d.	0	0	0	Customer Growth & 1995 PSC Index Factor
28	Miscellaneous	0	0 d.	0	0	0	"
29							
	Total Trans & Distribution Exp	\$0	\$0	\$0	\$0	\$0	

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Schedule of Adjustments to Operating Income - Sewer
 File: NFMBS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Florida Public Service Commission
 Schedule: B-3
 Page 3 of 6
 Preparer: Coel

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	SEWER					NOTES
		BASE YEAR 12/31/94	TEST YEAR Adjustments	TEST YEAR 12/31/95	TEST YEAR Req Rev Adj	TEST YEAR REQUESTED	
1	CUSTOMER ACCOUNTING EXPENSE						
2	Labor-Employees	\$26,363	\$1,318 c.	\$27,681	\$0	\$27,681	Labor Adjustment, see B-3, pg 5 of 6, note (c)
3	Purchased Power	114	0	114	0	114	
4	Materials & Supplies	835	30 d.	865	0	865	Customer Growth & 1995 PSC Index Factor
5	Contract-Other	19,020	3,479 d.	22,499	0	22,499	Cust. Growth & Index Factor + Increase in Postage Charges: \$2,800
6	Rent-Building/Property	0	0	0	0	0	
7	Rental of Equipment	181	0	181	0	181	
8	Transportation	4,322	154 d.	4,476	0	4,476	Customer Growth & 1995 PSC Index Factor
9	Bad Debt Expense	1,842	16	1,858 x.	0	1,858	0.088% of Revenues (Based on Base Yr)
10	Miscellaneous	4,568	1,430 d.	5,998	0	5,998	Cust. Growth & Index Factor + Add'l Bank Service Charges: \$1,267
11							
12	Total Customer Accounting Exp	57,245	6,428	63,673	0	63,673	
13							
14	GENERAL & ADMINISTRATIVE EXPENSE						
15	Labor-Employees	38,750	6,817 c.	45,567	0	45,567	Labor Adjustment, see B-3, pg 5 of 6, note (c)
16	Labor-Officers	8,996	2,450 c.	11,446	0	11,446	"
17	Pensions & Benefits	67,051	5,299 c.	72,350	0	72,350	See Note (c.) 28.30% of total labor adjustment
18	Post Retirement Benefits	34,247	603 *	34,850	0	34,850	* Annualized FASB 106 Expense Adjustment. See Below.
19	Purchased Power	382	0	382	0	382	
20	Major Maintenance	0	0	0	0	0	
21	Materials & Supplies	1,868	67 d.	1,935	0	1,935	Customer Growth & 1995 PSC Index Factor
22	Contract-Audit	7,618	272 d.	7,890	0	7,890	Customer Growth & 1995 PSC Index Factor
23	Contract-Legal	6,999	0	6,999	0	6,999	
24	Contract-Management Services	43,373	(21,225)	22,148 #	0	22,148	\$22,148 # Per MFR Section G, Schedule G-8
25	Contract-Other	6,257	(3,317)d.	2,940	0	2,940	Cust. Growth & Index Factor Less Non-recurring Charges: (\$3,540)
26	Rent Building/Property	4,172	0	4,172	0	4,172	
27	Rental of Equipment	475	0	475	0	475	
28	Transportation	3,838	137 d.	3,975	0	3,975	Customer Growth & 1995 PSC Index Factor
29	Insurance-Vehicle	5,733	205 d.	5,938	0	5,938	"
30	Insurance-General Liability	11,473	410 d.	11,883	0	11,883	"
31	Insurance-Workers' Comp	11,288	403 d.	11,691	0	11,691	"
32	Insurance-Property	11,850	423 d.	12,273	0	12,273	"
33	Regulatory Expense-Rate Case	24,418	12,900 b.	37,318	0	37,318	Amortized Current Rate Case Expenses
34	Regulatory Expense-Other	2,433	0	2,433	0	2,433	See B-3, pg 4 of 6, note (b)
35	Miscellaneous	23,859	852 d.	24,711	0	24,711	Customer Growth & 1995 PSC Index Factor
36							
	Total General & Admin Exp	315,080	6,294	321,374	0	321,374	
	Total Oper & Main Expense	\$919,804	\$40,349	\$960,153	\$0	\$960,153	

* Estimated 1995 FASB 106 Expense
 Per Workpaper in Section G.....
 Total FCMC Allocation
 FASB 106 Costs Factor
 Sewer \$434,000 x 0.080299 = \$34,850

Schedule of Adjustments to Operating Income - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: B-3
 Page 4 of 6
 Preparer: Coel

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	SEWER					NOTES
		BASE YEAR 12/31/94	TEST YEAR Adjustments	TEST YEAR 12/31/95	TEST YEAR Req Rev Adj	TEST YEAR REQUESTED	
1	DEPRECIATION (NET OF CIAC AMORT)						
2	Depreciation	\$523,755	\$102,800	\$626,555	\$0	\$626,555	Annual expense per Schedule B-14 (Adjustment is the difference)
3	Amort.(Lshold Impr & Prop Losses)	949	0	949	0	949	
4	Amortization of CIAC	(144,096)	(\$28,892)	(172,988)	0	(172,988)	Annual expense per Schedule B-14 (Adjustment is the difference)
5							
6	Total Depreciation	380,608	73,908	454,516	0	454,516	
7							
8							
9	ALLOW. FOR FUNDS PRUDENTLY INVESTED	0	0	0	0	0	
10	TAXES OTHER THAN INCOME						
11	Utility Regulatory Assess Fees	94,066	1,204	95,270	21,604	116,874	4.50% Regulatory Assessment Fee %
12	Property Taxes	90,956	13,393	104,349 *	0	104,349	* 19% Tax Bills / Base Year UPIS x Test Year UPIS
13	Payroll Taxes	20,110	1,589	21,699	0	21,699	\$90,956 / \$11,654,007 x \$13,370,002 = \$104,349
14							
15	Total Tax Non-Income	205,132	16,186	221,318	21,604	242,922	
16							
17	INCOME TAXES						
18	Total Federal Income Tax	82,756	(82,695)	61	147,308	147,369	
19	Total State Income Tax	14,640	(10,290)	4,350	25,216	29,566	
20	ITC Amortization	7,898	(13,542)	(5,644)	0	(5,644)	Per Books
21							
22	Total Income Tax	105,294	(106,526)	(1,232)	172,524	171,292	
23							
24	Operating Expenses	1,610,838	23,916	1,634,754	194,128	1,828,882	
25							
26	NET OPERATING INCOME (LOSS)	\$474,319	\$2,839	\$477,158	\$285,951	\$763,108	
27							
28	DETERMINATION OF FACTORS						
29							
30	(a) Allocation Factors for Growth:			TEST YEAR			
31	Customers in ERC's (See F-10, pg 1 & 2)		1.62%	Customer Growth			See Schedule F-10
32	(Yr. Begin) -	4,538					
33	(Yr. End) -	4,590					
34	(Average) -	4,564	1.0162	4,638	1.0000	4,638	
35	% Growth	1.15%		1.62%		0.00%	
36							
37	(b) Rate Case Expense (Water):						
38	The rate case expense is estimated as follows and amortized over 4 years:			Current Case			
39	Legal (Gatlin) & Consultants			\$25,000			
40	FOMC Affiliated Companies			2,600			
41	Florida Cities Water Company			24,000			
42							
43				\$51,600			x. Per MFR Workpapers
44	4-Yr Write-off		4.000				
45	Test Year Adjustment		=	\$12,900			
46							

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Schedule of Adjustments to Operating Income - Sewer

File: NFMB5.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SJ

Test Year Ended: 12/31/95

Historic [] or Projected [X]

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Florida Public Service Commission

Schedule: B-3

Page 5 of 6

Preparer: Coel

DETERMINATION OF FACTORS	SEWER					NOTES
	BASE YEAR 12/31/94	TEST YEAR Adjustments	TEST YEAR 12/31/95	TEST YEAR Requested Adj	TEST YEAR 12/31/95	
(c) Labor - Employees						* Annualized Pay Increase: 5.00% Effective 1/1/94 & 1/1/95
Source of Supply	\$3,031	\$152 *	\$3,183	\$0	\$3,183	5.00% Annualized
Pumping Expense	33,947	1,697 *	35,644	0	35,644	5.00% Annualized
Treatment Expense	125,846	6,292 *	132,138	0	132,138	5.00% Annualized
Trans & Distribution Expense	0	0 *	0	0	0	5.00% Annualized
Customer Accounting	26,363	1,318 *	27,681	0	27,681	5.00% Annualized
General & Administrative	38,750	6,817 *	45,567	0	45,567	5.00% Annualized
Total	227,937	16,276	244,213	0	244,213	+ \$4,879 for 2 Accounting Positions vacant for 2/3 of 1994. Both are filled. \$62,184 x 11.77% x 2/3
Labor - Officers						
Treatment Expense	0	0 *	0	0	0	5.00% Annualized
General & Administrative	8,996	2,450 *	11,446	0	11,446	5.00% Annualized
Total Labor	\$236,933	\$18,726	\$255,659	\$0	\$255,659	+ \$2,000 for partial year (1994) vacant Officers Positions (Sr V.P. Operations & CFO)
Pension & Benefits (Gen & Admin)	\$67,051	5,299 @	\$72,350	0	\$72,350	@ Percent of labor adjustment
% Total Labor	28.30%	28.30%	28.30%	0.00%	28.30%	
∞ Payroll Taxes	\$20,110	1,589	\$21,699	0	\$21,699	FICA Rate
% Total Labor	8.49%	8.49%	8.49%	0.00%	8.49%	
(d) Expenses affected by Customer Growth & 1994 PSC Index Factor		3.57%		0.00%		Customer Growth & 1995 PSC Index Factor 1.62% + 1.95% = 3.57%
Fuel for Purch. Power - Treat & T&D	\$1,272	\$45	\$1,317	\$0	\$1,317	
Materials & Supplies	6,348	227	6,575	0	6,575	
Contract-Audit	7,618	272	7,890	0	7,890	
Contract-Legal	6,999	0	6,999	0	6,999	
Contract-Engineering	0	0	0	0	0	
Contract-Other (Excl G&A)	75,400	5,492	80,892	0	80,892	Includes Increase in Postage Charges : \$2,800
Transportation	35,548	1,269	36,817	0	36,817	
Insurance-Vehicle	5,733	205	5,938	0	5,938	
Insurance-General Liability	11,473	410	11,883	0	11,883	
Insurance-Worker's Compensation	11,288	403	11,691	0	11,691	
Insurance-Property	11,850	423	12,273	0	12,273	
Miscellaneous	89,586	4,465	94,051	0	94,051	Includes add'l costs for new bank services: \$1,267
Total	\$263,115	\$13,210	\$276,325	\$0	\$276,325	
Expenses affected by Customer Growth of:		1.62%		0.00%		
Sludge Removal	\$62,112	\$1,006	\$63,118	\$0	\$63,118	
Purchased Power	125,216	12,366	137,582	0	137,582	Includes increase due to additional capacity: \$10,346
Chemicals - Pumping, Treat. & T&D	47,111	763	47,874	0	47,874	
Total	234,439	14,136	248,575	0	248,575	
(e) Major additional Expenses due to Plant Additions:						
Treatment - Chemicals		\$0				

Schedule of Adjustments to Operating Income - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

 COMPUTATION OF UTILITY RATES

Florida Public Service Commission
 Schedule: B-3
 Page 6 of 6
 Preparer: Coel

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

COMPUTATION OF UTILITY RATES		SEWER					NOTES
Line No.	RECAP OF CAPACITY & VOLUMETRIC COSTS	BASE YEAR 12/31/94	TEST YEAR Adjustments	TEST YEAR 12/31/95	TEST YEAR Requested Adjustments	TEST YEAR Requested 12/31/95	
1	CAPACITY RELATED COSTS						
2	Treatment Expenses	0	0	0	0	0	0.00% Rate Allocation
3	Customer Accounting Expenses	0	0	0	0	0	0.00% Rate Allocation
4	General & Admin. Expenses	236,310	4,721	261,031	0	241,031	75.00% Rate Allocation
6	Total Depreciation	380,608	73,908	454,516	0	454,516	
7	Taxes Non-Income	102,566	8,093	110,659	10,802	121,461	50.00% Rate Allocation
9	Income Taxes	52,647	(53,263)	(616)	86,262	85,646	50.00% Rate Allocation
10	Return on Rate Base	237,160	1,419	238,579	142,975	381,554	50.00% Rate Allocation
11							
12	Total Capacity Related Costs	1,009,291	34,878	1,044,168	240,039	1,284,208	
13	% of Total Costs	48.4%	130.4%	49.4%	50.0%	49.5%	
14							
16	VOLUMETRIC RELATED COSTS						
17	Source of Supply/Sewage Collect.	35,615	1,315	36,930	0	36,930	
18	Pumping Expenses	81,218	2,970	84,188	0	84,188	
19	Treatment Expenses	430,646	23,341	453,987	0	453,987	100.00% Rate Allocation
20	Transmission & Distribution Exp.	0	0	0	0	0	
21	Customer Accounting Expenses	57,265	6,428	63,673	0	63,673	100.00% Rate Allocation
22	General & Admin. Expenses	78,770	1,574	80,344	0	80,344	25.00% Rate Allocation
23	Taxes Non-Income	102,566	8,093	110,659	10,802	121,461	50.00% Rate Allocation
24	Total Income Taxes	52,647	(53,263)	(616)	86,262	85,646	50.00% Rate Allocation
25	Return on Rate Base	237,160	1,419	238,579	142,975	381,554	50.00% Rate Allocation
26							
27	Total Volumetric Costs	1,075,867	(8,123)	1,067,744	240,039	1,307,783	
28	% of Total Costs	51.6%	-30.4%	50.6%	50.0%	50.5%	
30							
31	Total Costs	2,085,157	26,755	2,111,912	480,078	2,591,990	
34	Total Revenue Requirement					2,591,990	Program Check: OK
35							
37	WEIGHTED BILLS					38,158	See Schedule E-2, Page 4 of 4.
38							
39	TOTAL VOLUME (Gallons Billed in 000)					230,566	See Schedule E-13, Page 2 of 2.
40							
41	CAPACITY COSTS					\$1,284,208	
42	LESS: TOTAL MISC. REVENUES					40,047	
43	NET CAPACITY COSTS					1,244,160	
44	VOLUMETRIC COSTS					1,307,783	
45							
46	CAPACITY CHARGE ((Capacity Costs - Misc. Revenues)/Weighted Bills)				Current Rates \$24.37	\$32.61	Enter on E-1
47							
48	CONSUMPTION CHARGE (Volumetric Costs/Total Volume)				\$4.62	\$5.67	Enter on E-1
49							
50							

Test Year Operating Revenues
 File: NFMB5.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [X] or Base Year []

Florida Public Service Commission

Schedule: B-4
 Page 1 of 1
 Preparer: Coel
 Recap Schedules: B-1, B-2

Explanation: Complete the following revenue schedule for the historical test year or base year. If general service revenue is not accounted for by sub-account, then show the total amount under metered- or measured-commercial and provide an explanation.

Line No.	WATER SALES Account No. and Description	Total Water
1	460 Unmetered Water Revenue	\$0
2	461.1 Metered - Residential	0
3	461.2 Metered - Commercial	0
4	461.3 Metered - Industrial	0
5	461.4 Metered - Public Authorities	0
6	461.5 Metered - Multi-Family	0
7	461.6 Metered - Trailers	0
8	462.1 Public Fire Protection	See MFR Section B1
9	462.2 Private Fire Protection	0
10	464 Other Sales - Public Author.	0
11	465 Irrigation Customers	0
12	466 Sales for Resale	0
13	467 Interdepartmental Sales	0
14		-----
15	TOTAL WATER SALES	0
16		-----
17	OTHER WATER REVENUES	
18	470 Forfeited Discounts	0
19	471 Misc. Service Revenues	0
20	472 Rents From Water Property	0
21	473 Interdepartmental Rents	0
22	474 Other Water Revenues	0
23		-----
24	TOTAL OTHER WATER REVENUES	0
25		-----
26	TOTAL WATER OPERATING REVENUES	\$0
27		=====

SEWER SALES Account No. and Description	Total Sewer
521.1 Flat Rate - Residential	\$0
521.2 Flat Rate - Commercial	0
521.3 Flat Rate - Industrial	0
521.4 Flat Rate - Public Authorities	0
521.5 Flat Rate - Multi-Family	0
521.6 Flat Rate - Other	0
522.1 Measured - Residential	1,163,917
522.2 Measured - Commercial	482,119
522.3 Measured - Industrial	0
522.4 Measured - Public Authority	59,626
522.5 Measured - Multi-Family	358,490
522.6 Measured - Trailers	0
523 Other Sales - Public Authorities	0
524 Revenues from Other Systems	0
525 Interdepartmental Sales	0

TOTAL SEWER SALES	2,064,152

OTHER SEWER REVENUES	
530 Guaranteed Revenues	12,235
531 Sale of Sludge	0
532 Forfeited Discounts	0
534 Rents From Sewer Property	0
535 Interdepartmental Rents	0
536 Miscellaneous Service Revenues	8,770
536.01 Reclaimed Water Revenues	0

TOTAL OTHER SEWER REVENUES	21,005

TOTAL SEWER OPERATING REVENUES	\$2,085,157
	=====

Detail of Operation & Maintenance Expenses By Month - Sewer
 File: NFMB5.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [X] or Projected []

Florida Public Service Commission
 Schedule: B-6
 Page 2 of 4
 Preparer: Coel
 Recap Schedules: B-1

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year.

Line No.	(1) BASE YEAR Account No. and Name	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11) Comments
		1994 Jul	Aug	Sep	Oct	Nov	Dec	Sub-Total 2nd Half Test Year	Total Test Year	Total Test Year (8-3 Totals)	
1	701 Salaries & Wages - Employees	\$17,982	\$19,826	\$19,079	\$20,221	\$18,461	\$19,112	\$114,681	\$227,957	\$227,957	
2	703 Salaries & Wages - Officers, Etc	731	730	731	731	731	974	4,628	8,996	8,996	
3	704 Employee Pensions & Benefits	4,963	5,024	6,212	6,913	6,993	6,924	37,029	67,051	67,051	
4	705 Post-Retirement Benefits	2,872	2,842	2,816	2,814	2,823	2,802	16,969	34,247	34,247	
5	711 Sludge Removal Expense	3,931	6,143	5,978	10,591	968	6,437	34,048	62,112	62,112	
6	715 Purchased Power	12,380	9,420	9,181	18,408	5,026	11,333	65,748	125,216	125,216	
7	716 Fuel for Power Purchased	82	105	89	0	387	99	762	1,272	1,272	
8	718 Chemicals	3,708	2,839	3,504	2,500	5,976	10,140	28,667	47,111	47,111	
9	719 Major Maintenance	0	0	0	0	0	0	0	0	0	
10	720 Materials & Supplies	271	699	604	227	321	217	2,339	6,348	6,348	
11	731 Contractual Services - Engr.	0	0	0	0	0	0	0	0	0	
12	732 Contractual Services - Acct.	1,000	1,000	1,000	0	618	1,000	4,618	7,618	7,618	
13	733 Contractual Services - Legal	519	180	252	2,469	(1,359)	1,204	3,265	6,999	6,999	
14	734 Contractual Services - Mgmt. Fee	7,204	3,272	3,273	3,272	3,272	7,376	27,669	43,373	43,373	
15	735 Contractual Services - Other	7,871	7,401	3,459	4,764	3,745	28,480	55,720	81,657	81,657	
16	741 Rental of Building/Real Prop.	327	326	434	380	388	387	2,242	4,172	4,172	
17	742 Rental of Equipment	198	261	107	48	70	71	755	1,524	1,524	
18	750 Transportation Expenses	2,531	2,887	2,548	2,649	2,398	6,240	19,253	35,548	35,548	
19	756 Insurance - Vehicle	478	478	478	478	478	478	2,868	5,733	5,733	
20	757 Insurance - General Liability	961	960	1,007	1,008	1,007	988	5,931	11,473	11,473	
21	758 Insurance - Workman's Comp.	944	1,997	712	712	714	709	5,788	11,288	11,288	
22	759 Insurance - Other (Property)	945	945	945	945	496	1,854	6,130	11,850	11,850	
23	760 Advertising Expense	0	0	0	0	0	0	0	0	0	
24	766 Reg. Comm. Exp.-Rate Case Amort	2,035	2,035	2,035	2,035	2,035	2,035	12,210	24,418	24,418	
25	767 Reg. Comm. Exp.-Other	194	99	83	83	83	84	626	2,433	2,433	
26	770 Bad Debt Expense	656	221	57	604	132	446	2,116	1,842	1,842	
27	775 Miscellaneous Expenses	5,591	6,883	13,419	7,446	8,474	8,661	50,474	89,586	89,586	
28	TOTAL	\$78,374	\$76,573	\$78,003	\$89,298	\$64,237	\$118,051	\$504,536	\$919,804	\$919,804	
29	Balance Check:	78,374	76,573	78,003	89,298	64,237	118,051				
30		0	0	0	0	0	0				

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Detail of Operation & Maintenance Expenses By Month - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: B-6
 Page 3 of 4
 Preparer: Coel
 Recap Schedules: B-1

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year.

Line No.	(1) TEST YEAR Account No. and Name	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9) Comments
		1995 Jan	Feb	Mar	Apr	May	Jun	Sub-Total 1st Half Test Year	
1	701 Salaries & Wages - Employees	\$21,335	\$20,745	\$18,768	\$18,950	\$21,259	\$20,287	\$121,343	Allocated same as Base Year.....
2	703 Salaries & Wages - Officers,Etc	938	854	854	854	1,129	930	5,557	
3	704 Employee Pensions & Benefits	4,660	4,510	4,413	8,208	5,402	5,201	32,395	
4	705 Post-Retirement Benefits	2,186	2,197	2,155	5,250	2,945	2,849	17,582	
5	711 Sludge Removal Expense	5,160	5,049	5,215	4,051	2,802	6,242	28,519	
6	715 Purchased Power	13,259	12,159	12,919	7,820	11,093	8,091	65,341	
7	716 Fuel for Power Purchased	85	130	166	13	13	120	528	
8	718 Chemicals	2,786	3,736	2,667	2,939	3,193	3,423	18,743	
9	719 Major Maintenance	0	0	0	0	0	0	0	
10	720 Materials & Supplies	619	171	493	494	1,857	518	4,152	
11	731 Contractual Services - Engr.	0	0	0	0	0	0	0	
12	732 Contractual Services - Acct.	1,036	0	0	1,036	1,036	0	3,107	
13	733 Contractual Services - Legal	109	68	452	930	1,009	1,166	3,734	
14	734 Contractual Services - Mgmt.Fee	1,336	1,336	1,336	1,337	1,336	1,337	8,019	
15	735 Contractual Services - Other	1,901	1,752	2,205	14,949	2,696	3,124	26,628	
16	741 Rental of Building/Real Prop.	319	319	319	319	319	335	1,930	
17	742 Rental of Equipment	30	271	107	178	130	53	769	
18	750 Transportation Expenses	2,963	3,084	2,693	2,661	3,024	2,452	16,877	
19	756 Insurance - Vehicle	488	488	509	494	495	494	2,967	
20	757 Insurance - General Liability	973	973	829	933	1,039	994	5,740	
21	758 Insurance - Workmen's Comp.	954	959	940	1,352	758	733	5,696	
22	759 Insurance - Other (Property)	979	979	1,031	979	979	979	5,924	
23	760 Advertising Expense	0	0	0	0	0	0	0	
24	766 Reg. Comm. Exp.-Rate Case Amort	3,110	3,109	3,110	3,110	3,109	3,110	18,657	
25	767 Reg. Comm. Exp.-Other	166	0	83	292	83	1,183	1,807	
26	770 Bad Debt Expense	(1,488)	165	512	178	157	200	(276)	
27	775 Miscellaneous Expenses	3,699	6,973	12,086	6,143	7,036	5,125	41,061	
28	TOTAL	\$67,602	\$70,027	\$73,860	\$83,467	\$72,898	\$68,946	\$436,801	

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Detail of Operation & Maintenance Expenses By Month - Sewer
 File: NFMS.WK1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: B-6
 Page 4 of 4
 Preparer: Coel
 Recap Schedules: B-1

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year.

Line No.	(1) TEST YEAR Account No. and Name	(2) 1995 Jul	(3) Aug	(4) Sep	(5) Oct	(6) Nov	(7) Dec	(8) Sub-Total 2nd Half Test Year	(9) Total Test Year	(10) Total Test Year (8-3 Totals)	(11) Comments
1	701 Salaries & Wages - Employees	\$19,266	\$21,242	\$20,441	\$21,665	\$19,779	\$20,477	\$122,870	\$244,213	\$244,213	Allocated same as Base Year
2	703 Salaries & Wages - Officers, Etc	930	929	930	930	930	1,239	5,888	11,446	11,446	
3	704 Employee Pensions & Benefits	5,355	5,421	6,703	7,459	7,546	7,471	39,956	72,350	72,350	
4	705 Post-Retirement Benefits	2,923	2,892	2,866	2,864	2,873	2,851	17,268	34,850	34,850	
5	711 Sludge Removal Expense	3,995	6,243	6,075	10,763	984	6,541	34,600	63,118	63,118	
6	715 Purchased Power	13,603	10,350	10,088	20,226	5,522	12,452	72,241	137,582	137,582	
7	716 Fuel for Power Purchased	85	109	92	0	401	103	789	1,317	1,317	
8	718 Chemicals	3,768	2,885	3,561	2,541	6,073	10,304	29,131	47,874	47,874	
9	719 Major Maintenance	0	0	0	0	0	0	0	0	0	
10	720 Materials & Supplies	281	724	626	235	332	225	2,423	6,575	6,575	
11	731 Contractual Services - Engr.	0	0	0	0	0	0	0	0	0	
12	732 Contractual Services - Acct.	1,036	1,036	1,036	0	640	1,036	4,783	7,890	7,890	
13	733 Contractual Services - Legal	519	180	252	2,469	(1,359)	1,204	3,265	6,999	6,999	
14	734 Contractual Services - Mgmt. Fee	3,679	1,671	1,671	1,671	1,671	3,766	14,129	22,148	22,148	
15	735 Contractual Services - Other	8,081	7,598	3,551	4,891	3,845	29,239	57,204	83,832	83,832	
16	741 Rental of Building/Real Prop.	327	326	434	380	388	387	2,242	4,172	4,172	
17	742 Rental of Equipment	198	261	107	48	70	71	755	1,524	1,524	
18	750 Transportation Expenses	2,621	2,990	2,639	2,744	2,484	6,463	19,940	36,817	36,817	
19	756 Insurance - Vehicle	495	495	495	495	495	495	2,970	5,938	5,938	
20	757 Insurance - General Liability	995	994	1,043	1,044	1,043	1,023	6,143	11,883	11,883	
21	758 Insurance - Workman's Comp.	978	2,068	737	737	739	734	5,995	11,691	11,691	
22	759 Insurance - Other (Property)	979	979	979	979	514	1,920	6,349	12,273	12,273	
23	760 Advertising Expense	0	0	0	0	0	0	0	0	0	
24	766 Reg. Comm. Exp.-Rate Case Amort	3,110	3,110	3,110	3,110	3,110	3,110	18,661	37,318	37,318	
25	767 Reg. Comm. Exp.-Other	194	99	83	83	83	84	626	2,433	2,433	
26	770 Bad Debt Expense	662	223	58	609	133	450	2,135	1,858	1,858	
27	775 Miscellaneous Expenses	5,870	7,226	14,088	7,817	8,896	9,093	52,990	94,051	94,051	
28	TOTAL	\$79,948	\$80,050	\$81,664	\$93,759	\$67,192	\$120,739	\$523,351	\$960,153	\$960,153	

Operation & Maintenance Expense Comparison - Sewer
 File: NFMB5.WK1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: B-8
 Page 1 of 3
 Preparer: Coel

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

Line No.	(1) Account No. and Name	(2) Prior Case Projected Test Year 6/30/93	(3) Current TEST YEAR 12/31/95	(4) \$ Difference	(5) % Difference	(6) Annual % Difference	(7) 2.50 Years between test years Items Greater Than Customer and CPI Growth	(8) Explanation
For Explanations see B-8, page 2.								
1	701 Salaries & Wages - Employees	\$176,543	\$244,213	\$67,670	38.33%	15.31%	*	a.
2	703 Salaries & Wages - Officers, Etc	4,705	11,446	6,741	143.27%	57.21%	*	a.
3	704 Employee Pensions & Benefits	24,397	72,350	47,953	196.55%	78.49%	*	a.
4	705 Post Retirement Benefits	0	34,850	34,850	---	---		b.
5	711 Sludge Removal Expense	59,248	63,118	3,870	6.53%	2.61%		
6	715 Purchased Power	149,032	137,582	(11,450)	-7.68%	-3.07%		
7	716 Fuel for Power Purchased	0	1,317	1,317	0.00%	0.00%		
8	718 Chemicals	205,836	47,874	(157,962)	-76.74%	-30.65%		
9	719 Major Maintenance	27,347	0	(27,347)	-100.00%	-39.93%		
10	720 Materials & Supplies	12,249	6,575	(5,674)	-46.33%	-18.50%		
11	731 Contractual Services - Engr.	0	0	0	0.00%	0.00%		
12	732 Contractual Services - Acct.	3,652	7,890	4,238	116.04%	46.34%	*	d.
13	733 Contractual Services - Legal	679	6,999	6,320	930.78%	371.70%	*	e.
14	734 Contractual Services - Mgmt. Fee	23,088	22,148	(940)	-4.07%	-1.63%		
15	735 Contractual Services - Other	53,278	83,832	30,554	57.35%	22.90%	*	f.
16	741 Rental of Building/Real Prop.	2,290	4,172	1,882	82.18%	32.82%	*	g.
17	742 Rental of Equipment	1,073	1,524	451	42.03%	16.79%	*	h.
18	750 Transportation Expenses	38,877	36,817	(2,060)	-5.30%	-2.12%		
19	756 Insurance - Vehicle	2,861	5,938	3,077	107.54%	42.94%	*	i.
20	757 Insurance - General Liability	8,064	11,883	3,819	47.35%	18.91%	*	j.
21	758 Insurance - Workmen's Comp.	5,156	11,691	6,535	126.75%	50.61%	*	k.
22	759 Insurance - Other (Property)	4,000	12,273	8,273	206.83%	82.59%	*	l.
23	760 Advertising Expense	0	0	0	0.00%	0.00%		
24	766 Reg. Comm. Exp.-Rate Case Amort	19,916	37,318	17,402	87.38%	34.89%	*	
25	767 Reg. Comm. Exp.-Other	0	2,433	2,433	0.00%	0.00%		
26	770 Bad Debt Expense	6,966	1,858	(5,108)	-73.32%	-29.28%		
27	775 Miscellaneous Expenses	41,751	94,051	52,300	125.27%	50.02%	*	m.
28	Total	\$871,008	\$960,153	\$89,145	10.23%			
						Total O & M Increases:		
						\$35,599	Average Increase per Year	
						4.09%	Average Increase per Year	ANNUAL INCREASE IN O & M EXPENSES 4.09%
29	Total Average Customers in ERC's	4,551	4,638 x.	87	1.91%		Total Customer Growth:	
						35	Average Increase per Year	
						0.76%	Average Increase per Year	vs.
29	Consumer Price Index - U	144.40	154.20 y.	9.80	6.79%		CPI - U Increase:	
						3.91	Average Increase per Year	ANNUAL CUSTOMER & CPI GROWTH -> 3.47%
						2.71%	Average Increase per Year	

x. From Schedule B-3, pg 4, note (a).
 y. Estimate per MFR Workpapers.

Operation & Maintenance Expense Comparison - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: B-8
 Page 2 of 3
 Preparer: Coel

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

Line No.	(1) Account No. and Name	(2) Average Annual Difference	(3) Annual % Difference	(4) Items Greater Than Cust.+ CPI Growth	(5) Explanation
1	701 Salaries & Wages - Employees	\$27,024	15.31% a	*	a. Due to the restructuring of accounting and rate dept staff from Consolidated Water Services, Inc. to FCWC, effective Jan. 1, 1994. These services were previously recorded in Contractual Services - Other. Also refer to MFR Sched B-6 to compare 1993 and 1994 expense levels. FCWC officers have increased as a result of shifting positions from AUI.
2	703 Salaries & Wages - Officers, Etc	2,692	57.21% a	*	
3	704 Employee Pensions & Benefits	19,150	78.49% a	*	
4	705 Post Retirement Benefits	13,917	---	b	b. Due to implementation of FASB 106 and a shift of CWSI employees to FCWC. This expense has been allowed in other FCWC rate cases. c. Increase in insurance costs combined with a change in the allocation method of benefits from the three-factor method to the payroll factor method.
12	732 Contractual Services - Acct.	1,692	46.34% d	*	d. Increased allocation of audit expense due to new wastewater plant addition.
13	733 Contractual Services - Legal	2,524	371.70% e	*	e. Allocation from FCWC regarding legislation matters effecting regulated operations. Amounts to be allocated began increasing in 1993 due to factors such as CIAC Tax Refund issue, higher legal charges, increased regulations and issues and additional plant.
15	735 Contractual Services - Other	12,202	22.90% f	*	f. Increased treatment expense for generator and blower repairs; increased pumping expense for pump repairs; increased source of supply expense for an ongoing I&I rehabilitation program of cleaning, TV and grout of lines, and repair of manholes. Most of these projects were previously coded to major maintenance. The average annual increase of these combined accounts is only 2.21%. See the following combined results:
	719 Major Maintenance	(10,921)	-39.93%		
	735 Contractual Services - Other	12,202	22.90%	*	
	Total MM & CS-Other	1,281	1.59%		<-- Combined results
16	741 Rental of Building/Real Prop.	752	32.82% g	*	g. Higher allocation of expense due to wastewater plant addition, increase in general office rent expense with Swift-Hope Management, and additional rent for public storage for records. Records had previously been stored in semi-trailers and the expense was coded to Rental-Equipment.

(Continued)

Operation & Maintenance Expense Comparison - Sewer
 File: NFMBS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: B-8
 Page 3 of 3
 Preparer: Coel

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

Line No.	(1) Account No. and Name	(2) Average Annual Difference	(3) Annual % Difference	(4) Items Greater Than Cust.+ CPI Growth	(5) Explanation
17	742 Rental of Equipment	180	16.79% h	*	h. Increase due to rental of a pressure washer in 1993 to clean outside of treatment plant structures before painting. Painting previously was contracted out. It is less expensive to rent than to buy the pressure washer. Miscoding of public storage for records expense. Should be coded to Rental-Building.
19	756 Insurance - Vehicle	1,229	42.94% i	*	i. Allocation of FOMC auto ins premium which increased from \$45,978 in '90 to \$52,440 in '91, to \$79,628 in '94, or as stated on a per car basis, increased from \$621/car in 1990 to \$718 in 1991 to \$926 in 1994. This increase is approximately \$100 per year per car, although the number of cars at N. Ft. Myers did not increase. The increase is based on experience and normal insurance industry increases. 1995 rates are at \$926 per car.
20	757 Insurance - General Liability	1,525	18.91% j	*	j. This account includes comprehensive general liability, umbrella, officers & directors, crime, travel accident, fiduciary and preferred pension guaranteed corp. Fractional increases in all the above allocatable premiums results in approx \$500 to \$1000 increase in this account each year.
21	758 Insurance - Workmen's Comp.	2,610	50.61% k	*	k. This expense is based on payroll, which increased. Also, the premiums that are allocated increased due to an overall industry increase of workers comp insurance rates.
22	759 Insurance - Other (Property)	3,304	82.59% l	*	l. Allocatable premiums for FOMC increased from \$66,742 to \$150,412 as allocatable property values increased from \$46,578,000 to \$64,764,000, as well as liability premiums increased due to Hurricane Andrew and a new plant addition of approximately \$6,000,000. The general allocation factors used have been previously accepted by the PSC.
27	775 Miscellaneous Expenses	20,886	50.02% m	*	m. Increased employee travel and related expenses due to more conferences and seminars, increase in treatment expense for sample analysis from \$12,000 in 1992 to \$20,000, an increase in repairs and maintenance of equipment due to new wastewater plant addition, and an increase in bank service charges for implementation of customer payment lock box service.

Analysis of Contractual Services - Sewer

File: NFMBS.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: B-9

Page 1 of 1

Preparer: Coel

Explanation: Provide a complete list of outside services which were incurred during the test year. List by type of service, such as accounting, engineering or legal, and provide specific detail of work performed by each consultant and the associated cost breakdown by items. Provide amounts separated by system and method of allocation if appropriate. Specific detail is not necessary for changes which are less than 2% of the test year revenues for that system. Do not include rate case expense charges.

(1) Line No.	(2) Consultant	(3) Type of Service	(4) Year-End 12/31/94	(5) Description of Work Performed
Sewer				
1	Avatar Utility Services, Inc.(AUSI)	Data Processing, Customer Billings, Customer Mailings, & Customer Records	a. \$20,047	Allocation of monthly billing charges. Maintenance of customer records, processing, and mailings (including cost of postage) of monthly customer bills.
2	Avatar Utilities Inc. (AUI)	Management & Engineering	b. 42,517	Labor and Overhead expenses incurred for Management and Engineering.
3	Consolidated Water Company (CWC)	Administration Charges	b. 562	General and Administration Fees
4	Ernst & Young	Accounting Services	937	Audit
<p>a. This is an affiliated company which bills directly.</p> <p>b. This is an affiliated company that allocates all costs on the basis of net plant and employees.</p>				

Analysis of Rate Case Expense - Sewer
 File: NFMBS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: B-10
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the total amount of rate case expense requested in the application. State whether the total includes the amount up to proposed agency action or through a hearing before the Commission. Provide a breakdown of the total by persons assisting in the application, including the hours billed, the hourly rate, and a detailed list of services provided. Also provide the amortization period requested and support behind this determination.

(1)	(2)	(3)	(4)	(5)	(6)	(8)	
Line No.	Counsel, Consultant or Witness	Firm or Vendor Name	Professional Fees	Hourly Rate	Total Estimate of Charges By Firm	Total Fees & Expenses	Type of Service Rendered
1	SEWER ONLY						
2	-----						
3	B. Kenneth Gatlin	Gatlin, Woods, Carlson & Cowdery	\$25,000	\$165 hr	\$0	\$25,000	Legal
4							
5							
6	.....	.....	0			0	Rate Consultant/Witness
7							
8	Affiliates of FCMC:						
9	Avatar Utilities Services Inc	A.U.S.I.	2,600		0	2,600	Customer Labels, Mailings, & Postage
10							
11	Avatar Utilities Inc	A.U.I.	0		0	0	Rate Case Data
12							
13	Florida Cities Water Company	F.C.W.C.	600 hr	\$30 hr	18,000	18,000	Rate Department
14	"	"	0		4,500	4,500	Filing Fees
15	"	"	0		1,000	1,000	Customer Mailings: Printing & Supplies
16	"	"	0		500	500	Travel & T&E - FCMC
17						0	
18							
19	Total					\$51,600	
20							

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21 Estimate through
 22 DG PAA
 23 [] Commission Hearing
 24

25 Amortization Period 4 Years

26 Explanation if different from Section 367.0816, Florida Statutes:

	(A) Water	(B) Sewer	(C) Total
27			
28			
29	Amortization of Rate Case Expense:		
30			
31	\$0	\$0	\$0
32	0	51,600	51,600
33			
34	0	51,600	51,600
35			
36	4.00	0	12,900
37			
38			
39		\$0	\$25,800
40			
41		50%	50%
42			100%

Analysis of Major Maintenance Projects - Sewer
 For the Test Year and 2 Years Prior and 1 Year Subsequent
 File: NFMBS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: B-11
 Page 1 of 1
 Preparer: Coel

Explanation: Provide an analysis of all maintenance projects greater than 2% of test year revenues per system which occurred during the 2 years prior to the test year, the test year, and the budgeted amount for 1 year subsequent to the test year. For each project, provide a description, the total cost or budgeted amount and how often the project should be repeated.

	(1)	(2)	(3)	(4)	(5)
Line No.	Description	Fiscal Year 12/31/92	Fiscal Year 12/31/93	BASE YEAR 12/31/94	TEST YEAR 12/31/95
SEWER					
1	Revenues	\$1,464,917	\$2,064,249	\$2,085,157	\$2,111,912
2	Major Maintenance	36,000	36,957	0	0
3	Source/Contractual Services Other	1,325	0	30,594	31,686
4	Pumping/Contractual Services Other	1,394	0	8,316	8,613
5	Treatment/Contractual Services Other	2,398	3,011	17,470	18,094
6	T & D/Contractual Services Other	0	0	0	0
7	Total	41,117	39,968	56,380	58,393
8	Total Major Maintenance Projects	2.8%	1.9%	2.7%	2.8%
9	as a % of Revenues				
10	No individual maintenance projects exceeded 2% of the test year revenues.				

Allocation of Expenses
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: B-12
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule detailing expenses which are subject to allocation between systems (water, sewer & gas, etc.) showing allocation percentages, gross amounts, amounts allocated, and a detailed description of the method of allocation. Provide a description of all systems other than water and sewer.

ALLOCATION RATIOS - 12/31/1993 THROUGH 12/31/1994

- o The administrative staff in the general office in Sarasota provides services to affiliated companies. These costs are apportioned to all companies on the average of net plant, customers and payroll. Within Florida Cities Water Company, common expenses are allocated to divisions and to utility functions.
- o Allocations are used to allocate payroll and overheads from the general office to divisions and within the divisions. Management salaries are allocated on a basis of capital and O & M budgeting. Non-supervisory employees are allocated by function. This methodology allocates payroll and overhead costs in relation to the work performed by the Utility's employees.
- o The Company allocated customer accounting expense on a customer basis, property insurance on a property basis, injuries and damages and employee benefits on the basis of payroll, and all other common expenses on an average of net plant, customers, and payroll. The same allocation procedure has been used for a number of years, and for the year 1993 the allocation ratios are:

(The below ratios for FCMC's Divisions were determined at Nov. 30, 1993 and based on Year-Ending 11/30/93 Expenses)

Division	General Expense Factor	General Allocation	Payroll to Expense	Employee Benefits	Plant in Service W/CWIP	Property Insurance	Customer Records	Customer Accounting	Consolidated General Allocation
North Ft. Myers-Water	0.172	0.057	\$172,144	0.071	\$6,000,771	0.043	3,198	0.058	0.045
North Ft. Myers-Wastewater	0.214	0.072	210,211	0.087	11,024,797	0.080	2,607	0.047	0.056
South Ft. Myers-Water	0.869	0.290	606,831	0.250	51,008,329	0.369	13,824	0.251	0.226
South Ft. Myers-Wastewater	0.397	0.133	298,804	0.123	24,351,201	0.176	5,429	0.098	0.104
Golden Gate-Water	0.169	0.056	158,206	0.065	7,649,654	0.055	2,655	0.048	0.043
Golden Gate-Wastewater	0.130	0.043	117,742	0.048	6,430,624	0.046	1,949	0.035	0.034
Barefoot Bay-Water	0.172	0.057	144,109	0.059	4,353,003	0.031	4,494	0.082	0.045
Barefoot Bay-Wastewater	0.161	0.054	108,024	0.044	4,947,606	0.036	4,479	0.081	0.042
Hillsborough-Water	0.062	0.021	74,077	0.031	1,338,597	0.010	1,192	0.022	0.016
Hillsborough-Wastewater	0.049	0.016	38,163	0.016	1,729,687	0.012	1,127	0.020	0.013
Sarasota-Water	0.178	0.059	126,969	0.052	3,744,093	0.027	5,461	0.099	0.046
Sarasota-Wastewater	0.427	0.142	372,779	0.154	15,869,683	0.115	8,703	0.159	0.110
Total FCMC	3.000	1.000	\$2,428,059	1.000	\$138,448,045	1.000	55,118	1.000	0.782
Poinciana-Water	1.273	0.424	132,719	0.447	13,573,155	0.315	4,430	0.512	0.064
Poinciana-Wastewater	1.727	0.576	164,503	0.553	29,570,670	0.685	4,229	0.488	0.087
Barefoot Bay Propane Gas	3.000	1.000	34,642	1.000	975,710	1.000	1,005	1.000	0.010
Rio Rico-Water	2.174	0.725	88,000	0.704	6,417,739	0.787	1,833	0.682	0.031
Rio Rico-Wastewater	0.826	0.275	37,000	0.296	1,732,261	0.213	854	0.318	0.011
Avatar Utility Services Inc.(AUSI)	3.000	1.000	129,052	1.000	713,228	1.000	34	1.000	0.016
Total Consolidated		5.000	\$3,013,975		\$191,430,808		67,503		1.000

The below ratios for N Ft Myers - Sewer Div. were determined at Nov 30, 1993:

Property Basis Allocation Ratio:

UPIS N Ft Myers Sewer / UPIS FCMC Total $\frac{\$11,024,797}{138,448,045} = 0.080$

Customer Basis Allocation Ratio:

No. of Customers (Connections) N Ft Myers Sewer / No. of Customers FCMC Total $\frac{2,607}{55,118} = 0.047$

Payroll Basis Allocation Ratio:

Payroll to Expense N Ft Myers Sewer / Payroll to Expense FCMC Total $\frac{\$210,211}{\$2,428,059} = 0.087$

General Expense Allocation Ratio:

Average of Above Ratios 0.072

Expenses that are not specifically identified to a division and cost center are allocated. Due to the voluminous number of allocations made, schedules showing the computation of allocation percentages for all expenses allocated are available for inspection at the Utility's office in Sarasota Florida.

Net Depreciation Expense - Sewer
 File: NFMS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]
 Explanation: Provide a schedule of test year non-used and useful depreciation expense by primary account.

Florida Public Service Commission
 Schedule: B-14
 Page 1 of 1
 Preparer: Coel
 Recap Schedules: B-1

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(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Line No.	Account No. and Name	Test Year Average UPIS 12/31/95	Depreciation Rate	Test Year Expense 12/31/95	Adjustments A-6, Pg 2, Col. 4 x B-14, Col 3	Test Year Adjusted Balance	% Non-Used & Useful 0.0%	Future Use Amount	Test Year Net Expense Amount	Test Year Net Expense Per Books	Test Year Adjustments (Calculated)
					(See note a.)						
1	INTANGIBLE PLANT										
2	351 Organization	\$0	0.00%	\$0	\$0	\$0	0.0%	\$0	\$0		
3	352 Franchises	250	0.00%	0	0	0	0.0%	0	0		
4	COLLECTION PLANT										
5	354.1 Structures & Improvements	39,529 *	3.10%	1,225 *	0	1,225	0.0%	0	1,225		
6	360 Collection Sewers - Force	2,307,011 *	3.30%	76,131 *	0	76,131	0.0%	0	76,131		
7	361 Collection Sewers - Gravity	900,163 *	2.20%	19,804 *	0	19,804	0.0%	0	19,804		
8	362 Special Collecting Structures	2,505 *	2.50%	63 *	0	63	0.0%	0	63		
9	363 Services to Customers	164,562 *	2.60%	4,279 *	0	4,279	0.0%	0	4,279		
10	364 Flow Measuring Devices	3,288 *	20.00%	658 *	0	658	0.0%	0	658		
11	365 Flow Measuring Installations	0 *	0.00%	0 *	0	0	0.0%	0	0		
12	SYSTEM PUMPING PLANT										
13	354.2 Structures & Improvements	165,921 *	3.10%	5,144 *	0	5,144	0.0%	0	5,144		
14	370 Receiving Wells	52,444 *	3.30%	1,731 *	0	1,731	0.0%	0	1,731		
15	371 Pumping Equipment	696,525 *	5.60%	39,005 *	4,705 b.	43,710	0.0%	0	43,710		
16	TREATMENT AND DISPOSAL PLANT										
17	354.3 Structures & Improvements	560,086 *	3.10%	17,363 *	0	17,363	0.0%	0	17,363		
18	380 Treatment & Disposal Equip	5,823,902 *	5.60%	326,139 *	(840)d.	325,299	0.0%	0	325,299		
19	380.1 Adv Treat & Disposal Equip	135,381 *	5.60%	7,581 *	86,464 c.	94,046	0.0%	0	94,046		
20	381 Plant Sewers	3,874 *	2.90%	112 *	0	112	0.0%	0	112		
21	382 Outfall Sewer Lines	692,083 *	3.30%	22,839 *	0	22,839	0.0%	0	22,839		
22	383 Effluent Services	0 *	2.90%	0 *	0	0	0.0%	0	0		
23	384 Effl Meters & Meter Install	0 *	2.00%	0 *	0	0	0.0%	0	0		
24	389 Other Plant & Misc. Equipment	139,775 *	5.60%	7,827 *	0	7,827	0.0%	0	7,827		
25	GENERAL PLANT										
26	354.5 Structures & Improvements	0 *	2.50%	0 *	0	0	0.0%	0	0		
27	390 Office Furniture & Equipment	449 *	6.70%	30 *	0	30	0.0%	0	30		
28	391 Transportation Equipment	0 *	33.33%	0 *	0	0	0.0%	0	0		
29	392 Stores Equipment	0 *	0.00%	0 *	0	0	0.0%	0	0		
30	393 Tools, Shop & Garage Equipmen	4,230 *	6.30%	266 *	0	266	0.0%	0	266		
31	394 Laboratory Equipment	10,550 *	6.70%	707 *	0	707	0.0%	0	707		
32	395 Power Operated Equipment	59,895 *	7.90%	4,732 *	(1,608)d.	3,124	0.0%	0	3,124	Test Year	
33	396 Communication Equipment	18,899 *	9.00%	1,700 *	0	1,700	0.0%	0	1,700	Balances	
34	397 Miscellaneous Equipment	0 *	6.70%	0 *	0	0	0.0%	0	0	Per Books	
35	398 Other Tangible Plant	938 *	10.00%	94 *	0	94	0.0%	0	94	(Per B-3,	
36	390.2 Computer Equipment	2,425 *	16.70%	405 *	0	405	0.0%	0	405	pg 4 of 6)	Test Year
37											Adjustments
38	TOTAL DEPRECIATION EXPENSE	11,784,675	5.32%	537,834	88,721	626,555		0	626,555	\$523,755	\$102,800
39	LESS: AMORTIZATION OF CIAC	3,251,650	5.32% *	172,988	0	172,988	0.0%	0	172,988	144,096	28,892
40											
41	NET DEPRECIATION EXPENSE - WATER	\$8,533,025		\$364,846	\$88,721	\$453,567		\$0	\$453,567	\$379,659	\$73,908
42	a. Adjustments for full year effect.										
43	b. Adjustment for CMP to close to UPIS by Dec 1995										
44	c. Includes Expansion of WTP										
45	d. Adjustments due to Prior PSC Rate Order (See MFR Schedule G-13).										

* Items included in calculating CIAC Amortization rate.

Taxes Other Than Income - Sewer
 File: NFMBS.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Florida Public Service Commission

Schedule: B-15
 Page 1 of 1
 Preparer: Coel
 Recap Schedules: B-1, B-2

Explanation: Complete the following schedule of all taxes other than income.
 For all allocations, provide description of allocation and calculations.

Line No.	(1) Description	(2) Regulatory Assessment Fees (RAFs)	(3) Payroll Taxes	(4) Real Estate & Personal Property	(5) Other	(6) Total
	SEWER					
	Test Year Ended: 12/31/95					
1						
2	Balance Per Books - 9/30/94	\$94,066	\$20,110	\$90,956	\$0	\$205,132
3						
4	Adjustments to Test Year (Explain):					
5	Test Year Adjustments	1,204	1,589	13,393 *	0	16,186
6	Test Year Requested Adjustments	21,604	0	0	0	21,604
7	.....	0	0	0	0	0
8						
9	Total Test Year Adjustments	22,808	1,589	13,393	0	37,790
10						
11	Test Year Ended: 12/31/95	116,874	21,699	104,349	0	242,922

* Based projected UPIS

Reconciliation of Total Income Tax Provision
 File: NPMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Florida Public Service Commission

Schedule: C-1
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a reconciliation between the total operating income tax provision and the currently payable income taxes on operating income for the test year.

Line No.	Description	Reference	Water			Sewer		
			BASE YEAR Per Books * 12/31/94	TEST YEAR Adjustments	PROJECTED TEST YEAR 12/31/95	BASE YEAR Per Books * 12/31/94	TEST YEAR Adjustments	PROJECTED TEST YEAR 12/31/95
1	Current Tax Expense	C-2	\$0	\$0	\$0	\$0	\$0	(\$4,784)
2	Deferred Income Tax Expense	C-5	0	0	0	0	0	34,548
3	ITC Realized This Year	C-7	0	0	0	0	0	0
4	ITC Amortization (3% ITC and IRC 46(f)(2))	C-7	** Not Applicable ** (See Note Below)	0	0	** Not Applicable ** (See Note Below)	0	(5,644)
5	Parent Debt Adjustment	C-8	0	0	0	0	0	(15,074)
54 6	FASB 109 Deferred Income Tax Adjustment	B-1 or B-2 Page 4 of 4 Note (5)	0	0	0	0	0	(5,646)
7	Other: Tax benefit of Depreciation on CIAC	B-1 or B-2 Page 4 of 4 Note (6)	0	0	0	0	0	(4,633)
	Total Income Tax Expense		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,232)</u>
	Amounts shown on Schedule B-1 & B-2				0			(1,232)
	Difference				0			0

* Florida Cities Water Company calculates income taxes on a total company basis, therefore the Base Year column does not apply to N Ft Myers. Per books income taxes are allocated to N Ft Myers - Water & Wastewater on a pre-tax operating income basis in relation to total company pre-tax operating income. The total per books income tax allocated to N Ft Myers Water & Sewer during the Base Year was:
 (Water) \$0 which represents 0.00% of total company income tax of \$506,079.
 (Sewer) \$105,294 which represents 20.81% of total company income tax of \$506,079.

For rate case purposes, income taxes are calculated on a stand-alone basis.

Supporting Schedules: C-2,C-5,C-7,C-8,C-9
 Recap Schedules: B-1,B-2

State and Federal Income Tax Calculation - Current
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: C-2
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the calculation of state and federal income taxes for the test year.
 Provide detail on adjustments to income taxes and investment tax credits generated.

	Water			Sewer		
	BASE YEAR Per Books * 12/31/94	TEST YEAR Adjustments	PROJECTED TEST YEAR 12/31/95	BASE YEAR Per Books * 12/31/94	TEST YEAR Adjustments	PROJECTED TEST YEAR 12/31/95
1 Net Utility Operating Income (Sch. B-1,B-2)	\$0	\$0	\$0	\$0	\$0	\$477,158
2 Add: Inc. Tax Expense Per Books (Sch. B-1,B-2)	0	0	0	0	0	(1,232)
3 Subtotal	0	0	0	0	0	475,926
4 Less: Interest Charges (Sch. C-3)	0	0	0	0	0	396,829
5 Taxable Income Per Books	0	0	0	0	0	79,097
	** Not Applicable ** (See Note on C-1)			** Not Applicable ** (See Note on C-1)		
Schedule M Adjustments:						
6 Permanent Differences (From Sch. C-4)	0	0	0	0	0	0
7 Timing Differences (From Sch. C-5)	0	0	0	0	0	91,810
8 Total Schedule M Adjustments	0	0	0	0	0	91,810
9 Taxable Income Before State Taxes	0	0	0	0	0	(12,713)
10 Less: State Income Tax Exemption (\$5,000)	0	0	0	0	0	0
11 State Taxable Income	0	0	0	0	0	(12,713)
12 State Inc. Tax (5.5% x Line 11) 5.50%	0	0	0	0	0	(699)
13 Emergency Excise Tax	0	0	0	0	0	0
14 Credits	0	0	0	0	0	0
15 Current State Income Taxes	0	0	0	0	0	(699)
16 Federal Taxable Income (Line 9 - Line 15)	0	0	0	0	0	(12,014)
17 Federal Income Tax Rate 34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%
18 Federal Income Taxes (Line 16 x Line 17)	0	0	0	0	0	(4,085)
19 Less: Investment Tax Credit Realized This Year (Sch. C-8)	0	0	0	0	0	0
20 Current Federal Inc. Taxes (Line 18 - Line 19)	0	0	0	0	0	(4,085)
Summary:						
21 Current State Income Taxes (Line 15)	0	0	0	0	0	(699)
22 Current Federal Income Taxes (Line 20)	0	0	0	0	0	(4,085)
23 Total Current Income Tax Expense (To C-1)	0	0	0	0	0	(4,784)

* See note on C-1

Supporting Schedules: B-1,B-2,C-3,C-4,C-5,C-8
 Recap Schedules: C-1

Schedule of Interest In Tax Expense Calculation
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Florida Public Service Commission
 Schedule: C-3
 Page 1 of 1
 Preparer: Coel
 Supporting Schedules: D-1,C-8
 Recap Schedules: C-2

Explanation: Provide the amount of interest expense used to calculate income taxes on Schedule No. C-2. Explain any changes in interest expense in detail giving amount of change and reason for change. If the basis for allocating interest used in the tax calculation differs from the basis used in allocating current income taxes payable, the differing bases should be clearly identified.

Line No.	Description	Total Per Books	Utility Adjustments	Utility Adjusted
1	Interest on Long-Term Debt	\$0	\$0	\$0
2	Amortization of Debt Premium, Disc. and Expense Net			
3	Interest on Short-Term Debt			
4	Other Interest Expense			
5	AFUDC	0	0	0
6	ITC Interest Synchronization (IRC 46(f)(2) only - see below)	0	0	0
7	Total Used For Tax Calculation	\$0	\$0	\$0

The parent company's capitalization was used for determining cost of capital (Sch D-1) and the interest component for FCMC's Division was synchronized with rate base. See page Note 2 on Sch. B-1 & B-2, Page 3 of 4.

Calculation of ITC Interest Synchronization Adjustment
 Only for Option 2 companies (See Sch. C-8 & Sch. B-1 & B-2, pg. 4 of 4)

TEST YEAR	Balances From Sch. D-2	@ Test Year	Ratio	Cost (From D-1)	Total Weighted Cost	Debt Only Weighted Cost
8	Long-Term Debt	\$36,660,000	54.35%	9.53%	5.18%	5.18%
9	Short-Term Debt	0	0.00%	9.00%	0.00%	0.00%
10	Preferred Stock	9,000,000	13.34%	9.00%	1.20%	---
11	Common Equity	20,782,539	30.81%	11.34%	3.49%	---
12	Customer Deposits	1,013,037	1.50%	6.00%	0.09%	---
13	Total	\$67,455,576	100.00%		9.96%	5.18%
14	ITCs (from D-2, Line 7)	\$1,678,281				
15	Weighted Debt Cost (From Line 13 above)		5.18%			
16	Interest Synchronized	\$86,935				
17	Allocated to N Ft Myers Water:					
18	Percent		0.00%			
19	Amount of Interest		\$0			
20	Allocated to N Ft Myers Sewer:					
21	Percent		11.77%			
22	Amount of Interest		10,232			

Book/Tax Differences - Permanent

File: NFMC.wk1

Company: Florida Cities Water Co. - Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Historic or Projected

Florida Public Service Commission

Schedule: C-4

Page 1 of 1

Preparer: Coel

Explanation: Provide the description and amount of all book/tax differences accounted for as permanent differences. This would include any items accounted for on a flow through basis.

There are no permanent differences

Supporting Schedules: None

Recap Schedules: C-2

Deferred Income Tax Expense
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: C-5
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the calculation of total deferred income tax expense for the test year. Provide detail on items resulting in tax deferrals other than accelerated depreciation.

Line No.	Description	Water			Sewer		
		BASE YEAR Per Books * 12/31/94	TEST YEAR Adjustments	PROJECTED TEST YEAR 12/31/95	BASE YEAR Per Books * 12/31/94	TEST YEAR Adjustments	PROJECTED TEST YEAR 12/31/95
Timing Differences:							
1	Tax Depreciation and Amortization	\$0	\$0	\$0	\$0	\$0	\$546,326
2	Book Depreciation and Amort. (Sch B-1,B-2)	0	0	0	0	0	454,516
3	Difference	0	0	0	0	0	91,810
4	Other Timing Differences (Itemize):	** Not Applicable ** (See Note on C-1)		0	** Not Applicable ** (See Note on C-1)		0
		0	0	0	0	0	0
		0	0	0	0	0	0
		0	0	0	0	0	0
5	Total Timing Differences (To C-2)	0	0	0	0	0	91,810
6	State Tax Rate	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
7	State Deferred Taxes (Line 5 x Line 6)	0	0	0	0	0	5,050
8	Timing Differences For Federal Taxes (Line 5 - Line 7)	0	0	0	0	0	86,760
9	Federal Tax Rate	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%
10	Federal Deferred Taxes (Line 8 x Line 9)	0	0	0	0	0	29,498
11	Add: State Deferred Taxes (Line 7)	0	0	0	0	0	5,050
12	Total Deferred Tax Expense (To C-1)	0	0	0	0	0	34,548
	Per FQMC N Ft Myers Operating Statement			0			34,548

* See note on C-1

Supporting Schedules: None
 Recap Schedules: C-2

Accumulated Deferred Income Taxes - SUMMARY
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: C-6
 Page 1 of 3
 Preparer: Coel

Explanation: For each of the accumulated deferred tax accounts provide a summary of the ending balances as reported on pages 2 & 3 of this schedule. The same annual beginning and ending balances should be shown.

Line No.	Year/Month	Account No.:	Acct. Desc.: Depreciation			Acct. Desc.: Miscellaneous			Acct. Desc.: CIAC (Taxes paid by Company)		
			256.06	256.01		256.09	256.02		256.08	256.07	
			State	Federal	Total	State	Federal	Total	State	Federal	Total
1	12/31/94	Base Year	\$776,959	\$4,552,949	\$5,329,908	(\$32,670)	\$1,147,363	\$1,114,693	(\$404,716)	(\$2,607,560)	(\$3,012,276)
2	12/31/95	Test Year	844,159	4,944,149	5,788,308	(21,870)	1,176,163	1,154,293	(491,116)	(3,104,060)	(3,595,176)
3		Test Year - Average	810,559	4,748,549	5,559,108	(27,270)	1,161,763	1,134,493	(447,916)	(2,855,810)	(3,303,726)

Line No.	Year/Month	Account No.:	Acct. Desc.: Carrying Charges			Acct. Desc.: Post Retirement Benefits			Acct. Desc.: FASB 109		
			256.10	256.04		256.13	256.05		256.12	256.11	
			State	Federal	Total	State	Federal	Total	State	Federal	Total
4	12/31/94	Base Year	\$463,219	\$3,089,602	\$3,552,821	(\$49,333)	(\$288,049)	(\$337,382)	\$175,423	(\$404,249)	(\$228,826)
5	12/31/95	Test Year	391,219	2,633,602	3,024,821	(70,933)	(423,649)	(494,582)	175,423	(404,249)	(228,826)
6		Test Year - Average	427,219	2,861,602	3,288,821	(60,133)	(355,849)	(415,982)	175,423	(404,249)	(228,826)

60

Line No.	Year/Month	Account No.:	Acct. Desc.: Property Loss			Acct. Desc.:			Acct. Desc.:		
			256.16	256.15		State	Federal	Total	State	Federal	Total
			State	Federal	Total	State	Federal	Total	State	Federal	Total
7	12/31/94	Base Year	\$3,425	\$23,588	\$27,013	\$0	\$0	\$0	\$0	\$0	\$0
8	12/31/95	Test Year	1,253	8,684	9,937	0	0	0	0	0	0
9		Test Year - Average	2,339	16,136	18,475	0	0	0	0	0	0

Line No.	Year/Month	Account No.:	Acct. Desc.: Regulatory Assets FASB 109			Acct. Desc.: Regul. Liabilities FASB 109			Net Deferred Income Taxes		
			192.20	192.10		259.20	259.10		State	Federal	Total
			State	Federal	Total	State	Federal	Total	State	Federal	Total
10	12/31/94	Base Year	(\$168,240)	(\$982,834)	(\$1,151,074)	(\$133,101)	\$2,387,406	\$2,254,305	\$630,966	\$6,918,216	\$7,549,182
11	12/31/95	Test Year	(168,240)	(982,834)	(1,151,074)	(133,101)	2,387,406	2,254,305	526,794	6,235,212	6,762,006
12		Test Year - Average	(168,240)	(982,834)	(1,151,074)	(133,101)	2,387,406	2,254,305	578,880	6,576,714	7,155,594

Supporting Schedules: C-6, Pg 2 & 3
 Recap Schedules: A-18,A-19,D-2

Accumulated Deferred Income Taxes - STATE
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: C-6
 Page 2 of 3
 Preparer: Coel

Explanation: For each of the accumulated deferred tax accounts provide annual balances beginning with the year of the last rate case and ending with the beginning and ending balances of the test year.

Line No.	(1) Year/Month	(2) Beginning Balance	(3) Current Year Deferral (+)	(4) Flowback To Current Year (-)	(5) Adjustment/Reclass Debit(Credit)	(6) Ending Balance	(7) Beginning Balance	(8) Current Year Deferral (+)	(9) Flowback To Current Year (-)	(10) Adjustment/Reclass Debit(Credit)	(11) Ending Balance
Accelerated Depreciation Account No.: 256.06						Miscellaneous Account No.: 256.09					
1	12/31/94 Base Year	\$734,959	\$94,700	(\$52,700)	\$0	\$776,959	(\$6,284)	(\$46,472)	\$20,086	\$0	(\$32,670)
2	12/31/95 Test Year	776,959	67,200	0	0	844,159	(32,670)	(46,472)	20,086	37,186	(21,870)
CIAC (Taxes Paid by Company) Account No.: 256.08						Carrying Charges Account No.: 256.10					
3	12/31/94 Base Year	(\$325,990)	(\$131,706)	\$52,980	\$0	(\$404,716)	\$484,000	\$438	(\$21,219)	\$0	\$463,219
4	12/31/95 Test Year	(404,716)	(107,580)	21,180	0	(491,116)	463,219	438	(21,219)	(51,219)	391,219
Post Retirement Benefits Account No.: 256.13						FASB 109 Account No.: 256.12					
5	12/31/94 Base Year	(\$21,251)	(\$34,564)	\$6,482	\$0	(\$49,333)	\$148,820	\$53,206	(\$26,603)	\$0	\$175,423
6	12/31/95 Test Year	(49,333)	(21,600)	0	0	(70,933)	175,423	53,206	(26,603)	(26,603)	175,423
Property Loss Account No.: 256.16						Account No.:					
7	12/31/94 Base Year	\$5,597	\$1,423	(\$3,595)	\$0	\$3,425	\$0	\$0	\$0	\$0	\$0
8	12/31/95 Test Year	3,425	0	(2,172)	0	1,253	0	0	0	0	0
Account No.:						Regulatory Assets FASB 109 Account No.: 192.20					
9	12/31/94 Base Year	\$0	\$0	\$0	\$0	\$0	(\$168,240)	\$0	\$0	\$0	(\$168,240)
10	12/31/95 Test Year	0	0	0	0	0	(168,240)	0	0	0	(168,240)
Regulatory Liabilities FASB 109 Account No.: 259.20						Total Accumulated Deferred Income Taxes - STATE					
11	12/31/94 Base Year	(\$106,498)	(\$53,206)	\$26,603	\$0	(\$133,101)	\$745,113	(\$116,181)	\$2,034	\$0	\$630,966
12	12/31/95 Test Year	(133,101)	0	0	0	(133,101)	630,966	(54,808)	(8,728)	(40,636)	526,794

Supporting Schedules: D-2, Pg 3 of 3
 Recap Schedules: C-6, Pg 1

Accumulated Deferred Income Taxes - FEDERAL
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: C-6
 Page 3 of 3
 Preparer: Coel

Explanation: For each of the accumulated deferred tax accounts provide annual balances beginning with the year of the last rate case and ending with the beginning and ending balances of the test year.

Line No.	(1) Year/Month	(2) Beginning Balance	(3) Current Year Deferral (+)	(4) Flowback To Current Year (-)	(5) Adjustment/Reclass Debit(Credit)	(6) Ending Balance	(7) Beginning Balance	(8) Current Year Deferral (+)	(9) Flowback To Current Year (-)	(10) Adjustment/Reclass Debit(Credit)	(11) Ending Balance
Accelerated Depreciation Account No.: 256.01						Miscellaneous Account No.: 256.02					
1	12/31/94 Base Year	\$4,309,949	\$521,400	(\$278,400)	\$0	\$4,552,949	\$1,306,772	\$194,198	(\$353,607)	\$0	\$1,147,363
2	12/31/95 Test Year	4,552,949	391,200	0	0	4,944,149	1,147,363	28,800	0	0	1,176,163
CIAC (Taxes Paid by Company) Account No.: 256.07						Carrying Charges Account No.: 256.04					
3	12/31/94 Base Year	(\$2,151,928)	(\$773,366)	\$317,734	\$0	(\$2,607,560)	\$3,211,000	\$398	(\$121,796)	\$0	\$3,089,602
4	12/31/95 Test Year	(2,607,560)	(628,464)	131,964	0	(3,104,060)	3,089,602	0	(456,000)	0	2,633,602
Post-Retirement Benefits Account No.: 256.05						FASB 109 Account No.: 256.11					
5	12/31/94 Base Year	(\$124,000)	(\$192,498)	\$28,449	\$0	(\$288,049)	(\$550,560)	(\$292,622)	\$438,933	\$0	(\$404,249)
6	12/31/95 Test Year	(288,049)	(135,600)	0	0	(423,649)	(404,249)	0	0	0	(404,249)
Property Loss Account No.: 256.15						Account No.:					
7	12/31/94 Base Year	\$38,492	\$0	(\$14,904)	\$0	\$23,588	\$0	\$0	\$0	\$0	\$0
8	12/31/95 Test Year	23,588	0	(14,904)	0	8,684	0	0	0	0	0
Account No.:						Regulatory Assets FASB 109 Account No.: 192.10					
9	12/31/94 Base Year	\$0	\$0	\$0	\$0	\$0	(\$982,834)	\$0	\$0	\$0	(\$982,834)
10	12/31/95 Test Year	0	0	0	0	0	(982,834)	0	0	0	(982,834)
Regulatory Liabilities FASB 109 Account No.: 259.10						Total Accumulated Deferred Income Taxes - FEDERAL					
11	12/31/94 Base Year	\$2,533,717	\$292,622	(\$438,933)	\$0	\$2,387,406	\$7,590,608	(\$249,868)	(\$422,524)	\$0	\$6,918,216
12	12/31/95 Test Year	2,387,406	0	0	0	2,387,406	6,918,216	(344,064)	(338,940)	0	6,235,212

Supporting Schedules: D-2, Pg 3 of 3
 Recap Schedules: C-6, Pg 1

Investment Tax Credits - Analysis

File: NFMC.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: C-7

Page 1 of 4

Preparer: Coel

Explanation: Provide an analysis of accumulated tax credits generated and amortized on an annual basis beginning with the test year in the last rate case to the beginning of the current test year and on a monthly basis for the test year (Exception: Annual data may be substituted for monthly data for the 3% deferred ITC). Amounts provided by the Revenue Act of 1971 and subsequent acts should be shown separately from amounts applicable to prior laws. Identify progress payments separately.

		3% ITC						
		Amount Realized (+)			Amortization (-)			
Line No.	Year/Month	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	
1	12/31/94 Base Year	\$0	\$0	\$0	\$0	\$0	\$0	
2	12/31/95 Test Year	0	0	0	0	0	0	

		4% ITC (1971-1974)						
		Amount Realized (+)			Amortization (-)			
	Year/Month	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	
3	12/31/94 Base Year	\$64,788	\$0	\$0	\$4,297	\$0	\$60,491	
4	12/31/95 Test Year	60,491	0	0	4,297	0	56,194	

1,840,881

Year End Balances:

Total

Total Per Books

5	12/31/93 Year End	(3%+4%+8%+10%)	\$1,840,881	\$1,840,881			
6	12/31/94 Base Year	(3%+4%+8%+10%)	\$1,759,881	1,759,881			
7	12/31/95 Test Year	(3%+4%+8%+10%)	1,678,281	1,678,281	Projected		

Total
Water & Sewer

8 Test Year - Beginning and end of year average:

\$1,719,081

Supporting Schedules: None

Recap Schedules: C-2,C-3,C-10,D-2,A-18,A-19

Investment Tax Credits - Analysis

File: NFMC.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: C-7

Page 2 of 4

Preparer: Coel

Explanation: Provide an analysis of accumulated tax credits generated and amortized on an annual basis beginning with the test year in the last rate case to the beginning of the current test year and on a monthly basis for the test year (Exception: Annual data may be substituted for monthly data for the 3% deferred ITC). Amounts provided by the Revenue Act of 1971 and subsequent acts should be shown separately from amounts applicable to prior laws. Identify progress payments separately.

8% ITC (1983-1985 into 1986)								
Line No.	Year/Month	Beginning Balance	Amount Realized (+)		Amortization (-)		Ending Balance	
			Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.		
1	12/31/94	Base Year	\$654,279	\$0	\$0	\$24,560	\$0	\$629,719
2	12/31/95	Test Year	629,719	0	0	24,560	0	605,159
10% ITC (1975-1982)								
	Year/Month	Beginning Balance	Amount Realized (+)		Amortization (-)		Ending Balance	
			Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.		
3	12/31/94	Base Year	\$1,121,814	\$0	\$0	\$52,143	\$0	\$1,069,671
4	12/31/95	Test Year	1,069,671	0	0	52,743	0	1,016,928

Supporting Schedules: None

Recap Schedules: C-2,C-3,C-10,D-2,A-18,A-19

Investment Tax Credits - Company Policies
File: NFMC.wk1
Company: Florida Cities Water Co. - N Ft Myers Div.
Docket No.: 950387-SU
Test Year Ended: 12/31/95
Historic [] or Projected [x]

Florida Public Service Commission

Schedule: C-7
Page 3 of 4
Preparer: Coel

Explanation: Explain accounting policy as to method of amortization for both progress payment and other ITC. Explanation should include at least a description of how the time period for amortization is determined, when it begins, under what circumstances it changes, etc. If there are unused ITC, supply a schedule showing year generated, amount generated, total amount used and remaining unused portion.

ITC was amortized over 40 years beginning with the year after the ITC was utilized. However, in 1988 this period was changed to 35 years. The amortization period was changed as it was determined that 35 years was the average life of the assets placed in service.

Investment Tax Credits - Section 46(f) Election
File: NFMC.wk1
Company: Florida Cities Water Co. - N Ft Myers Div.
Docket No.: 950387-SU
Test Year Ended: 12/31/95
Historic [] or Projected [X]

Florida Public Service Commission

Schedule: C-7
Page 4 of 4
Preparer: Coel

Explanation: Provide a copy of the election made under Section 46(f), Internal Revenue Code.

A copy of the election follows.....

TAX PROCEDURES BULLETIN

1972 - No. u

Subject: Investment Tax Credit

March 10, 1972

This is an amendment to Tax Procedures Bulletin 1972 - No. 3, dated February 1, 1972. It has been decided that each corporation in the GAC affiliated group which owns public utility property without exception will elect Option 2. This is a deferral method which provides that the investment credit will be flowed through income ratably over the useful life of the property and which provides that no adjustment can be made to reduce the rate base. In the case of certain corporations, Option 3, was contingently elected if the election of Option 2 was in violation of the rules of the local regulatory agency. A copy of the election as filed with Internal Revenue, is attached.

RECEIVED
MAR 13 1972
RECEIVED
PAUL MIZELS

March 8, 1972

District Director
Internal Revenue Service
401 North Broad Street
Philadelphia, Pennsylvania

CERTIFIED MAIL

Re: GAC Corporation and Subsidiaries
1105 Hamilton Street
Allentown, Pennsylvania 18101
Taxpayer E.I. #23-1355148
Election under IRC Section 46(e)

Dear Sir:

The taxpayer, GAC Corporation, files a consolidated federal income tax return. The public utility corporations listed below were included or will be included in the consolidated federal income tax return of GAC Corporation and Subsidiaries.

Pursuant to the provisions of Section 46(a) of the IRC of 1954 as amended to date, the taxpayer hereby makes the election under Paragraph 2 of Section 46(e) for the affiliated public utility corporations indicated below:

- Florida Cities Water Company 59-1094814
- Indiana Cities Water Corporation 35-1137180
- Northern Michigan Water Company 38-1657784
- GAC Utilities Inc. of Arizona 23-1739060
- GAC Utilities Inc. of Florida 59-1297487
- Barefoot Bay Propane Gas Co. 59-1275937
- Barefoot Bay Water Company 23-1739087
- River Ranch Water Company, Inc. 59-1152530
- North Florida Water Company 59-1159956

Pursuant to the provisions of Section 46(a) of the IRC of 1954 as amended to date, the taxpayer hereby makes the election under Paragraph 2 of Section 46(e) for the affiliated public utility corporations indicated below except if it is in violation of the rules of the local regulatory authority or agency in which case the election is made under Paragraph 3 of Section 46(e).

- California Cities Water Company 95-2311758
- Santiago Water Company 95-1935252
- California Consolidated Water Company, Inc. 95-2259543
- Missouri Cities Water Company 43-0717325
- Ohio Suburban Water Company 21-0712452

RECEIVED

AN
20 MAR 13 1972
DIRECTOR IN
PHILADELPHIA

GAC Corporation

1105 Hamilton Street
Allentown, Pennsylvania 18101

March 8, 1972

District Director
Internal Revenue Service
Philadelphia, Pennsylvania
Page Two

The election under Section 167(1)(4)(A) has not been made by GAC Corporation and Subsidiaries.

Respectfully submitted,

D. G. Hawk

DGH/bjw

cc's: Messrs. Paul Mizels

RECEIVED

23 MAR 9 1972

DIRECTOR INT REV
PHILADELPHIA
TELE 2-48

Parent(s) Debt Information
 File: NFMC.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule: C-8
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the information required to adjust income tax expense by the interest expense of the parent(s) that may be invested in the equity of the applicant. If a year-end rate base is used, provide on both a year-end and an average basis. Amounts should be parent only.

Parent's Name: Avatar Holdings Inc.					
Line No.	Description	Balance @ 12/31/93 (000)	Balance @ 12/31/94 (000)	Average Balance	
1	Common Equity:				
2	Common Stock	\$12,715	\$12,715	\$12,715	
3	Paid in Capital	207,271	207,271	207,271	
4	Retained Earnings	25,359	10,738	18,049	
5	Treasury Stock	(61,973)	(61,973)	(61,973)	
6	Total Equity	183,372	168,751	176,062	
7	Long-Term Debt	28,472	27,038	27,755	
8	Total	\$211,844	\$195,789	\$203,817	
9	Debt-Equity Ratio:				
10	Debt	13.44%	13.81%	13.62%	See Note 4 on Schedule B-1, Page 3.
11	Equity	86.56%	86.19%	86.38%	
12	Interest Expense	\$3,790	\$3,302	\$3,546	
13	Parent Debt Rule:	\$3,546 /	27,755 =	12.78%	See Note 4 on Schedule B-1, Page 3.
14	Weighted Cost Parent Debt X 37.63% (or applicable consolidated tax rate) X Equity of Subsidiary (To C-1)				

Supporting Schedules: None
 Recap Schedules: C-3

Income Tax Returns

File: NFMC.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: C-9

Page 1 of 1

Preparer: Coel

Explanation: Provide a copy of the most recently filed federal income tax return, state income tax return and most recent final IRS revenue agent's report for the applicant or consolidated entity (whichever type of return is filed). A statement of when and where the returns and reports are available for review may be provided in lieu of providing the returns and reports.

Florida Cities Water Company files a consolidated return with Avatar Holdings. Due to the size of the return it is not attached, however it may reviewed at any time at the corporate offices of Avatar Holdings located in Coral Gables, FL.

However, attached is a copy of Florida Cities income tax information for 1991, 1992, and 1993 which gets included in the consolidated return, prior to eliminations.

THIS IS AN INFORMATION SCHEDULE ONLY and NOT THE ACTUAL TAX RETURN!.....

1993

U.S. Corporation Income Tax Return

Form 1120

Department of the Treasury Internal Revenue Service

For calendar year 1993 or tax year beginning 1993, ending 1993

Instructions are separate. See page 1 for Paperwork Reduction Act Notice.

- Check if a: Consolidated return (attach Form 951) Personal holding co. (attach Sch. PH) Personal service corp. (as defined in Temporary Regs. sec. 1.441-4T - see instructions)

Use IRS label. Otherwise, please print or type.

FLORIDA CITIES WATER COMPANY P.O. BOX 025587 MIAMI FL 33102-5587

- B Employer identification number 19-1094814 C Date incorporated D Total assets (see Specific Instructions) 123,246,785

E Check applicable boxes: (1) Initial return (2) Final return (3) Change of address

Table with 11 rows for income items: 1a Gross receipts or sales 22,893,062; 2 Cost of goods sold; 3 Gross profit; 4 Dividends; 5 Interest; 6 Gross rents; 7 Gross royalties; 8 Capital gain net income; 9 Net gain or (loss) from Form 4797; 10 Other income; 11 Total income 24,805,048

Table with 19 rows for deductions: 12 Compensation of officers; 13a Salaries and wages 1,520,054; 14 Repairs and maintenance; 15 Bad debts; 16 Rents; 17 Taxes and licenses; 18 Interest; 19 Charitable contributions; 20 Depreciation 5,063,042; 21 Less depreciation claimed; 22 Depletion; 23 Advertising; 24 Pension, profit-sharing, etc., plans; 25 Employee benefit programs; 26 Other deductions; 27 Total deductions 22,565,715; 28 Taxable income before net operating loss deduction 2,239,333; 29 Less: a Net operating loss deduction; b Special deductions

Table with 8 rows for tax and payments: 30 Taxable income 2,239,333; 31 Total tax; 32 Payments: a 1992 overpayment credited to 1993; b 1993 estimated tax payments; c Less 1993 refund applied for on Form 4468; d Bal; e Tax deposited with Form 7004; f Credit from regulated investment companies; g Credit for Federal tax on fuels; 33 Estimated tax penalty (checked); 34 Tax due; 35 Overpayment; 36 Enter amount of line 35 you want Credited to 1994 estimated tax 0 Refunded

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge. Signature of officer Date Title

Paid Preparer's Use Only: Preparer's signature, Date 71, Check if self-employed, Preparer's social security no., Firm's name, E.I. No.

Schedule A Cost of Goods Sold (See instructions.)

1	Inventory at beginning of year	1	0
	Purchases	2	0
3	Cost of labor	3	0
4	Additional section 263A costs (attach schedule)	4	0
5	Other costs (attach schedule)	5	0
6	Total. Add lines 1 through 5.	6	0
7	Inventory at end of year	7	0
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	0

9 a Check all methods used for valuing closing inventory:

Cost Lower of cost or market as described in Regulations section 1.471-4

Writedown of subnormal goods as described in Regulations section 1.471-2(c)

Other (Specify method used and attach explanation.) ▶

b Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 870)

c If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO. So

d Do the rules of section 263A (for property produced or acquired for resale) apply to the corporation? Yes No

e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation Yes No

Schedule C Dividends and Special Deductions (See instructions.)

	(a) Dividends received	(b) %	(c) Special deductions: (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)	0 70	0
2	Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)	0 80	0
3	Dividends on debt-financed stock of domestic and foreign corporations (section 246A)	0 see INSTRUCTIONS	0
4	Dividends on certain preferred stock of less-than-20%-owned public utilities	0 42	0
	Dividends on certain preferred stock of 20%-or-more-owned public utilities	0 48	0
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction.	0 70	0
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction.	0 80	0
8	Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245 (b))	0 100	0
9	Total. Add lines 1 through 8. See instructions for limitation.		0
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958	0 100	0
11	Dividends from certain FSCs that are subject to the 100% deduction (section 245 (c)(1))	0 100	0
12	Dividends from affiliated group members subject to the 100% deduction (section 243 (a)(3))	0 100	0
13	Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11	0	
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)	0	
15	Foreign dividend gross-up (section 78).	0	
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 246(d))	0	
17	Other dividends	0	
18	Deduction for dividends paid on certain preferred stock of public utilities (see instructions)		0
19	Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1	0	
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1.		0

Schedule E Compensation of Officers (See instructions for line 12, page 1.)

Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1, Form 1120) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
2	Total compensation of officers 73				0
3	Compensation of officers claimed on Schedule A and elsewhere on return				0
4	Subtract line 3 from line 2. Enter the result here and on line 12, page 1				79,619

Schedule J Tax Computation (See instructions.)

1 Check if the corporation is a member of a controlled group (see sections 1561 and 1563)

2 If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000 and \$9,925,000 taxable income brackets (in that order):
 (1) 0 (2) 0 (3) 0

b Enter the corporation's share of:
 (1) additional 5% tax (not more than \$11,750) 0
 (2) additional 3% tax (not more than \$100,000) 0

3 Income tax. Check this box if the corporation is a qualified personal service corporation as defined in section 448(d)(2) (see instructions) 3 0

4a Foreign tax credit (attach Form 1118)	0
b Possessions tax credit (attach Form 5735)	0
c Orphan drug credit (attach Form 6765)	0
d Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 6434)	0
e General business credit. Enter here and check which forms are attached: <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form 3468 <input type="checkbox"/> Form 5884 <input type="checkbox"/> Form 6478 <input type="checkbox"/> Form 6765 <input type="checkbox"/> Form 8586 <input type="checkbox"/> Form 8830 <input type="checkbox"/> Form 8828 <input type="checkbox"/> Form 8835	0
f Credit for prior year minimum tax (attach Form 8827)	0

5 Total credits. Add lines 4a through 4f 5 0

6 Subtract line 5 from line 3. 6 0

7 Personal holding company tax (attach Schedule PH (Form 1120)) 7 0

8 Recapture taxes. Check if from: Form 4255 Form 8811 8 0

9a Alternative minimum tax (attach Form 4626) 9a 0

b Environmental tax (attach Form 4626) 9b 0

10 Total tax. Add lines 6 through 9b. Enter here and on line 31, page 1. 10 0

Schedule K Other Information (See instructions.)

	Yes	No		Yes	No
1 Check method of accounting: a <input type="checkbox"/> Cash <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) <u> </u> Refer to the instructions and state the principal:			7 Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.) If "Yes," attach Form 5471 for each such corporation. Enter number of Forms 5471 attached <u> </u>		
a Business activity code no. <u> </u>			8 At any time during the 1993 calendar year, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," the corporation may have to file Form TD F 90-22.1. If "Yes," enter name of foreign country <u> </u>		
b Business activity <u> </u>			9 Was the corporation the grantor of, or transferor to, a foreign trust that existed during the current tax year, whether or not the corporation has any beneficial interest in it? If "Yes," the corporation may have to file Forms 828, 3520, or 3520-A <u> </u>		
c Product or service <u> </u>			10 Did one foreign person at any time during the tax year own, directly or indirectly, at least 25% of: (a) the total voting power of all classes of stock of the corporation entitled to vote, or (b) the total value of all classes of stock of the corporation? If "Yes," a Enter percentage owned <u> 0.00</u> b Enter owner's country <u> </u> c The corporation may have to file Form 5472. Enter number of Forms 5472 attached <u> </u>		
3 Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name and identifying number, (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.			11 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If so, the corporation may have to file Form 8281.		
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter employer identification number and name of the parent corporation <u> </u>			12 Enter the amount of tax-exempt interest received or accrued during the tax year <u> 0</u>		
5 Did any individual, partnership, corporation, estate or trust at the end of the tax year, own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned <u> </u>			13 If there were 35 or fewer shareholders at the end of the tax year, enter the number <u> </u>		
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See secs. 301 and 318.) If "Yes," file Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 851,			14 If the corporation has a NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/>		
			15 Enter the available NOL carryover from prior tax years (Do not		

Schedule L		Balance Sheets		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)		
1	Cash		187,558		226,253		
2	Trade notes and accounts receivable	2,772,226		2,809,492			
b	Less allowance for bad debts	48,866	2,723,360	64,650	2,744,842		
3	Inventories		208,855		191,720		
4	U.S. government obligations		0		0		
5	Tax-exempt securities (see instructions)		0		0		
6	Other current assets (attach schedule)		309,782		231,057		
7	Loans to stockholders		0		0		
8	Mortgage and real estate loans		0		0		
9	Other investments (attach schedule)		0		0		
10a	Buildings and other depreciable assets	136,338,734		140,201,540			
b	Less accumulated depreciation	30,700,840	105,637,894	35,309,460	104,892,080		
11a	Depletable assets	0		0			
b	Less accumulated depletion	0	0	0	0		
12	Land (net of any amortization)		1,045,567		1,045,567		
13a	Intangible assets (amortizable only)	0		0			
b	Less accumulated amortization	190,526	-190,526	212,837	-212,837		
14	Other assets (attach schedule)		19,099,568		14,128,103		
15	Total assets		129,022,058		123,246,785		
Liabilities and Stockholders' Equity							
16	Accounts payable		666,038		786,696		
17	Mortgages, notes, bonds payable in less than 1 year		4,561,250		4,311,250		
18	Other current liabilities (attach schedule)		1,724,252		2,868,837		
19	Loans from stockholders		0		0		
20	Mortgages, notes, bonds payable in 1 year or more		26,432,500		24,921,250		
	Other liabilities (attach schedule)		11,513,179		7,329,828		
	Capital stock: a Preferred stock	9,000,000		9,000,000			
	b Common stock	2,103,300	11,103,300	2,103,300	11,103,300		
23	Paid-in or capital surplus		57,320,104		56,535,397		
24	Retained earnings - Appropriated (attach schedule)		0		0		
25	Retained earnings - Unappropriated		15,701,435		15,390,427		
26	Less cost of treasury stock		0		0		
27	Total liabilities and stockholders' equity		129,022,058		123,246,785		

Note: You are not required to complete Schedules M-1 and M-2 below if the total assets on line 15, column (d) of Schedule L are less than \$25,000.

Schedule M-1		Reconciliation of Income (Loss) per Books With Income per Return		(See instructions.)	
1	Net income (loss) per books	1,548,992		7	Income recorded on books this year not included on this return (itemize):
2	Federal income tax	437,721			Tax-exempt interest
3	Excess of capital losses over capital gains	0			0
4	Income subject to tax not recorded on books this year (itemize):				-206,628
		1,637,072			-206,628
5	Expenses recorded on books this year not deducted on this return (itemize):			8	Deductions on this return not charged against book income this year (itemize):
a	Depreciation	0			a Depreciation
b	Contributions carryover	0			2,552,038
c	Travel and entertainment	5,192			b Contributions carryover
		0			0
		1,044,615	1,049,807		88,848
6	Add lines 1 through 5	4,673,592		9	Add lines 7 and 8
					2,434,258
				10	Income (line 28, page 1) - line 8 less line 9
					2,239,334

Schedule M-2		Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)			
	Balance at beginning of year	15,701,435	5	Distributions: a Cash	1,860,000
	Net income (loss) per books	1,548,992		b Stock	0
3	Other increases (itemize):			c Property	0
				6	Other decreases (itemize):
					0
				7	Add lines 5 and 6
4	Add lines 1, 2, and 3	17,250,427			1,860,000
				8	Balance at end of year (line 4 less line 7)
					15,390,427

Department of the Treasury Internal Revenue Service

For calendar year 1992 or tax year beginning 1992, ending 1992

Instructions are separate. See page 1 for Paperwork Reduction Act Notice.

A Check if a:
Consolidated return
Personal holding co.
Personal service corp.

Use IRS label
Other-wise, please print or type.

FLORIDA CITIES WATER COMPANY
P.O. BOX 025587
MIAMI FL 33102-5587

B Employer identification number 59-1094814
C Date incorporated
D Total assets 129,022,058

Table with 36 rows for income and deductions, and 36 rows for tax payments and credits. Includes columns for description, amount, and sub-rows.

Please Sign Here
Signature of officer
Date
Title
Preparer's signature
Date
Check if self-employed
Preparer's social security no.
E.I. No.
ZIP code

Form 1120 (1992)

Page 2

Schedule A Cost of Goods Sold (See instructions.)

1	Inventory at beginning of year	1	0
2	Purchases	2	0
3	Cost of labor	3	0
4	Additional section 263A costs (attach schedule)	4	0
5	Other costs (attach schedule)	5	0
6	Total. Add lines 1 through 5	6	0
7	Inventory at end of year	7	0
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	0

9 a Check all methods used for valuing closing inventory:

- (i) Cost
- (ii) Lower of cost or market as described in Regulations section 1.471-4
- (iii) Write-down of "abnormal" goods as described in Regulations section 1.471-2(c)
- (iv) Other (Specify method used and attach explanation.)

- b Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)
- c If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO
- d Do the rules of section 263A (for property produced or acquired for resale) apply to the corporation? Yes No
- e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes", attach explanation Yes No

Schedule C Dividends and Special Deductions (See instructions.)

	(a) Dividends received	(b) %	(c) Special deductions: (a) x (b)
1	0	70	0
2	0	80	0
3	0	see instructions	0
4	0	41.176	0
5	0	47.059	0
6	0	70	0
7	0	80	0
8	0	100	0
9	Total. Add lines 1 through 8. See instructions for limitation.		0
10	0	100	0
11	0	100	0
12	0	100	0
13	0		
14	0		
15	0		
16	0		
17	0		
18	Deduction for dividends paid on certain preferred stock of public utilities (see instructions)		0
19	0		
20	Total deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1		0

Schedule E Compensation of Officers (See instructions for line 12, page 1.)

Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1, Form 1120) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of stock devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
2	Total compensation of officers				0
3	Compensation of officers claimed on Schedule A and elsewhere on return				0
4	Subtract line 3 from line 2. Enter the result here and on line 12, page 1				79,406

Schedule J Tax Computation (See instructions.)

1	Check if the corporation is a member of a controlled group (see sections 1561 and 1563)	<input type="checkbox"/>	
2	If the box on line 1 is checked:		
a	Enter the corporation's share of the \$50,000 and \$25,000 taxable income bracket amounts (in that order):	(i) 0 (ii) 0	
b	Enter the corporation's share of the additional 5% tax (not to exceed \$11,750)	0	
3	Income tax. Check this box if the corporation is a qualified personal service corporation as defined in section 448(d)(2) (see instructions).	<input type="checkbox"/>	3 0
4a	Foreign tax credit (attach Form 1118)	4a	0
b	Possessions tax credit (attach Form 5735)	4b	0
c	Orphan drug credit (attach Form 5765)	4c	0
d	Credit for fuel produced from a nonconventional source	4d	0
e	General business credit. Enter here and check which forms are attached: <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form 3468 <input type="checkbox"/> Form 5894 <input type="checkbox"/> Form 6478 <input type="checkbox"/> Form 5765 <input type="checkbox"/> Form 8588 <input type="checkbox"/> Form 8830 <input type="checkbox"/> Form 8826.	4e	0
f	Credit for prior year minimum tax (attach Form 8827)	4f	0
5	Total credits. Add lines 4a through 4f	5	0
6	Subtract line 5 from line 3.	6	0
7	Personal holding company tax (attach Schedule PH (Form 1120))	7	0
8	Recapture taxes. Check if from: <input type="checkbox"/> Form 4255 <input checked="" type="checkbox"/> Form 8611	8	0
9a	Alternative minimum tax (attach Form 4626)	9a	0
b	Environmental tax (attach Form 4626)	9b	0
10	Total tax. Add lines 6 through 9b. Enter here and on line 31, page 1.	10	0

Schedule K Other Information (See instructions.)

	Yes	No		Yes	No
1	Check method of accounting: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶				
2	Refer to the list in the instructions and state the principal: a Business activity code no. ▶ b Business activity ▶ c Product or service ▶ Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name and identifying number; (b) percentage owned; and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.				
4	Did any individual, partnership, corporation, estate, or trust at the end of the tax year own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," complete a, b, and c below: a Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? b Enter the name and identifying number of the parent corporation or other entity with 50% or more ownership ▶ c Enter percentage owned ▶				
5	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See secs. 301 and 316.) If "Yes," file Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 951, Affiliations Schedule, for each subsidiary.				
6	Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.) If "Yes," attach Form 5471 for each such corporation. Enter number of Forms 5471 attached ▶				
7	At any time during the 1992 calendar year, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," the corporation may have to file Form TDF 90-22.1. If "Yes," enter name of foreign country ▶				
8	Was the corporation the grantor of, or transferor to, a foreign trust that existed during the current tax year, whether or not the corporation has any beneficial interest in it? If "Yes," the corporation may have to file Forms 926, 3520, or 3520-A.				
9	Did one foreign person at any time during the tax year own, directly or indirectly, at least 25% of: (a) the total voting power of all classes of stock of the corporation entitled to vote, or (b) the total value of all classes of stock of the corporation? If "Yes," see instructions and: a Enter percentage owned ▶ 0.00 b Enter owner's country ▶ c The corporation may have to file Form 5472. (See instructions for penalties that may apply.) Enter number of Forms 5472 attached ▶				
10	Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If so, the corporation may have to file Form 8281.				
11	Enter the amount of tax-exempt interest received or accrued during the tax year ▶ 0				
12	If there were 35 or fewer shareholders at the end of the tax year, enter the number ▶				
13	If the corporation has an NOL for the tax year and is electing under sec. 172(b)(3) to forego the carryback period, check here <input type="checkbox"/>				

Schedule L	Balance Sheets		Beginning of tax year		End of tax year	
			(a)	(b)	(c)	(d)
Assets						
1	Cash			149,967		187,558
2a	Trade notes and accounts receivable	2,551,231			2,772,226	
b	Less allowance for bad debts	42,759		2,508,472	48,866	2,723,360
3	Inventories			214,619		208,855
4	U.S. government obligations			0		0
5	Tax-exempt securities (see instructions)			0		0
6	Other current assets (attach schedule)			202,705		309,782
7	Loans to stockholders			0		0
8	Mortgage and real estate loans			0		0
9	Other investments (attach schedule)			0		0
10a	Buildings and other depreciable assets	128,991,934			136,338,736	
b	Less accumulated depreciation	27,698,309		101,293,625	30,700,840	105,637,894
11a	Depletable assets	0		0		0
b	Less accumulated depletion	0		0		0
12	Land (net of any amortization)			1,043,567		1,043,567
13a	Intangible assets (amortizable only)	0		0		0
b	Less accumulated amortization	168,215		-168,215	190,526	-190,526
14	Other assets (attach schedule)			22,627,617		19,099,568
15	Total assets			127,874,153		129,022,058
Liabilities and Stockholders' Equity						
16	Accounts payable			1,068,535		666,038
17	Mortgages, notes, bonds payable in less than 1 year			8,511,250		4,561,250
18	Other current liabilities (attach schedule)			1,673,143		1,724,252
19	Loans from stockholders			0		0
20	Mortgages, notes, bonds payable in 1 year or more			21,963,750		26,632,500
21	Other liabilities (attach schedule)			11,871,494		11,513,179
22	Capital stock: a Preferred stock	9,000,000			9,000,000	
b	Common stock	2,103,300		11,103,300	2,103,300	11,103,300
23	Paid-in or capital surplus			57,285,444		57,320,104
24	Retained earnings - Appropriated (attach schedule)			0		0
25	Retained earnings - Unappropriated			14,417,258		15,701,435
26	Less cost of treasury stock			0		0
27	Total liabilities and stockholders' equity			127,874,156		129,022,058

Note: You are not required to complete Schedules M-1 and M-2 below if the total assets on line 15, column (d) of Schedule L are less than \$25,000.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return (See instructions.)

1	Net income (loss) per books	2,344,197	7	Income recorded on books this year not included on this return (Itemize):	
2	Federal income tax	811,218		Tax-exempt interest	0
3	Excess of capital losses over capital gains	0			
4	Income subject to tax not recorded on books this year (Itemize):				-146,312
		2,591,765			
5	Expenses recorded on books this year not deducted on this return (Itemize):		8	Deductions on this return not charged against book income this year (Itemize):	
a	Depreciation	0	a	Depreciation	2,393,853
b	Contributions carryover	0	b	Contributions carryover	653,042
c	Travel and entertainment	1,558			0
		15,636			-243,072
		17,194	9	Add lines 7 and 8	2,657,511
6	Add lines 1 through 5	5,764,352	10	Income (line 28, page 1) - line 6 less line 9	3,106,841

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year	14,417,244	5	Distributions: a Cash	1,060,000
2	Net income (loss) per books	2,344,197	b	Stock	0
3	Other increases (Itemize):		c	Property	0
			6	Other decreases (Itemize):	0
4	Add lines 1, 2, and 3	16,761,435	7	Add lines 5 and 6	1,060,000
			8	Balance at end of year (line 4 less line 7)	15,701,435

U.S. Corporation Income Tax Return

OMB No. 1545-0123

1991

For calendar year 1991 or tax year beginning _____, 1991, ending _____, 19____
 ▶ Instructions are separate. See page 1 for Paperwork Reduction Act Notice.

- A** Check if a -
 (1) Consolidated return (attach Form 851)
 (2) Personal holding co. (attach Sch. PH)
 (3) Personal service corp. (as defined in Temp. Regs. sec. 1.441-4T - see instructions)

Use IRS label. Otherwise, please print or type.
 FLORIDA CITIES WATER COMPANY
 201 Alhambra Circle
 Coral Gables FL 33134

B Employer iden. no. 59-1094814
C Date incorporated _____
D Total assets (See Spec. instr.) _____

E Check applicable boxes: (1) Initial return (2) Final return (3) Change in address

1a Gross receipts or sales		19,342,854	b Less returns and allowances		0	c Bal ▶	1c	19,342,854	
2 Cost of goods sold (Schedule A, line 7)							2	536,989	
3 Gross profit. Subtract line 2 from line 1c							3	18,805,865	
4 Dividends (Schedule C, line 19)							4	0	
5 Interest							5	111,521	
6 Gross rents							6	0	
7 Gross royalties							7	0	
8 Capital gain net income (attach Schedule D (Form 1120))							8	0	
9 Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)							9	-211,008	
10 Other income (see instructions - attach schedule)							10	2,111,703	
11 Total income. Add lines 3 through 10							11	20,818,081	
12 Compensation of officers (Schedule E, line 4)							12	83,485	
13a Salaries and wages		1,385,922	b Less jobs credit		0	c Balance	▶	13c	1,385,922
14 Repairs							14	2,561,566	
15 Bad debts							15	111,841	
16 Rents							16	61,673	
17 Taxes							17	1,827,236	
18 Interest							18	2,487,524	
19 Contributions (see instructions for 10% limitation)							19	0	
20 Depreciation (attach Form 4562)			20	4,447,234					
21 Less depreciation claimed on Schedule A and elsewhere on return			21a	0			21b	4,447,234	
22 Depletion							22	0	
23 Advertising							23	0	
24 Pension, profit-sharing, etc., plans							24	0	
25 Employee benefit programs							25	445,903	
26 Other deductions (attach schedule)							26	6,038,279	
27 Total deductions. Add lines 12 through 26							27	19,450,663	
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11							28	1,367,418	
29 Less: a Net operating loss deduction (see instructions)			29a	0					
b Special deductions (Schedule C, line 20)			29b	0			29c	0	
30 Taxable income - Subtract line 29c from line 28							30	1,367,418	
31 Total tax (Schedule J, line 10)							31	0	
32 Payments: a 1990 overpayment credited to 1991		32a	0						
b 1991 estimated tax payments		32b	0						
c Less 1991 refund applied for on Form 4468		32c	0						
d Tax deposited with Form 7004		32d	0						
e Credit from regulated investment companies (attach Form 2439)		32e	0						
f Credit for Federal tax on fuels (attach Form 4136). See instructions		32f	0						
g Credit for Federal tax on fuels (attach Form 4136). See instructions		32g	0				32h	0	
33 Estimated tax penalty (see page 4 of instructions). Check if Form 2220 is attached							33	0	
34 Tax due. If the total of lines 31 and 33 is larger than line 32h, enter amount owed							34	0	
35 Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid							35	0	
36 Enter amount of line 35 you want credited to 1992 estimated tax					0	Refunded ▶	36	0	

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer _____ Date _____ Title _____

Preparer's signature _____ Date _____ Check if self-employed Preparer's social security no. _____

Firm's name (or yours, if self-employed) and address _____ E.I. No. ▶ _____ ZIP code ▶ _____

Schedule A Cost of Goods Sold (See instructions)

1	Inventory at beginning of year	1	0
2	Purchases	2	0
3	Cost of labor	3	0
4a	Additional section 263A costs (see instructions - attach schedule)	4a	0
b	Other costs (attach schedule)	4b	536,989
5	Total. Add lines 1 through 4b	5	536,989
6	Inventory at end of year	6	0
7	Cost of goods sold. Subtract line 6 from line 5. Enter here and on line 2, page 1.	7	536,989

8a Check all methods used for valuing closing inventory:

(i) Cost (ii) Lower of cost or market as described in Regulations section 1.471-4 (see instructions)

(iii) Writedown of "subnormal" goods as described in Regulations section 1.471-2(c) (see instructions)

(iv) Other (Specify method used and attach explanation.) ▶

b Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)

c If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO

d Do the rules of section 263A (for property produced or acquired for resale) apply to the corporation? Yes No

e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes", attach explanation Yes No

Schedule C Dividends and Special Deductions (See instructions.)

	(a) Dividends received	(b) %	(c) Special deductions: (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)	0 70	0
2	Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)	0 80	0
3	Dividends on debt-financed stock of domestic and foreign corporations (section 248A)	0 ^{see instructions}	0
4	Dividends on certain preferred stock of less-than-20%-owned public utilities	0 41.176	0
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities	0 47.059	0
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction	0 70	0
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction	0 80	0
8	Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245 (b))	0 100	0
9	Total. Add lines 1 through 8. See instructions for limitation.		0
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958	0 100	0
11	Dividends from certain FSCs that are subject to the 100% deduction (section 245 (c)(1))	0 100	0
12	Dividends from affiliated group members subject to the 100% deduction (section 243 (a)(3))	0 100	0
13	Other dividends from foreign corporations not included on lines 3, 6, 7, 8 or 11	0	
14	Income from controlled foreign corporations under subpart F (attach Forms 5471)	0	
15	Foreign dividend gross-up (section 78)	0	
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 248(d))	0	
17	Other dividends	0	
18	Deduction for dividends paid on certain preferred stock of public utilities (see instructions)		0
19	Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1	0	
20	Total deductions. Add lines 9, 10, 11, 12 and 18. Enter here and on line 29b, page 1		0

Schedule E Compensation of Officers (See instructions for line 12, page 1.)

Complete Schedule E only if total receipts (line 1a, plus lines 4 through 10 of page 1, Form 1120) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
2	Total compensation of officers				0
3	Less: Compensation of officers claimed on Schedule A and elsewhere on return				0
4	Compensation of officers deducted on line 12, page 1 8,0				83,485

Schedule J Tax Computation

1 Check if you are a member of a controlled group (see sections 1561 and 1563)

If the box on line 1 is checked:

a Enter your share of the \$50,000 and \$25,000 taxable income bracket amounts (in that order):
 (I) 0 (II) 0

b Enter your share of the additional 5% tax (not to exceed \$11,750) 0

3 Income tax (see instructions to figure the tax). Check this box if the corporation is a qualified personal service corporation (see instructions on page 13) 0 3 0

4a Foreign tax credit (attach Form 1118) 4a 0

b Possessions tax credit (attach Form 5735) 4b 0

c Orphan drug credit (attach Form 6785) 4c 0

d Credit for fuel produced from a nonconventional source (see instructions) 4d 0

e General business credit. Enter here and check which forms are attached:
 Form 3800 Form 3468 Form 5884 Form 6478
 Form 6765 Form 8588 Form 8830 Form 8826 4e 0

f Credit for prior year minimum tax (attach Form 8827) 4f 0

5 Total. Add lines 4a through 4f 5 0

6 Subtract line 5 from line 3. 6 0

7 Personal holding company tax (attach Schedule PH (Form 1120)) 7 0

8 Recapture taxes. Check if from: Form 4255 Form 8811 8 0

9a Alternative minimum tax (attach Form 4626). See instructions. 9a 0

b Environmental tax (attach Form 4626). 9b 0

10 Total tax. Add lines 6 through 9b. Enter here and on line 31, page 1. 10 0

Schedule K Other Information (See page 15 of the instructions.)

	Yes	No		Yes	No
1 Check method of accounting: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶			6 Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.) If "Yes", attach Form 5471 for each such corporation. Enter number of Forms 5471 attached ▶		
2 Refer to the list in the instructions and state the principal: a Business activity code no. ▶ b Business activity ▶ c Product or service ▶			7 At any time during the tax year, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? (See page 15 of the instructions for more information, including filing requirements for Form TD F 90-22.1.) If "Yes," enter name of foreign country ▶		
3 Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name, address, and identifying number; (b) percentage owned; and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.			8 Was the corporation the grantor of, or transferor to, a foreign trust that existed during the current tax year, whether or not the corporation has any beneficial interest in it? If "Yes," the corporation may have to file Forms 3520, 3520-A, or 828.		
4 Did any individual, partnership, corporation, estate, or trust at the end of the tax year own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," complete a and b. a Attach a schedule showing name, address, and identifying number. b Enter percentage owned ▶			9 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 318). If "Yes," file Form 5452. If this is a consolidated return, answer here for parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.		
5 Did one foreign person (see instructions for definition) at any time during the tax year own at least 25% of: a The total voting power of all classes of stock of the corporation entitled to vote, or b The total value of all classes of stock of the corporation? If "Yes," the corporation may have to file Form 5472. If "Yes," enter owner's country(ies) ▶ Enter number of Forms 5472 attached ▶			10 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If so, the corporation may have to file Form 8281.		
			11 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ 0		
			12 If there were 35 or fewer shareholders at the end of the tax year, enter the number ▶		

Schedule L	Balance Sheets		Beginning of tax year		End of tax year	
	Assets		(a)	(b)	(c)	(d)
	Cash			238,822		149,967
1	Trade notes and accounts receivable	2,418,355			2,551,231	
2	Less allowance for bad debts	25,087		2,393,268	42,759	2,508,472
3	Inventories			181,572		214,615
4	U.S. government obligations			0		0
5	Tax-exempt securities (see instructions)			0		0
6	Other current assets (attach schedule)			249,796		202,705
7	Loans to stockholders			1		0
8	Mortgage and real estate loans			0		0
9	Other investments (attach schedule)			0		0
10a	Buildings and other depreciable assets	123,195,940			128,991,934	
b	Less accumulated depreciation	24,797,661		98,398,279	27,698,309	101,293,625
11a	Depletable assets	0			0	
b	Less accumulated depletion	0		0	0	0
12	Land (net of any amortization)			1,024,850		1,045,567
13a	Intangible assets (amortizable only)	0			0	
b	Less accumulated amortization	0		0	168,215	-168,215
14	Other assets (attach schedule)			21,049,283		22,627,417
15	Total assets			123,535,871		127,874,153
Liabilities and Stockholders' Equity						
16	Accounts payable			949,901		1,068,535
17	Mortgages, notes, bonds payable in less than 1 year			2,471,250		8,511,250
18	Other current liabilities (attach schedule)			1,548,875		1,673,143
19	Loans from stockholders			0		0
20	Mortgages, notes, bonds payable in 1 year or more			23,567,000		21,943,750
21	Other liabilities (attach schedule)			12,830,762		11,871,496
22	Capital stock: a Preferred stock	0			9,000,000	
b	Common stock	3,154,950		3,154,950	2,103,300	11,103,300
23	Paid-in or capital surplus			65,123,127		57,285,444
24	Retained earnings - Appropriated (attach schedule)			0		0
25	Retained earnings - Unappropriated			13,890,006		14,417,238
26	Less cost of treasury stock			0		0
27	Total liabilities and stockholders' equity			123,535,871		127,874,156

Schedule M-1 Reconciliation of Income per Books With Income per Return (This schedule does not have to be completed if the total assets on line 15, column (d), of Schedule L are less than \$25,000.)

1	Net income per books	1,806,983	7	Income recorded on books this year not included on this return (Itemize):	
2	Federal income tax	9,509	a	Tax-exempt interest	0
3	Excess of capital losses over capital gains	0			
4	Income subject to tax not recorded on books this year (Itemize):				-151,955
		1,822,389	8	Deductions on this return not charged against book income this year (Itemize):	
5	Expenses recorded on books this year not deducted on this return (Itemize):		a	Depreciation	2,444,116
a	Depreciation	0	b	Contributions carryover	0
b	Contributions carryover	0			0
c	Travel and entertainment	899			36,491
		0	9	Add lines 7 and 8	2,480,607
	56,291	57,190	10	Income (line 28, page 1) - line 6 less line 9	1,367,419
6	Add lines 1 through 5	3,696,071			

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L) (This schedule does not have to be completed if the total assets on line 15, column (d), of Schedule L are less than \$25,000.)

1	Balance at beginning of year	13,890,005	5	Distributions: a Cash	1,279,750
2	Net income per books	1,806,983	b	Stock	0
3	Other increases (Itemize):		c	Property	0
			6	Other decreases (Itemize):	0
4	Add lines 1, 2, and 3	15,696,988	7	Add lines 5 and 6	1,279,750
			8	Balance at end of year (line 4 less line 7)	14,417,238

Miscellaneous Tax Information

File: NFMC.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: C-10

Page 1 of 1

Preparer: Coel

Explanation: Provide answers to the following questions with respect to the applicant or its consolidated entity.

- | | |
|---|--------------------|
| (1) What tax years are open with the Internal Revenue Service? | All years are open |
| (2) Is the treatment of customer deposits at issue with the IRS? | No |
| (3) Is the treatment of contributions in aid of construction at issue with the IRS? | No |
| (4) Is the treatment of unbilled revenues at issue with the IRS? | No |

Schedule of Requested Cost of Capital
13-Month Average

File: NFMD.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Historic [] or Projected [X]

Subsidiary [X] or Consolidated []

Florida Public Service Commission

Schedule: D-1

Page 1 of 2

Preparer: Coel

Explanation: Provide a schedule which calculates the requested Cost of Capital on a 13-Month Average Basis.
If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

Line No.	Class of Capital	(1) Reconciled To Requested Rate Base	(2) Ratio %	(3) Cost Rate %	(4) Weighted Cost %	(5) Support Schedules
	TEST YEAR 12/31/95 YEAR END CAPITAL STRUCTURE	Test Year 12/31/95				
1	Long-Term Debt	\$4,059,521	48.30%	9.53%	4.60%	D-5, 2 of 2
2	Short-Term Debt	0	0.00%	9.00%	0.00%	D-4
3	Preferred Stock	996,609	11.86%	9.00%	1.07%	
4	Common Equity	2,301,341	27.38%	11.34% a	3.11%	
5	Customer Deposits	112,178	1.33%	6.00%	0.08%	
6	Tax Credits - Zero Cost	0	0.00%	0.00%	0.00%	
7	Tax Credits - Wtd. Cost	185,843	2.21%	9.96% b	0.22%	
8	Accum. Deferred Income Taxes	748,786	8.91%	0.00%	0.00%	
9	Other (Explain)	0	0.00%	0.00%	0.00%	
10	Total	\$8,404,278	100.00%		9.08%	

(a) Per PSC Leverage Graph.....
See Section G, Miscellaneous

- PSC Order #PSC-94-1051-FOF-WS (8/29/94)(Dkt No. 940006-WS)

Test Year Return on equity =	8.80% +	1.014 /	Maximum =	11.34%
			0.3128 =	11.34%

(b) Calculation of Tax Credit Cost

	Test Year	Ratio %	Cost Rate %	Weighted Cost %
Long-Term Debt	\$4,059,521	54.35%	9.53%	5.18%
Short-Term Debt	0	0.00%	9.00%	0.00%
Preferred Stock	996,609	13.34%	9.00%	1.20%
Common Equity	2,301,341	30.81%	11.34%	3.49%
Customer Deposits	112,178	1.50%	6.00%	0.09%
	\$7,469,648	100.00%		9.96%

Supporting Schedules: D-2

Recap Schedules: A-1,A-2

Schedule of Requested Cost of Capital
13-Month Average

File: NFMD.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Historic [] or Projected [x]

Subsidiary [x] or Consolidated []

Florida Public Service Commission

Schedule: D-1

Page 2 of 2

Preparer: Coel

Explanation: Provide a schedule which calculates the requested Cost of Capital on a 13-Month Average Basis. If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

Line No.	Class of Capital	(1) Reconciled To Requested Rate Base	(2) Ratio %	(3) Cost Rate %	(4) Weighted Cost %	(5) Support Schedules
	TEST YEAR 12/31/95 AVERAGE CAPITAL STRUCTURE	Test Year 13 Month Ave 12/31/95				
1	Long-Term Debt	\$3,743,896	46.26%	9.53%	4.41%	D-5, 2 of 2
2	Short-Term Debt	0	0.00%	9.00%	0.00%	D-4
3	Preferred Stock	996,609	12.31%	9.00%	1.11%	
4	Common Equity	2,277,000	28.14%	11.34% a	3.19%	
5	Customer Deposits	92,829	1.15%	6.00%	0.07%	
6	Tax Credits - Zero Cost	0	0.00%	0.00%	0.00%	
7	Tax Credits - Wtd. Cost	190,361	2.35%	9.99% b	0.23%	
8	Accum. Deferred Income Taxes	792,370	9.79%	0.00%	0.00%	
9	Other (Explain)	0	0.00%	0.00%	0.00%	
10	Total	\$8,093,065	100.00%		9.01%	

(a) Per PSC Leverage Graph.....
See Section G, Miscellaneous

- PSC Order #PSC-94-1051-FOF-WS (8/29/94)(Dkt No. 940006-WS)

Test Year Return on equity =	8.80% +	1.014 /	Maximum =	11.34%
			0.3245 =	11.34%

(b) Calculation of Tax Credit Cost

	Test Year	Ratio %	Cost Rate %	Weighted Cost %
Long-Term Debt	\$3,743,896	52.65%	9.53%	5.02%
Short-Term Debt	0	0.00%	9.00%	0.00%
Preferred Stock	996,609	14.02%	9.00%	1.26%
Common Equity	2,277,000	32.02%	11.34%	3.63%
Customer Deposits	92,829	1.31%	6.00%	0.08%
	\$7,110,333	100.00%		9.99%

Supporting Schedules: D-2

Recap Schedules: A-1,A-2

Reconciliation of Capital Structure to Requested Rate Base
 13-Month Average
 File: NFMD.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: D-2
 Page 1 of 4
 Preparer: Coel

Explanation: Provide a reconciliation of the 13-Month Average capital structure to requested rate base. Explain all adjustments made. Submit an additional schedule if a year-end basis is used.

Line No.	(1) Class of Capital	(2) Test Year 12/31/95	(3) Adjustments (Explain)	(4) Test Year Adjusted	(5) Reconciled To Requested Rate Base	(6) Adjustments (Explain)	(7) Adjusted Capital Structure
	TEST YEAR 12/31/95 YEAR END CAPITAL STRUCTURE	Balance @ Year End			11.07%		
1	Long-Term Debt	\$36,660,000		\$36,660,000	\$4,059,521		\$4,059,521
2	Short-Term Debt	0		0	0		0
3	Preferred Stock	9,000,000		9,000,000	996,609		996,609
4	Common Equity	20,782,539		20,782,539	2,301,341		2,301,341
5	Customer Deposits	1,013,037		1,013,037	112,178		112,178
6	Tax Credits - Zero Cost	0		0	0		0
7	Tax Credits - Wtd. Cost	1,678,281		1,678,281	185,843		185,843
8	Accumulated Deferred Income Tax	6,762,006		6,762,006	748,786		748,786
9	Other (Explain)	0		0	0		0
10	Total	\$75,895,863	\$0	\$75,895,863	\$8,404,278 a.	\$0	\$8,404,278
	TEST YEAR 12/31/95 AVERAGE CAPITAL STRUCTURE	Balance @ 13 Month Ave			11.50%		
11	Long-Term Debt	\$33,809,712		\$33,809,712	\$3,743,896		\$3,743,896
12	Short-Term Debt	0		0	0		0
13	Preferred Stock	9,000,000		9,000,000	996,609		996,609
14	Common Equity	20,562,725		20,562,725	2,277,000		2,277,000
15	Customer Deposits	838,301		838,301	92,829		92,829
16	Tax Credits - Zero Cost	0		0	0		0
17	Tax Credits - Wtd. Cost	1,719,081		1,719,081	190,361		190,361
18	Accumulated Deferred Income Tax	7,155,594		7,155,594	792,370		792,370
19	Other (Explain)	0		0	0		0
20	Total	\$73,085,412	\$0	\$73,085,412	\$8,404,278 a.	\$0	\$8,093,065
21	a. Total Water & Sewer Rate Base amounts from Schedule A-1 and A-2						
22	Water	\$0	From Schedule A-1, Col 4				
	Sewer	8,404,278	From Schedule A-2, Col 4				
23	Total	\$8,404,278					

Supporting Schedules: D-3,D-4,D-5,D-6
 Recap Schedules: D-1

Reconciliation of Capital Structure to Requested Rate Base
 13-Month Average
 File: NFM0.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: D-2
 Page 2 of 4
 Preparer: Coel

Explanation: Provide a reconciliation of the 13-Month Average capital structure to requested rate base. Explain all adjustments made. Submit an additional schedule if a year-end basis is used.

Line No.	(1) Class of Capital	(2) Test Year 13-Month Ave 12/31/95	(3) Test Year Balance @ 12/31/95	(4) Balance @ 11/30/95	(5) Balance @ 10/31/95	(6) Balance @ 09/30/95	(7) Balance @ 08/31/95	(8) Balance @ 07/31/95	(9) Balance @ 06/30/95	(10) Balance @ 05/31/95	(11) Balance @ 04/30/95
TEST YEAR 12/31/95 YEAR END CAPITAL STRUCTURE											
1	Long-Term Debt (W/Interco Notes Pay)	\$33,809,712	\$36,660,000	\$35,210,000	\$34,310,000	\$34,710,000	\$34,860,000	\$35,010,000	\$35,260,000	\$33,860,000	\$33,255,000
2	Short-Term Debt	0	0	0	0	0	0	0	0	0	0
3	Preferred Stock	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
4	Common Equity	20,562,725	20,782,539	20,586,539	20,642,539	20,566,539	20,539,539	20,771,539	20,705,539	20,612,539	20,731,539
5	Customer Deposits	838,301	1,013,037	983,838	954,640	925,442	896,243	867,045	837,847	808,648	779,450
6	Tax Credits - Zero Cost	0	0	0	0	0	0	0	0	0	0
7	Tax Credits - Wtd. Cost	1,719,081	1,678,281	1,685,081	1,691,881	1,698,681	1,705,481	1,712,281	1,719,081	1,725,881	1,732,681
8	Accumulated Def Inc Tax	7,155,594	6,762,006	6,827,604	6,893,202	6,958,800	7,024,398	7,089,996	7,155,594	7,221,192	7,286,790
9	Other (Explain)	0	0	0	0	0	0	0	0	0	0
10	Total	<u>\$73,085,412</u>	<u>\$75,895,863</u>	<u>\$74,293,062</u>	<u>\$73,492,262</u>	<u>\$73,859,462</u>	<u>\$74,025,661</u>	<u>\$74,450,861</u>	<u>\$74,678,061</u>	<u>\$73,228,260</u>	<u>\$72,785,460</u>
		Balance @ 03/31/95	Balance @ 02/28/95	Balance @ 01/31/95	Base Year Per Books 12/31/94	Year Begin-End Average	13-Month & Begin-End Average \$ % Difference Difference		Notes		
11	Long-Term Debt (W/Interco Notes Pay)	\$32,690,000	\$31,290,000	\$31,040,000	\$31,371,250	\$34,015,625	(\$205,913)	-0.61%	Per D-5		
12	Short-Term Debt	0	0	0	0	0	0	0.00%	Per D-4		
13	Preferred Stock	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	0	0.00%	Per D-3		
14	Common Equity	20,502,539	20,346,539	20,371,539	20,155,952	20,469,246	93,479	0.46%	Per A-12		
15	Customer Deposits	750,252	721,053	691,855	668,557	840,797	(2,496)	-0.30%	Per D-7		
16	Tax Credits - Zero Cost	0	0	0	0	0	0	0.00%			
17	Tax Credits - Wtd. Cost	1,739,481	1,746,281	1,753,081	1,759,881	1,719,081	0	0.00%			
18	Accumulated Def Inc Tax	7,352,388	7,417,986	7,483,584	7,549,182	7,155,594	0	0.00%	Per D-2, pg 3 of 3		
19	Other (Explain)	0	0	0	0	0	0	0.00%			
20	Total	<u>\$72,034,660</u>	<u>\$70,521,859</u>	<u>\$70,340,059</u>	<u>\$70,504,822</u>	<u>\$73,200,342</u>	<u>(\$114,931)</u>	<u>-0.16%</u>			

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Preferred Stock Outstanding
 13-Month Average
 File: NFMU.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Utility [] or Parent [X]
 Historic [] or Projected [X]

Florida Public Service Commission

Schedule: D-3
 Page 1 of 1
 Preparer: Coel
 Recap Schedules: D-2

Explanation: Provide data as specified on preferred stock on a 13-Month Average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Line No.	(1) Description, Coupon Rate, Years of Life	(2) Issue Date	(3) Call Provis., Special Restrict.	(4) Principal Amount Sold (Face Value)	(5) Principal Amount Outstanding	(6) (Discount) or Premium on Principal Amount Sold	(7) (Discount) or Premium Associated With Col (5)	(8) Issuing Expense Associated With Col(4)	(9) Issuing Expense Associated With Col(5)
	Balance @								
1	12/31/94	06/20/91		\$9,000,000	\$9,000,000	\$0	\$0	\$0	\$0
2	01/31/95	"		9,000,000	9,000,000	0	0	0	0
3	02/28/95	"		9,000,000	9,000,000	0	0	0	0
4	03/31/95	"		9,000,000	9,000,000	0	0	0	0
5	04/30/95	"		9,000,000	9,000,000	0	0	0	0
6	05/31/95	"		9,000,000	9,000,000	0	0	0	0
7	06/30/95	"		9,000,000	9,000,000	0	0	0	0
8	07/31/95	"		9,000,000	9,000,000	0	0	0	0
9	08/31/95	"		9,000,000	9,000,000	0	0	0	0
10	09/30/95	"		9,000,000	9,000,000	0	0	0	0
11	10/31/95	"		9,000,000	9,000,000	0	0	0	0
12	11/30/95	"		9,000,000	9,000,000	0	0	0	0
13	12/31/95	"		9,000,000	9,000,000	0	0	0	0
14	-----								
15	13-Month Average			\$9,000,000	\$9,000,000	\$0	\$0	\$0	\$0
16	-----								
17		(10)	(11)	(12)	(13)				
18			Rate						
19			(Contract	Dollar	Effective				
20			Rate on	Dividend	Cost Rate				
21		Net Proceeds	Face	On Face Value	(12)/(10)				
22		(5)-(9)+(7)	Value)	(11)x(5)					
23	-----								
24	Balance @								
25	12/31/94	\$9,000,000	9.00%	\$810,000	9.00%				
26	01/31/95	9,000,000	9.00%	810,000	9.00%				
27	02/28/95	9,000,000	9.00%	810,000	9.00%				
28	03/31/95	9,000,000	9.00%	810,000	9.00%				
29	04/30/95	9,000,000	9.00%	810,000	9.00%				
30	05/31/95	9,000,000	9.00%	810,000	9.00%				
31	06/30/95	9,000,000	9.00%	810,000	9.00%				
32	07/31/95	9,000,000	9.00%	810,000	9.00%				
33	08/31/95	9,000,000	9.00%	810,000	9.00%				
34	09/30/95	9,000,000	9.00%	810,000	9.00%				
35	10/31/95	9,000,000	9.00%	810,000	9.00%				
36	11/30/95	9,000,000	9.00%	810,000	9.00%				
37	12/31/95	9,000,000	9.00%	810,000	9.00%				
38	-----								
39	13-Month Average	9,000,000	9.00%	810,000	9.00%				

Cost of Short-Term Debt
 13-Month Average
 File: NFMD.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Utility [] or Parent [x]
 Historic [] or Projected [x]

Florida Public Service Commission

Schedule: D-4
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the following information on a 13-Month Average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Line No.	(1) Lender	(2) Test Year Balance @	(3) Total Interest Expense	(4) Maturity Date	(5) Amount Outstanding	(6) Effective Cost Rate
1		12/31/94	\$0	00/00/00	\$0	9.00%
2		01/31/95	0	00/00/00	0	9.00%
3		02/28/95	0	00/00/00	0	9.00%
4		03/31/95	0	00/00/00	0	9.00%
5		04/30/95	0	00/00/00	0	9.00%
6		05/31/95	0	00/00/00	0	9.00%
7		06/30/95	0	00/00/00	0	9.00%
8		07/31/95	0	00/00/00	0	9.00%
9		08/31/95	0	00/00/00	0	9.00%
10		09/30/95	0	00/00/00	0	9.00%
11		10/31/95	0	00/00/00	0	9.00%
12		11/30/95	0	00/00/00	0	9.00%
13		12/31/95	0	00/00/00	0	9.00%
14						
15	Test Year 13-Month Average		\$0		\$0	9.00%
16						
17						
18	Year Begin-End Average		\$0		\$0	
19						
20						
21	Difference between 13-Month & Begin-End Average		\$0		\$0	
22						
23	% Difference		0.0%		0.0%	

Recap Schedules: D-2

Cost of Long-Term Debt

13-Month Average

File: NFMD.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Utility [] or Parent [X]

Historic [] or Projected [X]

Florida Public Service Commission

Schedule: D-5

Page 1 of 3

Preparer: Coel

Explanation: Provide the specified data on long-term debt issues on a 13-Month Average basis for the test year. Arrange by type of issue (i.e., first mortgage bonds). If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information on the parent level.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)		
Test Year Ended: 12/31/95	Issue Date-Maturity Date	Principal Amount Sold (Face Value)	Principal Amount Outstanding Balance @ 12/31/95	Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual Amortization of Discount (Premium) on Principal Outstanding	Annual Amort. of Issuing Expense on Principal Outstanding	Interest Cost (Coupon Rate) x Col (4)		
Line No.	Description & Years of Life	Coupon Rate									
1	.....	0.000%	00/00/00	\$0	\$0		\$0	\$0	\$0	
2	Series D - 25 yrs	9.500%	2/1/71-96	2,500,000	1,750,000		(110)	3,744	166,250		
3	Series F - 20 yrs	9.250%	4/01/77-4/15/97	3,000,000	840,000		2,040	1,764	77,700		
4	Series H - 15 yrs	11.550%	12/15/85-00	8,000,000	4,800,000		17,019	8,508	554,400		
5	Series I - 15 yrs	8.500%	5/15/87-02	6,000,000	3,820,000		22,704	9,084	324,700		
6	Series J - 15 yrs	9.190%	7/08/91-07	7,000,000	7,000,000		137,085	25,836	643,300		
7	Series K - 15 yrs	7.790%	10/15/92-07	6,000,000	6,000,000		96,961	14,268	467,400		
8	Series L - 15 yrs	9.500%	6/30/95-10	5,000,000	5,000,000		134,000	12,000	475,000		
9	Credit Line(Note Payable-Bank ACKZ32)	9.000%	00/00/00	10,000,000	5,450,000		0	0	490,500		
10	Intercompany Payable - CMC	9.000%	00/00/00	2,000,000	2,000,000		0	0	180,000		
11											
12	Total			\$49,500,000	\$36,660,000	\$0	\$0	\$409,699	\$0	\$75,204	\$3,379,250

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	(11)	(12)	(13)
Continued	Total Interest Cost (8)+(9)+(10)	Effective Cost Rate (11)/((4)-(6)-(7))	
1	0	0.00%	
2	169,994	9.71%	
3	79,464	9.48%	
4	562,908	11.77%	
5	333,784	8.79%	
6	669,136	9.75%	
7	481,668	8.16%	
8	487,000	10.01%	
9	490,500	9.00%	
10	180,000	9.00%	
11			
12	\$3,454,454	9.53%	

Recap Schedules: D-2

Cost of Long-Term Debt
13-Month Average

File: NFM0.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Utility [] or Parent [x]

Historic [] or Projected [x]

Florida Public Service Commission

Schedule: D-5

Page 2 of 3

Preparer: Coel

Explanation: Provide the specified data on long-term debt issues on a 13-Month Average basis for the test year. Arrange by type of issue (i.e., first mortgage bonds). If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information on the parent level.

Line No.	Description	(1)	(2)	(3) Principal Outstanding - Accts 221 & 230 (Includes Current Maturities of L-T Debt)								
		Test Year Ended: 12/31/95	Test Year 13-Month Average 12/31/95	Test Year Balance @ 12/31/95	Balance @ 11/30/95	Balance @ 10/31/95	Balance @ 09/30/95	Balance @ 08/31/95	Balance @ 07/31/95	Balance @ 06/30/95	Balance @ 05/31/95	Balance @ 04/30/95
1			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2	Series D - 25 yrs		1,752,404	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000
3	Series F - 20 yrs		881,538	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000
4	Series H - 15 yrs		4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000
5	Series I - 15 yrs		4,029,615	3,820,000	3,820,000	3,820,000	3,820,000	3,820,000	3,820,000	3,820,000	3,820,000	4,365,000
6	Series J - 15 yrs		7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
7	Series K - 15 yrs		6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
8	Series L - 15 yrs		2,692,308	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	0
9	Credit Line(Note Payable-Bank AC#232)		4,653,846	5,450,000	4,000,000	3,100,000	3,500,000	3,650,000	3,800,000	4,050,000	7,650,000	6,500,000
10	Intercompany Payable - CMC		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
11												
12	Total		\$33,809,712	\$36,660,000	\$35,210,000	\$34,310,000	\$34,710,000	\$34,860,000	\$35,010,000	\$35,260,000	\$33,860,000	\$33,255,000
			Balance @ 03/31/95	Balance @ 02/28/95	Balance @ 01/31/95	Base Year Per Books 12/31/94	Year Begin-End Average	Difference Between 13-Month & Begin-End Average				Notes
								\$	%			
13			\$0	\$0	\$0	\$0	\$0	\$0	0.00%			
14	Series D - 25 yrs		1,750,000	1,750,000	1,750,000	1,781,250	1,765,625	(13,221)	-0.75%			
15	Series F - 20 yrs		975,000	975,000	975,000	975,000	907,500	(25,962)	-2.86%			
16	Series H - 15 yrs		4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	0	0.00%			
17	Series I - 15 yrs		4,365,000	4,365,000	4,365,000	4,365,000	4,092,500	(62,885)	-1.54%			
18	Series J - 15 yrs		7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	0	0.00%			
19	Series K - 15 yrs		6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	0	0.00%			
20	Series L - 15 yrs		0	0	0	0	2,500,000	192,308	7.69%			
21	Credit Line(Note Payable-Bank AC#232)		5,800,000	4,400,000	4,150,000	4,450,000	4,950,000	(296,154)	-5.98%			
22	Intercompany Payable - CMC		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	0	0.00%			
24												
25	Total		\$32,690,000	\$31,290,000	\$31,040,000	\$31,371,250	\$34,015,625	(\$205,913)	-0.61%			

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Cost of Long-Term Debt
 13-Month Average
 File: NFM.D.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Utility [] or Parent [X]
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: D-5
 Page 3 of 3
 Preparer: Coel

Explanation: Provide the specified data on long-term debt issues on a 13-Month Average basis for the test year. Arrange by type of issue (i.e., first mortgage bonds). If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information on the parent level.

Line No.	Description	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
		Test Year Ended: 12/31/95	Test Year 13-Month Average 12/31/95	Test Year Balance @ 12/31/95	Balance @ 11/30/95	Balance @ 10/31/95	Balance @ 09/30/95	Balance @ 08/31/95	Balance @ 07/31/95	Balance @ 06/30/95	Balance @ 05/31/95	Balance @ 04/30/95
Unamortized Issuing Expense Associated W/Principal Outstanding (Acct 181)												
1	.....	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2	Series D - 25 yrs	1,762	(110)	202	514	826	1,138	1,450	1,762	2,074	2,386	2,386
3	Series F - 20 yrs	2,922	2,040	2,187	2,334	2,481	2,628	2,775	2,922	3,069	3,216	3,216
4	Series H - 15 yrs	21,273	17,019	17,728	18,437	19,146	19,855	20,564	21,273	21,982	22,691	22,691
5	Series I - 15 yrs	27,246	22,704	23,461	24,218	24,975	25,732	26,489	27,246	28,003	28,760	28,760
6	Series J - 15 yrs	150,003	137,085	139,238	141,391	143,544	145,697	147,850	150,003	152,156	154,309	154,309
7	Series K - 15 yrs	104,095	96,961	98,150	99,339	100,528	101,717	102,906	104,095	105,284	106,473	106,473
8	Series L - 15 yrs	73,769	134,000	135,000	136,000	137,000	138,000	139,000	140,000	0	0	0
9	Credit Line(Note Payable-Bank AC#232)	0	0	0	0	0	0	0	0	0	0	0
10	Intercompany Payable - CMC	0	0	0	0	0	0	0	0	0	0	0
11												
12	Total	\$381,070	\$409,699	\$415,966	\$422,233	\$428,500	\$434,767	\$441,034	\$447,301	\$312,568	\$317,835	\$317,835
		Balance @ 03/31/95	Balance @ 02/28/95	Balance @ 01/31/95	Base Year Per Books 12/31/94	Year Begin-End Average	Difference Between 13-Month & Begin-End Average		Notes			
				Per Books			\$	%				
13	.....	\$0	\$0	\$0	\$0	\$0	\$0	0.00%				
14	Series D - 25 yrs	2,698	3,010	3,322	3,634	2,698	(936)	-34.69%				
15	Series F - 20 yrs	3,363	3,510	3,657	3,804	3,363	(441)	-13.11%				
16	Series H - 15 yrs	23,400	24,109	24,818	25,527	23,400	(2,127)	-9.09%				
17	Series I - 15 yrs	29,517	30,274	31,031	31,788	29,517	(2,271)	-7.69%				
18	Series J - 15 yrs	156,462	158,615	160,768	162,921	156,462	(6,459)	-4.13%				
19	Series K - 15 yrs	107,662	108,851	110,040	111,229	107,662	(3,567)	-3.31%				
20	Series L - 15 yrs	0	0	0	0	36,885	36,885	100.00%				
21	Credit Line(Note Payable-Bank AC#232)	0	0	0	0	0	0	0.00%				
22	Intercompany Payable - CMC	0	0	0	0	0	0	0.00%				
23												
24	Total	\$323,102	\$328,369	\$333,636	\$338,903	\$359,987	\$21,084	5.86%				

Cost of Variable Rate Long-Term Debt
13-Month Average

File: NFRD.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SJ

Test Year Ended: 12/31/95

Utility [] or Parent [x]

Historic [] or Projected [x]

Florida Public Service Commission

Schedule: D-6

Page 1 of 1

Preparer: Coel

Explanation: Provide the specified data on variable cost long-term debt issues on a 13-Month Average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)		
Line No.	Description & Years of Life	Coupon Rate	Issue Date-Maturity Date	Principal Amount Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual Amortization of Discount (Premium) on Principal Outstanding	Annual Amort. of Issuing Expense on Principal Outstanding	Basis of Variable Rate (i.e. Prime + 2%)
1	None	0.000%	00/00/00-00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	2.00%
2		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
3		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
4		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
5		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
6		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
7		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
8		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
9		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
10		0.000%	00/00/00-00	0	0	0	0	0	0	0	2.00%
11											
12	Total			\$0	\$0	\$0	\$0	\$0	\$0	\$0	

10
51

	(11)	(12)	(13)
Continued	Interest Cost (Test Year Cost Rate X Col. (4))	Total Interest Cost (8)+(9)+(11)	Effective Cost Rate (12)/((4)-(6) -(7))
1	\$0	\$0	0.00%
2	0	0	0.00%
3	0	0	0.00%
4	0	0	0.00%
5	0	0	0.00%
6	0	0	0.00%
7	0	0	0.00%
8	0	0	0.00%
9	0	0	0.00%
10	0	0	0.00%
11			
12	Total	\$0	0.00%

Supporting Schedules: None

Recap Schedules: A-19,D-2

Interest Coverage & Dividend Payouts
 File: NFMD.wk1
 Company: Florida Cities Water Company - TOTAL COMPANY
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Historic [] or Projected [x]

Florida Public Service Commission

Schedule: D-8
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule interest coverage and dividend payouts.

	(1)	(2)	(3)	(4)	(5)
Line No.	Description	Year Ending 12/31/91	Year Ending 12/31/92	Year Ending 12/31/93	Year-To-Date 12/31/94
	Available for Total FCWC Only...				
1	Net Income Before Interest	\$4,568,558	\$5,088,175	\$4,292,270	\$4,101,310
2					
3	Add: State Income Taxes	44,095	126,269	122,829	47,600
4	Add: Federal Income Taxes	9,508	811,218	437,721	163,200
5					
6	Balance Available for Coverage	4,622,161	6,025,662	4,852,820	4,312,110
7					
8					
9	Long Term Debt Interest \$	2,247,402	2,325,504	2,559,524	2,405,343
10	Long Term Debt Interest Coverage	2.06	2.59	1.90	1.79
11					
12	Total Interest \$	2,704,068	2,687,138	2,677,626	2,654,056
13	Total Interest Coverage	1.71	2.24	1.81	1.62
14					
15					
16					
17					
18	Common Dividends	850,000	250,000	1,050,000	0
19	Preferred Dividends	429,750	810,000	810,000	810,000
20	Total Dividends	1,279,750	1,060,000	1,860,000	810,000
21					
22	Net Income	1,377,230	1,534,197	738,988	574,037
23					
24	Common Dividend Payout %	61.72%	16.30%	142.09%	0.00%
25	Preferred Dividend Payout %	31.20%	52.80%	109.61%	141.11%
26	Total Dividend Payout %	92.92%	69.09%	251.70%	141.11%

Rate Schedule & Typical Bill Comparison
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [x]

 WASTEWATER

Florida Public Service Commission
 Schedule: E-1
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule of present and proposed rates.

Line No.	(1) Class/Meter Size	(2) AMWA Factors & Weights	(3) Present Rates	(4) Interim % Rate Incr.	(5) Proposed Interim Rates	(6) Proposed Final Rates	(7) Notes
1	Base Facility Charge (from B-3, pg 6)					\$32.61 <	
2	Consumption Charge (from B-3, pg 6)			NONE	NONE	5.73 < a.	
3	Percent Increase Requested			0.00%			
4					Not Applicable		
5	Residential						
6	Base Facility Charge (Monthly Min.)						
7	5/8 x 3/4"	1.0	\$24.37	0.00%	\$24.37	\$32.61	
8	3/4"		24.37	0.00%	24.37	32.61	
9	1"		24.37	0.00%	24.37	32.61	
10	1-1/2"		24.37	0.00%	24.37	32.61	
11	2"		24.37	0.00%	24.37	32.61	
12	3"		24.37	0.00%	24.37	32.61	
13	4"		24.37	0.00%	24.37	32.61	
14	6"		24.37	0.00%	24.37	32.61	
15	8"		24.37	0.00%	24.37	32.61	
16	Gallagege Charge/M Gal. (6,000 Max)	0.897	4.62	0.00%	\$4.62	\$5.14	
17							
18	General Service & All Other Classes						
19	Base Facility Charge (Monthly Min.)						
20	5/8 x 3/4"	1.0	24.37	0.00%	\$24.37	\$32.61	
21	3/4"	1.5	--	0.00%	0.00	48.92	
22	1"	2.5	60.94	0.00%	60.94	81.53	
23	1-1/2"	5.0	121.87	0.00%	121.87	163.05	
24	2"	8.0	194.99	0.00%	194.99	260.88	
25	3"	16.0	389.98	0.00%	389.98	521.76	
26	4"	25.0	609.35	0.00%	609.35	815.25	
27	6"	50.0	1,218.69	0.00%	1,218.69	1,630.50	
28	8"	100.0	--	0.00%	0.00	3,261.00	
29	Gallagege Charge/M Gallons (No Max)	1.077	5.55	0.00%	\$5.55	\$6.17	GS/Res Factor 1.20
30							
31							
32	Typical Monthly Bill Comparisons	Usage (Gallons)	@ Present Rates	% Rate Incr. (Calculated)	@ Proposed Interim Rates	@ Proposed Final Rates	
33							
34	Residential - With 5/8 x 3/4" Meter	1,000	\$28.99	0.00%	\$28.99	\$37.75	
35	"	5,000	47.47	0.00%	47.47	58.31	
36	"	6,000	52.09	0.00%	52.09	63.45	
37	"	10,000	52.09	0.00%	52.09	63.45	
38							
39	General - With 1 1/2" Meter	10,000	177.37	0.00%	177.37	224.75	
40	"	20,000	232.87	0.00%	232.87	286.45	
41	"	30,000	288.37	0.00%	288.37	348.15	
42	"	40,000	343.87	0.00%	343.87	409.85	
43	"	50,000	399.37	0.00%	399.37	471.55	
44							
45	a. Used this amount instead of the amount calculated in Section B2, on Schedule B-3 (pg.6 of 6). This rate						
46	more accurately obtains the Requested Revenue Requirement and is supported on Schedule E-13 (pg 2 of 2)						

Revenue Schedule at Present and Proposed Rates
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

See E-13 for Final Rates
 W/Projected Bills
 & Consumption

Florida Public Service Commission
 Schedule: E-2
 Page 1 of 4
 Preparer: Coel

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues.

(1) Class/Meter Size	(2) Hist. Number of Bills	(3) Historical Consumption(MG)	(4) Present Rate	(5) Revenues at Present Rates	(6) Proposed Final Rates	(7) Revenues at Final Rates
Residential						
5/8 x 3/4" M Gallons	27,787	105,488	\$24.37 4.62	\$677,169 487,355	\$32.61 5.14	\$906,134 542,208
1" M Gallons	109	426	24.37 4.62	2,656 1,968	32.61 5.14	3,554 2,190
1-1/2" M Gallons	0	0	24.37 4.62	0 0	32.61 5.14	0 0
Total Residential (% Increase)	27,896	105,914		\$1,169,148	24.37%	\$1,454,087
Average Consumption/Bill		3.8		\$41.91		\$52.13
Commercial						
5/8 x 3/4" M Gallons	1,379	9,813	24.37 5.55	33,606 54,462	32.61 6.17	44,969 60,546
1" M Gallons	274	10,963	60.94 5.55	16,698 60,845	81.53 6.17	22,339 67,642
1-1/2" M Gallons	227	14,500	121.87 5.55	27,664 80,475	163.05 6.17	37,012 89,465
2" M Gallons	84	13,792	194.99 5.55	16,379 76,546	260.88 6.17	21,914 85,097
3" M Gallons	24	10,425	389.98 5.55	9,360 57,859	521.76 6.17	12,522 64,322
4" M Gallons	24	7,115	609.35 5.55	14,624 39,488	815.25 6.17	19,566 43,900
6" M Gallons	0	0	1,218.69 5.55	0 0	1,630.50 6.17	0 0
Total Commercial (% Increase)	2,012	66,608		\$488,006	16.66%	\$569,294
Average Consumption/Bill		33.1		\$242.55		\$282.95

Revenue Schedule at Present and Proposed Rates
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission

Schedule: E-2
 Page 2 of 4
 Preparer: Coel

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues.

(1) Class/Meter Size	(2) Hist. Number of Bills	(3) Historical Consumption(MG)	(4) Present Rate	(5) Revenues at Present Rates	(6) Proposed Final Rates	(7) Revenues at Final Rates
Multi-Residential Service						
5/8 x 3/4" M Gallons	12	96	\$24.37 5.55	292 533	\$32.61 6.17	391 592
1" M Gallons	24	667	60.94 5.55	1,463 3,702	81.53 6.17	1,957 4,115
1-1/2" M Gallons	300	9,588	121.87 5.55	36,561 53,213	163.05 6.17	48,915 59,158
2" M Gallons	96	13,948	194.99 5.55	18,719 77,411	260.88 6.17	25,044 86,059
3" M Gallons	48	9,274	389.98 5.55	18,719 51,471	521.76 6.17	25,044 57,221
4" M Gallons	36	14,013	609.35 5.55	21,937 77,772	815.25 6.17	29,349 86,460
6" M Gallons	0	0	1,218.69 5.55	0 0	1,630.50 6.17	0 0
Total Multi-Res. Service (% Incr)	516	47,586		\$361,793	17.28%	\$424,307
Average Consumption/Bill		92.2		\$701.15		\$822.30
Public Authorities						
5/8 x 3/4" M Gallons	0	0	\$24.37 5.55	0 0	\$32.61 6.17	\$0 0
1-1/2" M Gallons	24	1,323	121.87 5.55	2,925 7,343	163.05 6.17	3,913 8,163
2" M Gallons	24	1,916	194.99 5.55	4,680 10,634	260.88 6.17	6,261 11,822
3" M Gallons	12	79	389.98 5.55	4,680 438	521.76 6.17	6,261 487
4" M Gallons	12	3,552	609.35 5.55	7,312 19,714	815.25 6.17	9,783 21,916
Total Public Authorities (% Incr)	72	6,870		57,725	18.85%	68,606
Average Consumption/Bill		95.4		\$801.74		\$952.87

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Revenue Schedule at Present and Proposed Rates
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission
 Schedule: E-2
 Page 3 of 4
 Preparer: Coel

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues.

(1) Class/Meter Size	(2) Hist. Number of Bills	(3) Historical Consumption(MG)	(4) Present Rate	(5) Revenues at Present Rates	(6) Proposed Final Rates	(7) Revenues at Final Rates
Trailers						
1"	0		\$60.94	0	\$81.53	\$0
M Gallons		0	5.55	0	6.17	0
2"	0		194.99	0	260.88	0
M Gallons		0	5.55	0	6.17	0
3"	0		389.98	0	521.76	0
M Gallons		0	5.55	0	6.17	0
4"	0		609.35	0	815.25	0
M Gallons		0	5.55	0	6.17	0
Total Trailers (% Increase)	0	0		0	0.00%	0
Average Consumption/Bill		0.0		\$0.00		\$0.00
Totals (% Increase)	30,496	226,978		\$2,076,672	21.17%	\$2,516,294
Average Consumption/Bill		7.4		\$68.10		\$82.51
Private Fire Service				0	0.00%	0
Other Revenue - Guaranteed Revenues				12,235	0.00%	12,235
Other Revenue - Reclaimed Water Revenues				0	0.00%	14,235
.....				0	0.00%	0
Misc. Serv. Charges				8,770	0.00%	8,770
Total Revenue & % Increase (Annualized at Current & Proposed rates)				2,097,677	21.64%	2,551,534 b.
Booked Revenue & % Increase				2,085,157 a.	24.31%	2,591,990 <
Difference (1994 Rate Indexing Effective 7/9% & Rounding)				\$12,520		(\$40,456)
% Difference				0.60%		-1.56%

a. Test Year Revenue per Books
 b. Based on Historical Bills & Consumption.
 See E-13 for revenue based on Projected Bills & Consumption.
 <> Enter Required Revenue from B-2

Rate Development Schedule
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission

Schedule: E-2
 Page 4 of 4
 Preparer: Coel

Explanation: Provide a narrative explanation describing the methodology, assumptions, and rationale used in developing the proposed rates. Provide numerical schedules as appropriate. Specify basis for residential sewer cap, if one exists.

The Utility's proposed rates are designed using the base facilities charge rate structure with a volume charge for all water usage.

(1) WEIGHTING OF UTILITY BILLS Class/Meter Size	(2) Weighting Factor (AWWA Factors)	Historical (Base) Test Year		Projected Test Year		
		(3) Number of Bills	(4) Number of Weighted Bills	(5) % Growth (Sch. F-10)	(6) Number of Bills	(7) Number of Weighted Bills
Residential						
5/8 x 3/4"	1.0	27,787	27,787	1.62%	28,237	28,237
1"	1.0	109	109	1.62%	111	111
1-1/2"	1.0	0	0	1.62%	0	0
Commercial						
5/8 x 3/4"	1.0	1,379	1,379	1.62%	1,401	1,401
1"	2.5	274	685	1.62%	278	696
1-1/2"	5.0	227	1,135	1.62%	231	1,153
2"	8.0	84	672	1.62%	85	683
3"	16.0	24	384	1.62%	24	390
4"	25.0	24	600	1.62%	24	610
6"	50.0	0	0	1.62%	0	0
Multi-Residential Service						
5/8 x 3/4"	1.0	12	12	1.62%	12	12
1"	2.5	24	60	1.62%	24	61
1-1/2"	5.0	300	1,500	1.62%	305	1,524
2"	8.0	96	768	1.62%	98	780
3"	16.0	48	768	1.62%	49	780
4"	25.0	36	900	1.62%	37	915
6"	50.0	0	0	0.00%	0	0
Public Authorities						
5/8 x 3/4"	1.0	0	0	0.00%	0	0
1-1/2"	5.0	24	120	0.00%	24	120
2"	8.0	24	192	0.00%	24	192
3"	16.0	12	192	0.00%	12	192
4"	25.0	12	300	0.00%	12	300
Trailers						
1"	2.5	0	0	1.62%	0	0
2"	8.0	0	0	1.62%	0	0
3"	16.0	0	0	1.62%	0	0
4"	25.0	0	0	1.62%	0	0
		30,496	37,563		30,989	38,158

See Schedule B-3 (Page 6 of 6) for Computation of Utility Rates.

Customer Monthly Billing Schedule
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission

Schedule: E-3
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule of monthly customers billed or served by class.

Line No.	(1) Month/Year	(2) Residential	(3) Commercial	(4) Multi-Family Dwelling (Units)	(5) Multi-Family Dwelling (Meters)	(6) Trailers (Units)	(7) Trailers (Meters)	(8) Private Fire Protection	(9) Other- Pub. Auth.	(10) Total *	(11) Total **
1	January 1994	2,312	164	1,341	43	0	0	0	7	3,824	2,526
2	February	2,310	165	1,341	43	0	0	0	7	3,823	2,525
3	March	2,313	165	1,341	43	0	0	0	7	3,826	2,528
4	April	2,315	170	1,341	43	0	0	0	7	3,833	2,535
5	May	2,301	167	1,341	43	0	0	0	7	3,816	2,518
6	June	2,325	167	1,341	43	0	0	0	7	3,840	2,542
7	July	2,320	169	1,341	43	0	0	0	6	3,836	2,538
8	August	2,321	168	1,341	43	0	0	0	6	3,836	2,538
9	September	2,334	168	1,341	43	0	0	0	6	3,849	2,551
10	October	2,328	165	1,341	43	0	0	0	6	3,840	2,542
11	November	2,334	168	1,341	43	0	0	0	6	3,849	2,551
12	December	2,342	168	1,341	43	0	0	0	6	3,857	2,559
	Total	27,855	2,004	16,092	516	0	0	0	78	46,029	30,453

* Includes MF & Trailer units, not meters.
 ** Includes MF & Trailer meters, not units.

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Misc. Service Charges & New Reclaimed Water Rate
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [x]

Florida Public Service Commission
 Schedule: E-4
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule of present and proposed miscellaneous service charges. If an increase is proposed (or new charges), provide a schedule of derivation of charges, unless the charges are pursuant to the latest Staff Advisory Bulletin #13.

(1) Type Charge	(2) Present		(3) Proposed	
	Bus. Hrs.	After Hrs.	Bus. Hrs.	After Hrs.
Initial Connection	\$15.00	\$15.00	No Change	
Normal Reconnection	15.00	15.00	No Change	
Violation Reconnection	Actual Cost	Actual Cost	No Change	
Premises Visit (In Lieu of Disconnect)	10.00	10.00	No Change	
Premises Visit	---	---	10.00	10.00
Other Charges (List)				

Misc. Service Charge Revenues & Reclaimed Water Revenues
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission

Schedule: E-5

Page 1 of 1

Preparer: Coel

Explanation: Provide a schedule of test year miscellaneous charges received by type. Provide an additional schedule for proposed charges, if applicable.

Line No.	(1) Test Year Ending	(2) Initial Connection	(3) Disconnect	(4) Reconnection	(5) Premises Visit	(6) Other Charges	(7) Total *
1	Test Year						
2	-----						
3	January 1994	\$0	\$0	\$0	\$0	\$0	\$690
4	February	0	0	0	0	0	705
5	March	0	0	0	0	0	700
6	April	0	* Note: Although these types of charges are separately determined and billed in accordance with the Company's Tariffs, these charges are recorded in one General Ledger Account.	0	0	0	393
7	May	0		0	0	0	2,269
8	June	0		0	0	0	633
9	July	0		0	0	0	603
10	August	0		0	0	0	653
11	September	0		0	0	0	550
12	October	0		0	0	0	476
13	November	0	0	0	0	719	
14	December	0	0	0	0	379	
15		-----	-----	-----	-----	-----	-----
16	Test Year Ended: 12/31/95	\$0	\$0	\$0	\$0	\$0	\$8,770
17		=====	=====	=====	=====	=====	=====
18	Test Year Monthly Average	\$0	\$0	\$0	\$0	\$0	\$731
19							
20							
21	For the Projected Test Year:						
22							
23	Percent Increase (Decrease)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
24	Test Year Ended: 12/31/95	\$0	\$0	\$0	\$0	\$0	\$8,770
25		=====	=====	=====	=====	=====	=====

28 RECLAIMED WATER REVENUES.....

29			Estimated			
30			Gallons			
31		Reclaimed	Per Day (b)			
32		Water Rate (a)	(Thousands)	Days/Year		
33						
34		\$0.13 x	300 x	365 =	\$14,235	
35					=====	

- 37 a. FCWC proposes to use the same rate as authorized by the PSC in
- 38 Order No. PSC-92-0731-FOF-SU for FCWC's South Ft. Myers Division.
- 39
- 40 b. Per DEP Construction Permit No. DC36-237227 and Estimate of Reclaimed Water
- 41 usage from Lochmoor Country Club (See MFR Section G for related document copies).

Public Fire Hydrants Schedule
File: NFMES.wk1
Company: Florida Cities Water Co. - N Ft Myers Div.
Docket No.: 950387-SU
Test Year Ended: 12/31/95

Florida Public Service Commission
Schedule: E-6
Page 1 of 1
Preparer: Coel

Explanation: Provide a schedule of public fire hydrants (including standpipes, etc.) by size. This schedule is not required for a sewer only rate application.

(1) Line No.	(2) Size	(3) Type	(4) Quantity
		Not Applicable	
	Total		0

Private Fire Protection Service

File: NFMES.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: E-7

Page 1 of 1

Preparer: Coel

Explanation: Provide a schedule of private fire protection service by size of connection. This schedule is not required for a sewer only rate application.

(1) Line No.	(2) Size	(3) Type	(4) Quantity
1	4"	4" Fire Line	0
2	6"	6" Fire Line	0
3	8"	8" Fire Line	0
Not Applicable			
Total			----- 0 -----

Contracts and Agreements Schedule

File: NFMES.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: E-8

Page 1 of 1

Preparer: Coel

Explanation: Provide a list of all outstanding contracts or agreements having rates or conditions different from those on approved tariffs. Describe with whom, the purpose and the elements of each contract shown.

(1) Line No.	(2) Type	(3) Description
--------------------	-------------	--------------------

None

Tax or Franchise Fee Schedule

File: NFMES.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule: E-9

Page 1 of 1

Preparer: Coel

Explanation: Provide a schedule of state, municipal, city or county franchise taxes or fees paid (or payable). State the type of agreement (i.e. contract, tax).

(1) Line No.	(2) Type Tax or Fee	(3) To Whom Paid	(4) Amount	(5) How Collected From Customers	(6) Type Agreement
1 2 3	Regulatory Assessment	Florida Public Service Commission	4.5%	Included in overall cost of service	None

Service Availability Charges Schedule
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [x]

Florida Public Service Commission
 Schedule: E-10
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule of present and proposed service availability charges. (See Rule 25-20.580, F.A.C.)
 If no change is proposed, then this schedule is not required.

(1)	(2)	(3)
Type Charge	Present Charges *	Proposed Charges
		Refer to FCWC's filing for proposed changes in Capacity Fees under separate Docket.
Plant Capacity Charge		
Residential - per ERC (250 GPD) 250	\$350.00 /ERC	\$1,800.00 /ERC
Multi-Family - per Unit 80.00%	280.00 /Unit	1,440.00 /Unit
All others - per Gallon/Day	\$1.75 /Gallon/Day	\$7.20 /Gallon/Day
Main Extension Charge		
Residential - per ERC (250 GPD)	640.00 /ERC	640.00 /ERC
or - per Lot (_____ Front Footage)		
All others - per ERC	Fair & Reasonable,	Fair & Reasonable,
or - per Front Foot	but not less than \$640	but not less than \$640
Meter Installation Charge		
5/8"	None	None
1"	None	None
1-1/2"	None	None
2"	None	None
Over 2"	None	None
Service (Lateral) Installation Charge		
5/8"	None	None
1"	None	None
1-1/2"	None	None
2"	None	None
Back Flow Preventor Installation Charge		
5/8"	None	None
1"	None	None
1-1/2"	None	None
2"	None	None
Plan Review Charge	Actual Cost	Actual Cost
Inspection Charge	Actual Cost	Actual Cost
Guaranteed Revenue Charge		
With prepayment of Serv. Avail. Charges		
Residential - per ERC (250 GPD)/Month	\$0.00 /Month	\$0.00 /Month
All others - per Gallon/Month		
Without prepayment of Serv. Avail. Charges		
Residential - per ERC (250 GPD)/Month		
All others - per Gallon/Month		
Allowance for Funds Prudently Invested (AFPI)		
Provide a table of payments by month and years.	See table in tariff sheets that follow....	No Change

* See tariff sheets that follow.....

SERVICE AVAILABILITY POLICY

The Company will make extensions of its sewer facilities in its Lee County service area on the following terms and conditions:

- 1 (a) Applicant shall make a written application for extension of service which provides, among other things, a description of the property, its location (section, township and range), zoning, development plans, intended use, applicant's title to or interest in the property, the type of sewer service to be provided, and the estimated date of service is needed.
- (b) Company will notify applicant within thirty (30) days of the availability of service, and if available, will provide within sixty (60) days of the date of application, preliminary sketches and estimated cost for small service extension, and within ninety (90) days for larger or unusual service requests and extensions.

For other than single residential or small commercial applications, applicant will pay a non-refundable fee of \$500 for the above services, which will be credited to any payment made under paragraph (1) (d) (ii).

- (c) If applicant is a single residential or single commercial facility, the Company will extend its sewer mains upon the applicant paying, in advance, the total cost of the extension plus the charges set forth in paragraphs 3 or 4.

In the event additional customer or customers can be connected to the main, a written agreement will provide for a pro-rata sharing of cost based on hydraulic demand with a refund to the initial depositor; however, in no event will any refund be made for additional customers connecting after five (5) years from the date of the written agreement, and provided, further, that the aggregate refund shall at no time exceed the original deposit, less the initial depositor's pro rata share.

- (d) If applicant is a developer, applicant shall enter into a written contract for service which provides for applicant to:
 - (i) Prepare all plans and specifications in accordance with Company's specifications for materials, design, and its engineering and operating practices, and upon completion of construction, a certificate from applicant's engineer that the installation of the facilities has been completed in accordance with the plans and specifications.
 - (ii) Pay a non-refundable fee, at the time it enters into the contract, of 2%, but not less than \$500, of the estimated construction cost to cover the Company's engineering, administrative, and legal expenses. Said amount shall be adjusted for payments made under paragraph 1(b). When the developer completes the project and determines the actual construction cost, the 2% will be recomputed and the final fee will be adjusted accordingly with either an additional payment by the developer or a refund by the Company.

A. A. Reeves III
Vice President

- (iii) Construct all on-site facilities, unless otherwise agreed to by the parties.
 - (iv) The applicant shall obtain or provide, at no cost to the Company, easements, right-of-way, and legal approvals covering all facilities installed that permits the Company to maintain, remove or replace all such facilities and to gain access necessary to provide sewer service.
 - (v) Keep written records of all costs, including labor, materials, supervision, engineering and other costs as listed in the NARUC System of Accounts, and shall provide the original cost to the Company before the Company accepts the facilities for service.
 - (vi) Keep in full force public liability coverage, automobile coverage, workers' compensation coverage for the benefit of itself and the Company in such amounts as the Company shall reasonably require.
 - (vii) Transfer at the time of final inspection and approval of the facilities by the Company, the facilities installed, and construction warranties in connection therewith, all rights-of-way, easements and other property interests necessary for the operation and maintenance by forms of conveyance approved by the Company.
 - (viii) When construction is completed by applicant, applicant shall provide written proof after final inspection and approval by the Company that all contractors, materialmen and workmen have been fully paid for their work on the project. Should it later appear that one or more persons assert liability against the Company because of services or materials rendered in connection with the applicant's construction of the project, applicant shall indemnify and hold harmless the Company from any and all such claims or alleged claims.
 - (ix) Agrees not to allow any persons to receive services through the facilities until the Company accepts them as provided above.
 - (x) Upon the satisfaction of all the prior terms, the Company shall accept the facilities as part of its system, and from that point forward the Company shall own, operate and maintain such facilities.
- (e) Improvements and extensions made hereunder shall be and remain the property of the Company. Company reserves the right to extend further and modify the improvements after acceptance of same. The original applicant shall not be entitled to any compensation for customers connecting to such further extension.

A. A. Reeves III
Vice President

- 2 (a) Extensions: Sewer service will be made available upon the applicant constructing all on-site facilities and paying, in advance (i) all costs of any extended and/or enlargement of lines, lift stations and similar facilities necessary to make service available to the area under development or (ii) if existing lines and facilities on which a refund is due and owing is used, his hydraulic share of the cost of such facilities, plus the connection charges set forth in paragraph 3 or 4. All funds advanced shall be without interest and the amounts refunded as provided below shall not exceed the amount of the advance.
- (b) On extended and/or enlargement of lines, lift stations and similar facilities necessary to make service available to the area under development, the cost of oversizing the facilities will be estimated, and for each new load that takes service from such facilities, the Company will refund such advance for oversizing based upon the hydraulic share of the new load multiplied by the unit cost (per gallon). The total amount refunded shall not exceed the advance made for oversizing such facilities, and at the expiration of five (5) years, all refunds cease, and the advance shall become the property of the Company.
- (c) When special construction is necessary or special conditions set by the applicant due to the size of the load, number of service laterals on metering installation, or excessive BOD, suspended solids or chemical constituents in waste water discharges, the cost of such construction plus applicable overhead shall be payable in advance by the customer. This advance shall be non-refundable and in addition to the cost of the main extension. Construction for special conditions will only be provided where such conditions are not detrimental to existing customers.
- (d) On sewer mains installed and financed, either in whole or in part, by Company, any residential customer making an application for sewer service will be required to make, in addition to the charges set forth in paragraphs 3 or 4, a customer contribution of \$640. Other customers shall pay an amount that is fair and reasonable, but not less than \$640

3 Plant Charges - South Fort Myers System

- (a) Plant Capacity Charge: All new applications for service at a new location shall pay, in advance, a plant capacity charge of \$570 per Equivalent Residential Customer (ERC), \$456 per multiple family unit, and non-residential customers shall pay \$2.28 per gallon, based upon the customer's maximum daily water usage, but no less than \$570. An ERC for this system is defined as 250 GPD.

A.A. Reeves III VICE PRESIDENT

- (b) Allowance for Funds Prudently Invested (AFPI) Charge:
Until the Company is committed to provide service to 20,000 ERC's, each application for service at a new location shall pay, in advance, and in addition to the connection charge, an AFPI (excess capacity) charge based upon its number of ERC's and the appropriate amount as set forth in the table on Sheet No. 39.0.
- (c) Guaranteed Revenue Charges:
At each new location for service, if a water meter is not set within 90 days after the signing of a service agreement, applicant shall pay a charge of \$4.49 per month per ERC (Equivalent Residential Connection) until a water meter is set.

4 Plant Charges - North Fort Myers System:

- (a) Plant Capacity Charge:
All new applications for service at a new location shall pay, in advance, a plant capacity charge of \$350* per residential customer, and \$280* per multiple family unit. A nonresidential customer shall pay \$1.75* per gallon, based upon the customer's average daily water usage, but not less than \$350*. An ERC for this system is defined as 200 GPD.
- (b) Allowance for Funds Prudently Invested (AFPI) Charge:
Until the Company is committed to provide service to 5,053 ERC's, each application for service at a new location shall pay, in advance, and in addition to the connection charge, an AFPI (excess capacity) charge based upon its number of ERC's and the appropriate amount as set forth in the table on Sheet No. 41.0.

* All Charges are Subject to the provisions of Order No. 16971. Docket No. 861084-PU.

Effective: November 16, 1990

A.A. Reeves III
Executive Vice President

WP 10/90

"For Service Rendered on or After November 16, 1990."
1990 Index and Pass-Through 114
& Correction to Tariff Page

Florida Cities Water Co.
Lee County Wastewater

TAX IMPACT OF ADVANCES FOR CONSTRUCTION
AND CONTRIBUTIONS IN AID OF CONSTRUCTION ("CIAC")

In Order No. 23541 issued on October 1, 1990 in Docket NO, 860184-PU, the Florida Public Service Commission adopted and approved specific guidelines for a utility to administer in the calculation, collection, and reporting of CIAC tax liabilities. This tariff provision is filed pursuant to the above order.

- (1) On and after January 1, 1991, the Company will include Plant Capacity charges and utility plant installed and contributed to Company as ordinary income for tax purposes and pay the Federal (FIT) and State (SIT) income taxes thereon. The tax liability will be debited to Reserve for Deferred taxes. If at any time this results in a net debt deferred tax balance, such balance will be included as a separate item in establishing rate base.
- (2) The contributors (developer, builders, etc.) shall pay in addition to all other applicable rates and charges starting upon receipt of CIAC, the following monthly charge until a water meter is set. After ten (10) years, the charge shall cease.

Guaranteed Revenue - CIAC Tax

Plant Capacity Charges/ERC

Water - North and South Ft. Myers	\$2.61 per month
Wastewater - North Ft. Myers	1.46 per month
Wastewater - South Ft. Myers	2.83 per month

On-Site Facilities/ERC

The cost of the distribution and collection facilities shall be expressed on a per ERC basis and a monthly charge, applicable to each ERC in a homesite and /or commercial/industrial development, shall be equal to the cost per ERC of such facilities multiplied by 0.42%.

The above charges will be adjusted annually to reflect the changes in the Company's capitalization and cost of capital.

Effective Date: July 3, 1991

A. A. REEVES, III
VICE PRESIDENT

Florida Cities Water Company

Table of Daily Flows
For Various Occupancy

The utility does not utilize a table to determine estimated daily flows. Single family units and multi-family units are rated as follows:

<u>System</u>	<u>Single Family (1 ERC)</u>	<u>Multi- Family</u>
South Fort Myers	250 GPD	200 GPD
North Fort Myers	200 GPD	160 GPD

To determine the estimated daily flow for other establishments, the utility will use historical flow data of like establishments within its service area. In the absence of historical information, the utility shall use the amount provided by the developer's engineer, which must be an amount acceptable to DER.

Unless otherwise determined by the utility, historical flow data shall be used in lieu of estimated flow data.

FEB 18 1986

SCHEDULE OF FEES AND CHARGES

SEWER

<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>SHEET NO.</u>
Plant Capacity Charge		36.0
Residential - per ERC (200 GPD)	\$350.00*	
Multiple Family - per unit	\$280.00*	
All other - per gallon	\$ 1.75*	
Main Extension Charge		35.0
Residential - per ERC (200 GPD)	Refer to	
All others - per gallon	Rule 2(d)	
Customer Connection (Tap-in) Charge		N/A
All sizes	(1) \$ -0-	
Plan Review Charge		33.0
Refer to Rules 1(b) and 1(d)(ii)	Actual Cost	
Inspection Fee		33.0
Refer to Rules 1(b) and 1(d)(ii)	Actual Cost,	

(1) Sewer laterals are installed on existing mains by the utility at no charge to the developer. Sewer laterals on developer installed mains are provided by the developer.

* All Charges are Subject to the provisions of Order No. 16971, Docket No. 861084-PU.

Effective: November 16, 1990

A.A. Reeves III
 Executive Vice President

WP 10/90

"For Service Rendered on or after November 16, 1990."
 1990 Index and Pass-Through
 & Correction to Tariff Page 117

SCHEDULE OF FEES AND CHARGES (CONTINUED)

<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>SHEET NO.</u>
Allowance For Funds Prudently Invested (AFOI) Charge	SEE TABLE BELOW	36.0

SEWER

WITH PREPAYMENT OF SERVICE AVAILABILITY CHARGES

	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
January	\$ 4.44	\$ 58.13	\$116.99	\$181.65	\$252.83	\$338.26
February	\$ 8.88	\$ 63.86	\$122.34	\$187.53	\$259.31	\$345.57
March	\$ 13.32	\$ 67.86	\$127.68	\$193.42	\$265.80	\$352.88
April	\$ 17.76	\$ 72.73	\$133.02	\$199.30	\$272.28	\$352.88
May	\$ 22.19	\$ 77.59	\$138.37	\$205.18	\$278.77	\$352.88
June	\$ 26.63	\$ 82.46	\$143.71	\$211.06	\$285.25	\$352.88
July	\$ 31.07	\$ 87.32	\$149.05	\$216.94	\$291.73	\$352.88
August	\$ 35.51	\$ 92.19	\$154.40	\$222.82	\$298.22	\$352.88
September	\$ 39.95	\$ 97.05	\$159.74	\$228.70	\$304.70	\$352.88
October	\$ 44.39	\$101.92	\$165.08	\$234.58	\$311.19	\$352.88
November	\$ 48.83	\$106.78	\$170.43	\$240.46	\$324.32	\$352.88
December	\$ 53.27	\$111.65	\$175.77	\$246.34	\$330.95	\$352.88
						THEREAFTER \$352.88

- NOTE: 1) Amounts indicated above are per ERC.
 2) On January 1, 1991 and thereafter, the charge will be \$352.88 per ERC.
 3) Multi-family Units, as that term is defined in Rate Schedule MDW, shall pay 80% of the above charges per unit.

A.A. Reeves III
 Executive Vice President

WP 9/90

"For Service Rendered on or After November 16, 1990"

1990 Index and Pass-Through 118

Guaranteed Revenues Received
 File: MFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]
 Historic [] or Projected [X]

Florida Public Service Commission
 Schedule: E-11
 Page 1 of 1
 Preparer: Coel

Explanation: Provide copies of all guaranteed revenue contracts with a schedule of billing and receipts on an annual basis by class.

Line No.	(1) For the Year Ended	(2) Residential	(3) General Service	(4) Other	(5) Total
1					
2	January 1994	\$424	\$0	\$0	\$424
3	February	3,537	0	0	3,537
4	March	410	0	0	410
5	April	376	0	0	376
6	May	369	0	0	369
7	June	383	0	0	383
8	July	383	0	0	383
9	August	4,428	0	0	4,428
10	September	(3,854)	0	0	(3,854)
11	October	5,195	0	0	5,195
12	November	280	0	0	280
13	December	304	0	0	304
14	Total	\$12,235	\$0	\$0	\$12,235
For the Projected Test Year:					
	Percent Increase (Decrease)	0.00%	0.00%	0.00%	0.00%
	Test Year Ended: 12/31/95	\$12,235	\$0	\$0	\$12,235

Class A Utility Cost of Service Study

File: NFMES.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Water or Sewer

Florida Public Service Commission

Schedule: E-12

Page 1 of 1

Preparer: Coel

Explanation: All Class A utilities whose service classes include industrial customers, whose utilization exceeds an average of 350,000 GPD, shall provide a fully allocated class cost of service study showing customer, base (commodity), and extra capacity (demand) components under present and proposed rates. This study shall include rate of return by class and load (demand) research studies used in the cost allocation. The analysis shall be based upon the AWWA Manual No. 1 and shall comply with current AWWA procedures and standard industrial practices for utilities providing water and sewer service.

None

Test Year Revenue Calculation - FINAL RATES
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

 PROPOSED FINAL RATES

Florida Public Service Commission

Schedule: E-13
 Page 1 of 2
 Preparer: Coel

Explanation: If a projected test year is used, provide a schedule of historical and projected bills and consumption by classification. Include a calculation of each projection factor on a separate schedule, if necessary. List other classes or meter sizes as applicable.

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(1) Class/Meter Size	(2) Historical Year Bills	(3) Projection Factor	(4) Proj. Test Year Bills	(5) Hist. Year Consumption	(6) Projection Factor	(7) Project. TY Consumption	(8) Present Rates	(9) Revenues at Present Rates	(10) Proposed Rates	(11) Test Year Revenue Requirement
Residential										
5/8" x 3/4"	27,787	1.0162	28,237				\$24.37	\$688,139	\$32.61	\$920,813
1"	109	1.0162	111				24.37	2,699	32.61	3,612
1-1/2"	0	1.0162	0				24.37	0	32.61	0
Gallage Charge/MG				105,914	1.0162	107,630	4.62	497,250	5.14	553,217
Total	27,896	1.0162	28,348	105,914		107,630		1,188,088		1,477,643
Commercial & General Service										
5/8"	1,379	1.0162	1,401				24.37	34,151	32.61	45,698
1"	274	1.0162	278				60.94	16,968	81.53	22,701
1-1/2"	227	1.0162	231				121.87	28,113	163.05	37,612
2"	84	1.0162	85				194.99	16,645	260.88	22,269
3"	24	1.0162	24				389.98	9,511	521.76	12,725
4"	24	1.0162	24				609.35	14,861	815.25	19,883
6"	0	1.0162	0				1218.69	0	1630.50	0
Gallage Charge/MG				66,608	1.0162	67,687	5.55	375,663	6.17	417,629
Total	2,012	1.0162	2,045	66,608		67,687		495,911		578,517
Multi-Residential Service										
5/8"	12	1.0162	12				24.37	297	32.61	398
1"	24	1.0162	24				60.94	1,486	81.53	1,988
1-1/2"	300	1.0162	305				121.87	37,153	163.05	49,707
2"	96	1.0162	98				194.99	19,022	260.88	25,450
3"	48	1.0162	49				389.98	19,022	521.76	25,450
4"	36	1.0162	37				609.35	22,292	815.25	29,824
6"	0	1.0000	0				1218.69	0	1630.50	0
Gallage Charge/MG				47,586	1.0162	48,357	5.55	268,381	6.17	298,362
Total	516	1.0162	524	47,586		48,357		367,654		431,180

The projection of customers is shown on Schedule F-9 or F-10

Test Year Revenue Calculation - FINAL RATES
 File: NFMES.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

 PROPOSED FINAL RATES

Florida Public Service Commission
 Schedule: E-13
 Page 2 of 2
 Preparer: Coel

Explanation: If a projected test year is used, provide a schedule of historical and projected bills and consumption by classification. Include a calculation of each projection factor on a separate schedule, if necessary. List other classes or meter sizes as applicable.

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(1) Class/Meter Size	(2) Historical Year Bills	(3) Projection Factor	(4) Proj. Test Year Bills	(5) Hist. Year Consumption	(6) Projection Factor	(7) Project. TY Consumption	(8) Present Rates	(9) Revenues at Present Rates	(10) Proposed Rates	(11) Test Year Revenue Requirement
Public Authority										
5/8"	0	1.0000	0				\$24.37	\$0	\$32.61	\$0
1-1/2"	24	1.0000	24				121.87	2,925	163.05	3,913
2"	24	1.0000	24				194.99	4,680	260.88	6,261
3"	12	1.0000	12				389.98	4,680	521.76	6,261
4"	12	1.0000	12				609.35	7,312	815.25	9,783
Gallorage Charge/MG				6,870	1.0000	6,870	5.55	38,129	6.17	42,388
Total	72	1.0000	72	6,870		6,870		57,725		68,606
Trailers										
1"	0	1.0162	0				60.94	0	81.53	0
2"	0	1.0162	0				194.99	0	260.88	0
3"	0	1.0162	0				389.98	0	521.76	0
4"	0	1.0162	0				609.35	0	815.25	0
Gallorage Charge/MG				0	1.0162	0	5.55	0	6.17	0
Total	0	0.0000	0	0		0		0		0
Other Revenue:										
Guaranteed Revenues	0	0.0000	0	0	0.0000	0		12,235	0.00%	12,235
Reclaimed Water Revenues	0	0.0000	0	0	0.0000	0		0	0.00%	14,235
.....	0	0.0000	0	0	0.0000	0		0	0.00%	0
Misc. Serv. Charges	0	0.0000	0	0	0.0000	0		8,770	0.00%	8,770
Grand Totals	30,496	1.0162	30,989	226,978		230,544		2,130,384	21.63%	2,591,186
Booked Revenue, Projected Revenues, & % Increase								2,085,157	24.31%	2,591,990
Difference (1994 Rate Indexing Effective 7/94 & Rounding)								45,227		(804)
% Difference								2.17%		-0.03%

Billing Analysis Schedules

File: NFMES.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Water [] or Sewer [X]

Customer Class:

Meter Size:

Florida Public Service Commission

Schedule: E-14

Page 1 of 1

Preparer: Coel

Explanation: Provide a billing analysis for each class of service by meter size. For applicants having master metered multiple dwellings, provide number of bills at each level by meter size or number of bills categorized by the number of units. Round consumption to nearest 1,000 gallons & begin at zero. If a rate change occurred during the test year, provide a separate billing analysis which coincides with each period.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Consump Level	Number of Bills	Cumulative Bills	Gallons Consumed (1)x(2)	Cumulative Gallons	Reversed Bills	Consolidated Factor [(1)x(6)]+(5)	Percentage of Total

See billing analysis which follows.....

COMPANY 1-1
CLASS: RESIDENTIAL
METER SIZE: .75

FLORIDA CITIES WATER CO - FT. MYERS

N FT MYERS

PERIOD: 02-13 TEST YEAR 12/31/94

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
0	1,750	1,750	0	0	\$0.00	\$0.00	25,937	0	0.00
1	2,401	4,151	7,401	7,401	\$0.00	\$0.00	23,436	23,436	19.21
2	3,543	7,694	7,335	9,427	\$0.00	\$0.00	19,893	39,796	36.64
3	4,167	12,063	12,507	21,594	\$0.00	\$0.00	15,724	47,172	51.44
4	3,817	15,880	15,268	37,252	\$0.00	\$0.00	11,907	47,626	63.13
5	3,216	19,095	16,030	53,282	\$0.00	\$0.00	3,091	43,455	71.95
6 MAX	2,331	21,427	13,786	67,288	\$0.00	\$0.00	6,360	38,150	105,483
7	1,759	23,185	12,306	79,634	\$0.00	\$0.00	4,602	32,214	111,848
8	1,252	24,437	10,016	89,650	\$0.00	\$0.00	3,350	26,800	116,450
9	328	25,265	7,452	97,102	\$0.00	\$0.00	2,522	22,698	119,800
10	614	25,879	6,140	103,242	\$0.00	\$0.00	1,208	19,090	122,322
11	437	26,315	4,907	108,049	\$0.00	\$0.00	1,471	16,191	124,230
12	236	26,552	3,432	111,481	\$0.00	\$0.00	1,165	14,220	125,701
13	227	26,779	2,977	114,458	\$0.00	\$0.00	950	12,423	126,885
14	165	26,943	2,210	116,768	\$0.00	\$0.00	791	11,074	127,842
15	132	27,123	1,930	118,743	\$0.00	\$0.00	559	9,395	128,633
16	102	27,230	1,532	120,350	\$0.00	\$0.00	557	9,912	129,292
17	83	27,313	1,411	121,791	\$0.00	\$0.00	474	3,056	129,847
18	70	27,383	1,260	123,051	\$0.00	\$0.00	404	7,272	130,323
19	53	27,452	1,311	124,352	\$0.00	\$0.00	335	6,365	130,727
20	45	27,499	920	125,232	\$0.00	\$0.00	299	5,780	131,062
21	32	27,531	572	125,954	\$0.00	\$0.00	257	5,327	131,351
22	26	27,555	572	126,525	\$0.00	\$0.00	231	5,092	131,609
23	29	27,583	657	127,182	\$0.00	\$0.00	202	4,645	131,837
24	24	27,607	575	127,757	\$0.00	\$0.00	173	4,272	132,041
25	23	27,632	575	128,344	\$0.00	\$0.00	155	3,375	132,219
26	14	27,645	364	128,705	\$0.00	\$0.00	141	3,666	132,374
27	10	27,655	270	129,078	\$0.00	\$0.00	131	3,537	132,515
28	17	27,675	532	129,610	\$0.00	\$0.00	112	3,136	132,645
29	10	27,685	270	129,800	\$0.00	\$0.00	102	2,958	132,759
30	10	27,695	300	130,100	\$0.00	\$0.00	92	2,760	132,860
31	8	27,703	248	130,348	\$0.00	\$0.00	84	2,604	132,952
32	7	27,710	224	130,572	\$0.00	\$0.00	77	2,454	133,036
33	9	27,719	204	130,835	\$0.00	\$0.00	69	2,277	133,113
34	4	27,722	136	130,972	\$0.00	\$0.00	65	2,210	133,182
35	3	27,725	105	131,077	\$0.00	\$0.00	62	2,170	133,247
36	4	27,729	144	131,221	\$0.00	\$0.00	58	2,098	133,309
37	2	27,731	74	131,295	\$0.00	\$0.00	56	2,072	133,367
38	5	27,736	190	131,485	\$0.00	\$0.00	51	1,938	133,423
39	2	27,738	78	131,563	\$0.00	\$0.00	49	1,911	133,474
40	5	27,743	200	131,763	\$0.00	\$0.00	44	1,760	133,523
41	1	27,744	41	131,804	\$0.00	\$0.00	43	1,763	133,567
42	4	27,748	168	131,972	\$0.00	\$0.00	39	1,638	133,610
43	3	27,751	129	132,101	\$0.00	\$0.00	36	1,548	133,649
44	4	27,755	176	132,277	\$0.00	\$0.00	32	1,408	133,685
45	3	27,758	135	132,412	\$0.00	\$0.00	29	1,305	133,717
46	2	27,760	92	132,504	\$0.00	\$0.00	27	1,242	133,746
47	3	27,763	141	132,645	\$0.00	\$0.00	24	1,128	133,773
48	2	27,765	96	132,741	\$0.00	\$0.00	22	1,056	133,797
49	2	27,767	98	132,839	\$0.00	\$0.00	20	980	133,819
50	2	27,769	100	132,939	\$0.00	\$0.00	18	900	133,839

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DATE: 01-13-78

WATER ANALYSIS

PROGRAM: 005

COMPANY 1-1
CLASS: RESIDENTIAL
METER SIZE: .75

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARLES) OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT	
51	1	27,770	51	102,590	\$.00	\$.00	*	17	667	133,857	99.55
52	1	27,771	52	130,362	\$.00	\$.00	*	15	832	133,974	99.56
53	2	27,773	106	133,149	\$.00	\$.00	*	14	742	133,890	99.57
57	1	27,774	57	133,205	\$.00	\$.00	*	13	741	133,945	99.61
60	2	27,775	120	133,325	\$.00	\$.00	*	11	650	133,935	99.64
62	1	27,777	52	133,317	\$.00	\$.00	*	10	620	134,007	99.65
63	1	27,773	53	133,450	\$.00	\$.00	*	9	567	134,017	99.67
67	1	27,777	57	133,517	\$.00	\$.00	*	9	536	134,053	99.69
68	1	27,790	68	133,555	\$.00	\$.00	*	7	476	134,061	99.70
71	1	27,781	71	133,656	\$.00	\$.00	*	6	426	134,082	99.72
76	1	27,792	76	133,732	\$.00	\$.00	*	5	390	134,112	99.74
80	1	27,783	80	133,612	\$.00	\$.00	*	4	320	134,132	99.75
89	1	27,734	82	133,500	\$.00	\$.00	*	3	264	134,164	99.78
106	1	27,735	105	134,005	\$.00	\$.00	*	2	212	134,213	99.82
221	1	27,786	221	134,227	\$.00	\$.00	*	1	221	134,448	99.99
231	1	<u>27,787</u>	231	134,459	\$.00	\$.00	*	0	0	134,459	100.00

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DATE: 1-13-95

P A T R O N A N A L Y S I S

PROGRAM: 1305

COMPANY 1-1
CLASS: RESIDENTIAL
METER SIZE= 1.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 07-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
0	9	9	0	0	\$.00	\$.00	100	0	0.00
1	14	23	14	14	\$.00	\$.00	86	86	16.12
2	14	37	28	42	\$.00	\$.00	72	144	30.00
3	4	41	12	54	\$.00	\$.00	68	204	41.61
4	11	52	44	98	\$.00	\$.00	57	228	52.53
5	14	66	70	168	\$.00	\$.00	43	215	61.77
6	<u>MAX</u>	79	54	222	\$.00	\$.00	34	204	68.70
7	12	91	34	306	\$.00	\$.00	22	154	74.19
8	2	93	16	322	\$.00	\$.00	20	160	77.74
9	1	94	0	331	\$.00	\$.00	19	171	80.96
10	4	98	40	371	\$.00	\$.00	15	150	84.03
11	2	100	22	393	\$.00	\$.00	13	143	86.45
12	1	101	12	405	\$.00	\$.00	12	144	88.54
13	1	102	13	418	\$.00	\$.00	11	143	90.49
15	3	105	45	463	\$.00	\$.00	8	120	94.03
16	3	108	48	511	\$.00	\$.00	5	80	95.32
17	1	109	17	528	\$.00	\$.00	4	63	96.12
19	1	110	19	547	\$.00	\$.00	3	57	97.41
20	1	111	20	567	\$.00	\$.00	2	40	97.90
21	1	112	21	588	\$.00	\$.00	1	21	98.22
32	1	<u>109</u>	32	620	\$.00	\$.00	0	0	100.00

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DATE: 01-13-92

WATER ANALYSIS

PROGRAM: 1308

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE= .75

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

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GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
0	184	184	0	0	\$.00	\$.00	* 1,195	0	0.00
1	277	461	277	277	\$.00	\$.00	* 918	918	12.17
2	160	621	320	597	\$.00	\$.00	* 758	1,516	21.53
3	107	723	321	518	\$.00	\$.00	* 651	1,753	29.25
4	75	803	300	1,218	\$.00	\$.00	* 575	2,324	35.39
5	62	871	340	1,558	\$.00	\$.00	* 508	2,540	41.75
6	48	919	288	1,846	\$.00	\$.00	* 460	2,760	46.93
7	39	958	273	2,119	\$.00	\$.00	* 421	2,947	51.52
8	40	993	320	2,439	\$.00	\$.00	* 381	3,048	55.91
9	44	1,042	396	2,835	\$.00	\$.00	* 337	3,033	59.58
10	35	1,077	350	3,185	\$.00	\$.00	* 302	3,020	63.23
11	25	1,103	286	3,471	\$.00	\$.00	* 275	3,336	66.30
12	26	1,129	312	3,783	\$.00	\$.00	* 250	3,000	67.83
13	21	1,150	273	4,056	\$.00	\$.00	* 224	2,977	70.33
14	23	1,173	322	4,378	\$.00	\$.00	* 206	2,834	74.00
15	20	1,193	300	4,678	\$.00	\$.00	* 186	2,790	76.10
16	11	1,204	175	4,854	\$.00	\$.00	* 175	2,600	77.97
17	19	1,222	306	5,160	\$.00	\$.00	* 157	2,669	79.78
18	8	1,230	144	5,304	\$.00	\$.00	* 149	2,832	81.33
19	13	1,243	342	5,646	\$.00	\$.00	* 131	2,437	82.20
20	12	1,260	240	5,886	\$.00	\$.00	* 119	2,330	84.23
21	9	1,269	159	6,045	\$.00	\$.00	* 110	2,310	83.95
22	10	1,279	220	6,265	\$.00	\$.00	* 100	2,200	86.56
23	7	1,285	161	6,426	\$.00	\$.00	* 93	2,139	85.95
24	6	1,292	144	6,570	\$.00	\$.00	* 97	2,095	86.53
25	3	1,295	75	6,645	\$.00	\$.00	* 84	2,100	89.42
26	9	1,304	234	6,879	\$.00	\$.00	* 75	1,950	90.27
27	5	1,309	135	7,014	\$.00	\$.00	* 70	1,870	89.34
28	2	1,311	55	7,069	\$.00	\$.00	* 68	1,904	91.75
29	6	1,317	174	7,243	\$.00	\$.00	* 62	1,798	92.44
30	4	1,321	120	7,363	\$.00	\$.00	* 58	1,740	93.08
31	3	1,324	93	7,456	\$.00	\$.00	* 55	1,705	93.57
32	4	1,328	128	7,584	\$.00	\$.00	* 51	1,532	94.23
33	5	1,333	165	7,749	\$.00	\$.00	* 46	1,518	94.75
34	2	1,335	63	7,812	\$.00	\$.00	* 44	1,496	95.22
35	2	1,337	70	7,882	\$.00	\$.00	* 42	1,470	95.56
36	4	1,341	144	8,026	\$.00	\$.00	* 38	1,368	95.09
37	6	1,347	222	8,248	\$.00	\$.00	* 32	1,184	96.48
38	2	1,349	76	8,324	\$.00	\$.00	* 30	1,140	96.81
39	4	1,353	156	8,480	\$.00	\$.00	* 26	1,014	97.11
40	3	1,356	120	8,600	\$.00	\$.00	* 23	920	97.38
41	2	1,358	82	8,682	\$.00	\$.00	* 21	861	97.61
42	5	1,363	210	8,892	\$.00	\$.00	* 16	672	97.82
43	1	1,364	43	8,935	\$.00	\$.00	* 15	645	97.97
44	2	1,366	88	9,023	\$.00	\$.00	* 13	572	98.14
47	3	1,369	141	9,200	\$.00	\$.00	* 10	470	98.54
48	1	1,370	48	9,248	\$.00	\$.00	* 9	432	98.64
50	1	1,371	50	9,298	\$.00	\$.00	* 8	400	98.92
56	1	1,372	56	9,354	\$.00	\$.00	* 7	392	99.31
57	1	1,373	57	9,411	\$.00	\$.00	* 6	342	99.38
60	1	1,374	60	9,471	\$.00	\$.00	* 5	300	99.57

DATE: 1-13-75

R A T I O A N A L Y S I S

PROGRAM 0305

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE: .75

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
63	1	1,375	63	9,534	5.00	5.00	4	252	9,786	99.72
64	1	1,375	64	9,534	5.00	5.00	3	192	9,730	99.76
67	1	1,377	67	9,665	5.00	5.00	2	134	9,799	99.85
71	1	1,375	71	9,736	5.00	5.00	1	71	9,807	99.93
77	1	<u>1,379</u>	77	<u>9,813</u>	5.00	5.00	0	0	9,813	100.00

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DATE: 01-13-95

STATE ANALYSIS

PROGRAM: 1305

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE= 1.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	* CONSUMPTION CONSOLIDATED	BLOCK PERCENT
0	1	1	0	0	\$.00	\$.00	273	0	0.00
1	1	2	1	1	\$.01	\$.00	272	272	2.49
2	1	3	2	3	\$.00	\$.00	271	542	4.97
3	3	11	24	27	\$.00	\$.00	263	789	7.44
4	4	15	15	43	\$.00	\$.00	259	1,036	9.34
5	7	24	45	88	\$.01	\$.00	250	1,250	12.20
6	3	27	10	106	\$.00	\$.00	247	1,492	14.49
7	7	34	49	155	\$.00	\$.00	240	1,580	16.73
8	9	43	72	227	\$.00	\$.00	231	1,848	19.92
9	5	48	45	272	\$.00	\$.00	226	2,034	21.03
10	3	51	30	302	\$.00	\$.00	223	2,230	23.09
11	10	61	110	412	\$.00	\$.00	213	2,343	25.12
12	10	71	120	532	\$.00	\$.00	203	2,435	27.07
13	4	75	52	584	\$.00	\$.00	199	2,597	28.92
14	7	82	98	682	\$.00	\$.00	192	2,599	30.73
15	3	85	45	727	\$.00	\$.00	189	2,835	32.49
15	9	94	144	871	\$.00	\$.00	180	2,830	34.21
17	3	97	51	922	\$.00	\$.00	177	3,009	35.35
18	4	101	72	994	\$.00	\$.00	173	3,114	37.47
19	1	102	19	1,013	\$.00	\$.00	172	3,258	39.04
20	4	106	30	1,093	\$.00	\$.00	166	3,350	40.61
21	3	109	63	1,156	\$.00	\$.00	165	3,465	42.15
22	1	110	22	1,178	\$.00	\$.00	164	3,508	43.65
23	4	114	92	1,270	\$.00	\$.00	160	3,530	45.15
24	5	119	120	1,390	\$.00	\$.00	155	3,720	46.61
25	2	121	50	1,440	\$.00	\$.00	153	3,825	48.02
26	5	126	130	1,570	\$.00	\$.00	148	3,848	49.42
27	4	130	108	1,678	\$.00	\$.00	144	3,998	50.77
28	5	135	140	1,818	\$.00	\$.00	139	3,892	52.08
29	2	137	58	1,876	\$.00	\$.00	137	3,973	53.35
30	5	142	150	2,026	\$.00	\$.00	132	3,760	54.60
31	3	145	93	2,119	\$.00	\$.00	129	3,999	55.80
32	5	150	160	2,279	\$.00	\$.00	124	3,956	56.98
33	2	152	65	2,345	\$.00	\$.00	122	4,026	58.11
34	3	155	102	2,447	\$.00	\$.00	119	4,046	59.22
35	1	156	35	2,482	\$.00	\$.00	118	4,130	60.31
36	1	157	36	2,518	\$.00	\$.00	117	4,212	61.39
37	7	166	333	2,851	\$.00	\$.00	108	3,996	62.45
38	1	167	38	2,889	\$.00	\$.00	107	4,066	63.44
40	4	171	160	3,049	\$.00	\$.00	103	4,120	65.39
41	4	175	164	3,213	\$.00	\$.00	99	4,059	66.33
42	1	176	42	3,255	\$.00	\$.00	98	4,116	67.23
43	4	180	172	3,427	\$.00	\$.00	94	4,042	68.12
44	2	182	88	3,515	\$.00	\$.00	92	4,048	68.98
45	4	186	180	3,695	\$.00	\$.00	88	3,960	69.82
46	5	191	230	3,925	\$.00	\$.00	83	3,818	70.62
47	1	192	47	3,972	\$.00	\$.00	82	3,854	71.38
48	3	195	144	4,116	\$.00	\$.00	79	3,792	72.13
49	3	198	147	4,263	\$.00	\$.00	76	3,724	72.85
50	2	200	100	4,363	\$.00	\$.00	74	3,700	73.54
51	3	203	153	4,516	\$.00	\$.00	71	3,621	74.22

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COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE= 1.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 07-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
52	2	203	104	4,620	\$.00	\$.00	69	3,589	8,203 74.97
53	1	203	33	4,673	\$.00	\$.00	68	3,604	8,277 75.49
55	2	204	110	4,763	\$.00	\$.00	65	3,630	8,413 76.73
56	1	207	56	4,830	\$.00	\$.00	65	3,640	8,479 77.34
57	5	214	235	5,124	\$.00	\$.00	60	3,420	8,544 77.93
58	2	215	116	5,240	\$.00	\$.00	56	3,354	8,504 78.48
59	3	219	177	5,417	\$.00	\$.00	55	3,245	8,552 79.01
61	1	220	61	5,478	\$.00	\$.00	54	3,294	8,772 80.01
62	1	221	62	5,540	\$.00	\$.00	53	3,286	8,826 80.50
63	2	223	126	5,666	\$.00	\$.00	51	3,213	8,879 80.99
64	2	225	129	5,734	\$.00	\$.00	49	3,136	8,930 81.45
65	1	225	65	5,859	\$.00	\$.00	48	3,120	8,979 81.90
66	2	226	132	5,931	\$.00	\$.00	46	3,075	9,027 82.34
67	1	227	67	6,058	\$.00	\$.00	45	3,015	9,073 82.76
71	2	231	142	6,200	\$.00	\$.00	43	3,053	9,253 84.40
72	2	233	144	6,344	\$.00	\$.00	41	2,952	9,295 84.79
73	2	235	140	6,430	\$.00	\$.00	39	2,847	9,337 85.16
74	1	235	74	6,504	\$.00	\$.00	34	2,812	9,375 85.52
75	1	237	75	6,577	\$.00	\$.00	37	2,775	9,414 85.87
76	2	238	152	6,731	\$.00	\$.00	35	2,650	9,451 86.20
77	1	240	77	6,806	\$.00	\$.00	34	2,613	9,486 86.52
78	2	242	158	7,025	\$.00	\$.00	32	2,523	9,554 87.14
83	1	243	83	7,107	\$.00	\$.00	31	2,573	9,682 88.31
84	1	244	84	7,173	\$.00	\$.00	30	2,520	9,713 88.57
85	1	245	85	7,274	\$.00	\$.00	29	2,474	9,773 89.14
87	1	245	87	7,356	\$.00	\$.00	28	2,436	9,802 89.40
90	1	247	90	7,456	\$.00	\$.00	27	2,430	9,885 90.17
101	1	248	101	7,557	\$.00	\$.00	26	2,626	10,183 92.88
105	1	249	106	7,653	\$.00	\$.00	25	2,650	10,313 94.07
103	1	250	108	7,771	\$.00	\$.00	24	2,592	10,363 94.52
110	2	252	220	7,931	\$.00	\$.00	22	2,470	10,411 94.96
112	1	253	112	8,103	\$.00	\$.00	21	2,352	10,455 95.35
114	1	254	114	8,217	\$.00	\$.00	20	2,230	10,497 95.74
117	1	255	117	8,334	\$.00	\$.00	19	2,223	10,557 96.29
118	1	256	118	8,452	\$.00	\$.00	18	2,124	10,576 96.46
119	1	257	119	8,571	\$.00	\$.00	17	2,023	10,594 96.63
124	1	258	124	8,695	\$.00	\$.00	16	1,984	10,679 97.40
126	2	260	252	8,947	\$.00	\$.00	14	1,764	10,711 97.70
127	1	261	127	9,074	\$.00	\$.00	13	1,651	10,725 97.82
128	1	262	128	9,202	\$.00	\$.00	12	1,536	10,738 97.94
129	1	263	129	9,331	\$.00	\$.00	11	1,419	10,750 98.05
130	1	264	130	9,461	\$.00	\$.00	10	1,300	10,761 98.15
136	1	265	136	9,597	\$.00	\$.00	9	1,224	10,821 98.70
139	2	267	278	9,875	\$.00	\$.00	7	973	10,848 98.95
141	2	269	282	10,157	\$.00	\$.00	5	705	10,862 99.07
148	1	270	148	10,305	\$.00	\$.00	4	592	10,897 99.39
154	1	271	154	10,459	\$.00	\$.00	3	462	10,921 99.61
159	2	273	318	10,777	\$.00	\$.00	1	159	10,936 99.75
186	1	274	186	10,563	\$.00	\$.00	0	0	10,963 100.00

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DATE: 1-13-95

P A T R O N A N A L Y S I S

PROGRAM: 10030

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE: 1.50

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION CONSOLIDATED	BLGCK PERCENT
0	5	5	0	0	\$.00	\$.00	222	0	0.00
1	1	6	1	1	\$.00	\$.00	221	221	1.53
2	2	8	4	5	\$.00	\$.00	219	438	3.05
5	5	13	25	30	\$.00	\$.00	214	1,070	7.53
6	5	18	30	60	\$.00	\$.00	209	1,254	9.05
7	3	21	21	81	\$.00	\$.00	206	1,442	10.50
8	1	22	8	89	\$.00	\$.00	205	1,540	11.92
9	2	24	18	107	\$.00	\$.00	203	1,527	13.33
10	2	26	26	127	\$.00	\$.00	201	2,010	14.73
13	1	27	13	140	\$.00	\$.00	200	2,500	18.99
15	2	29	30	170	\$.00	\$.00	198	2,773	21.65
17	1	30	17	187	\$.00	\$.00	197	3,349	24.38
19	4	34	76	263	\$.00	\$.00	193	3,567	27.10
20	2	36	40	303	\$.00	\$.00	191	3,320	28.43
21	2	38	42	345	\$.00	\$.00	189	3,969	29.75
22	2	40	44	389	\$.00	\$.00	187	4,114	31.05
24	2	42	42	437	\$.00	\$.00	185	4,440	33.63
25	2	44	50	487	\$.00	\$.00	183	4,575	34.91
26	2	46	52	539	\$.00	\$.00	181	4,730	35.17
27	3	49	91	620	\$.00	\$.00	178	4,305	37.42
28	4	53	112	732	\$.00	\$.00	174	4,372	38.54
29	2	55	58	790	\$.00	\$.00	172	4,993	39.84
30	3	58	90	880	\$.00	\$.00	169	5,070	41.03
32	5	63	160	1,040	\$.00	\$.00	164	5,248	43.36
33	5	68	165	1,205	\$.00	\$.00	159	5,247	44.49
34	3	71	132	1,337	\$.00	\$.00	156	5,304	45.59
35	6	77	210	1,547	\$.00	\$.00	150	5,250	46.66
36	9	86	324	1,871	\$.00	\$.00	141	5,076	47.70
38	2	88	76	1,947	\$.00	\$.00	139	5,282	49.64
39	6	94	234	2,181	\$.00	\$.00	133	5,187	50.60
40	6	100	240	2,391	\$.00	\$.00	127	5,080	51.52
41	1	101	41	2,432	\$.00	\$.00	126	5,166	52.40
42	3	104	126	2,558	\$.00	\$.00	123	5,156	53.26
43	1	105	43	2,601	\$.00	\$.00	122	5,246	54.11
44	2	107	88	2,689	\$.00	\$.00	120	5,280	54.95
45	4	111	100	2,667	\$.00	\$.00	116	5,220	55.78
46	3	114	130	3,007	\$.00	\$.00	113	5,199	56.58
47	3	117	141	3,148	\$.00	\$.00	110	5,170	57.36
48	1	118	48	3,196	\$.00	\$.00	109	5,232	58.12
49	3	121	147	3,343	\$.00	\$.00	106	5,194	58.87
51	2	123	102	3,445	\$.00	\$.00	104	5,304	60.33
52	3	126	156	3,601	\$.00	\$.00	101	5,252	61.05
53	2	128	106	3,707	\$.00	\$.00	99	5,247	61.75
54	2	130	108	3,815	\$.00	\$.00	97	5,238	62.43
55	2	132	110	3,925	\$.00	\$.00	95	5,225	63.10
56	3	135	168	4,093	\$.00	\$.00	92	5,152	63.75
57	2	137	114	4,207	\$.00	\$.00	90	5,130	64.39
58	1	138	58	4,265	\$.00	\$.00	89	5,162	65.01
60	2	140	120	4,385	\$.00	\$.00	87	5,220	66.24
62	2	142	124	4,509	\$.00	\$.00	85	5,270	67.44
63	1	143	63	4,572	\$.00	\$.00	84	5,292	68.02

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COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE: 1.50

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	* CONSUMPTION CONSOLIDATED * PERCENT		
64	2	145	129	4,700	\$0.00	\$0.00	82	5,248	9,948	69.60
65	1	145	55	4,705	\$0.00	\$0.00	81	5,255	10,030	69.17
66	1	147	66	4,831	\$0.00	\$0.00	80	5,280	10,111	69.73
67	1	143	67	4,898	\$0.00	\$0.00	79	5,293	10,191	70.28
68	2	150	135	5,034	\$0.00	\$0.00	77	5,236	10,270	70.92
69	1	151	59	5,103	\$0.00	\$0.00	76	5,244	10,347	71.35
70	1	152	70	5,173	\$0.00	\$0.00	75	5,250	10,423	71.33
72	3	155	216	5,209	\$0.00	\$0.00	72	5,134	10,573	72.31
73	3	158	219	5,608	\$0.00	\$0.00	69	5,037	10,645	73.41
74	2	160	148	5,756	\$0.00	\$0.00	67	4,958	10,714	73.88
76	1	161	76	5,832	\$0.00	\$0.00	66	5,016	10,848	74.31
79	2	163	158	5,990	\$0.00	\$0.00	64	5,056	11,045	76.17
80	2	165	160	6,150	\$0.00	\$0.00	62	4,960	11,110	76.62
81	1	165	31	6,201	\$0.00	\$0.00	61	4,941	11,172	77.04
84	1	167	24	6,315	\$0.00	\$0.00	60	5,040	11,355	78.31
85	1	169	85	6,400	\$0.00	\$0.00	59	5,015	11,415	78.72
86	1	169	86	6,425	\$0.00	\$0.00	58	4,988	11,474	79.13
89	2	171	175	6,654	\$0.00	\$0.00	56	4,954	11,549	80.33
90	1	172	90	6,754	\$0.00	\$0.00	55	4,950	11,704	80.71
91	1	173	91	6,845	\$0.00	\$0.00	54	4,914	11,750	81.09
92	2	175	196	7,041	\$0.00	\$0.00	52	5,026	12,137	83.70
101	2	177	232	7,243	\$0.00	\$0.00	50	5,050	12,293	84.77
103	1	179	103	7,346	\$0.00	\$0.00	49	5,047	12,393	85.46
105	1	179	105	7,451	\$0.00	\$0.00	48	5,040	12,491	86.14
107	1	180	107	7,553	\$0.00	\$0.00	47	5,029	12,597	86.80
108	2	182	216	7,774	\$0.00	\$0.00	45	4,860	12,534	87.13
109	1	183	109	7,883	\$0.00	\$0.00	44	4,796	12,679	87.44
110	1	184	110	7,993	\$0.00	\$0.00	43	4,730	12,723	87.74
111	1	185	111	8,104	\$0.00	\$0.00	42	4,662	12,766	88.04
114	1	186	114	8,218	\$0.00	\$0.00	41	4,574	12,892	88.91
115	2	188	230	8,448	\$0.00	\$0.00	39	4,485	12,933	89.19
116	1	189	116	8,564	\$0.00	\$0.00	38	4,408	12,972	89.46
117	2	191	234	8,778	\$0.00	\$0.00	35	4,212	13,010	89.72
118	3	194	354	9,152	\$0.00	\$0.00	33	3,894	13,046	89.97
124	1	195	124	9,276	\$0.00	\$0.00	32	3,968	13,244	91.33
125	1	195	125	9,401	\$0.00	\$0.00	31	3,975	13,276	91.55
130	1	197	130	9,531	\$0.00	\$0.00	30	3,900	13,431	92.62
134	2	199	268	9,799	\$0.00	\$0.00	28	3,752	13,551	93.45
135	1	200	135	9,934	\$0.00	\$0.00	27	3,645	13,579	93.64
137	1	201	137	10,071	\$0.00	\$0.00	26	3,562	13,633	94.02
139	1	202	139	10,210	\$0.00	\$0.00	25	3,475	13,685	94.37
140	2	204	280	10,490	\$0.00	\$0.00	23	3,220	13,710	94.55
143	2	206	286	10,776	\$0.00	\$0.00	21	3,003	13,779	95.02
147	2	208	294	11,070	\$0.00	\$0.00	19	2,793	13,863	95.60
153	1	209	153	11,223	\$0.00	\$0.00	18	2,754	13,977	96.39
155	2	211	310	11,533	\$0.00	\$0.00	16	2,480	14,013	96.64
156	1	212	156	11,689	\$0.00	\$0.00	15	2,340	14,029	96.75
165	2	214	330	12,019	\$0.00	\$0.00	13	2,145	14,164	97.68
167	1	215	167	12,186	\$0.00	\$0.00	12	2,004	14,190	97.86
170	1	215	170	12,356	\$0.00	\$0.00	11	1,970	14,226	98.11
175	1	217	175	12,531	\$0.00	\$0.00	10	1,750	14,281	98.48

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DATE: 1-13-79

CITY ANALYSIS

PROGRAM: T305

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE: 1.50

FLORIDA CITY WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * * * * * * * * * * * * * * *	BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
176	1	213	176	13,707	\$.07	\$.07	*	9	1,584	14,291	98.55
177	2	220	354	13,061	\$.07	\$.00	*	7	1,239	14,300	98.62
191	1	221	191	13,252	\$.00	\$.00	*	6	1,146	14,398	99.29
193	1	222	193	13,445	\$.00	\$.00	*	5	965	14,410	99.37
195	1	223	195	13,640	\$.00	\$.00	*	4	780	14,420	99.44
203	1	224	203	13,843	\$.00	\$.00	*	3	609	14,452	99.56
206	1	225	206	14,049	\$.00	\$.00	*	2	412	14,461	99.73
217	1	226	217	14,266	\$.00	\$.00	*	1	217	14,483	99.89
234	1	227	234	14,500	\$.00	\$.00	*	0	0	14,500	100.00

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COMPANY 1-1

FLORIDA CITIES WATER CO - FT. MYERS

CLASS: COMMERCIAL

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

METER SIZE: 2.00

1341

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
25	3	3	75	75	\$.00	\$.00	* 91	2,025	2,100	15.22
25	2	5	92	127	\$.00	\$.00	* 79	2,254	2,131	15.41
27	2	7	54	131	\$.00	\$.00	* 77	2,079	2,260	16.33
28	1	8	28	209	\$.00	\$.00	* 76	2,128	2,337	16.94
29	1	9	29	238	\$.00	\$.00	* 75	2,175	2,413	17.49
30	1	10	30	268	\$.00	\$.00	* 74	2,220	2,489	18.03
31	1	11	31	299	\$.00	\$.00	* 73	2,263	2,562	18.57
39	1	12	39	238	\$.00	\$.00	* 72	2,306	3,149	22.81
51	1	13	51	389	\$.00	\$.00	* 71	3,621	4,010	29.07
52	1	14	52	441	\$.00	\$.00	* 70	3,640	4,081	29.59
55	1	15	55	496	\$.00	\$.00	* 69	3,795	4,221	31.11
57	1	16	57	553	\$.00	\$.00	* 68	3,876	4,429	32.11
59	1	17	59	611	\$.00	\$.00	* 67	3,936	4,497	32.60
61	2	19	122	733	\$.00	\$.00	* 65	3,965	4,693	34.06
62	1	20	62	795	\$.00	\$.00	* 64	3,969	4,763	34.53
64	1	21	64	859	\$.00	\$.00	* 63	4,032	4,891	35.46
66	1	22	66	925	\$.00	\$.00	* 62	4,092	5,017	36.37
69	1	23	69	974	\$.00	\$.00	* 61	4,209	5,203	37.72
70	1	24	70	1,064	\$.00	\$.00	* 60	4,209	5,264	38.16
72	2	26	144	1,203	\$.00	\$.00	* 58	4,176	5,384	39.03
74	3	29	222	1,430	\$.00	\$.00	* 55	4,070	5,500	39.87
76	2	31	152	1,582	\$.00	\$.00	* 53	4,078	5,610	40.67
83	1	32	83	1,565	\$.00	\$.00	* 52	4,316	5,981	43.36
94	1	33	94	1,759	\$.00	\$.00	* 51	4,784	6,553	47.51
100	1	34	100	1,859	\$.00	\$.00	* 50	5,000	6,859	49.73
106	1	35	106	1,955	\$.00	\$.00	* 49	5,194	7,159	51.90
109	1	36	109	2,074	\$.00	\$.00	* 48	5,232	7,305	52.97
110	1	37	110	2,184	\$.00	\$.00	* 47	5,170	7,354	53.32
111	1	38	111	2,295	\$.00	\$.00	* 46	5,106	7,401	53.66
116	2	40	232	2,527	\$.00	\$.00	* 44	5,104	7,631	55.32
121	1	41	121	2,648	\$.00	\$.00	* 43	5,203	7,851	56.92
125	2	43	250	2,898	\$.00	\$.00	* 41	5,125	8,023	58.17
131	1	44	131	3,029	\$.00	\$.00	* 40	5,240	8,269	59.95
134	2	46	268	3,297	\$.00	\$.00	* 38	5,092	8,389	60.82
141	2	48	282	3,579	\$.00	\$.00	* 36	5,076	8,655	62.75
145	1	49	145	3,724	\$.00	\$.00	* 35	5,075	8,799	63.79
159	1	50	159	3,883	\$.00	\$.00	* 34	5,406	9,289	67.35
161	2	52	322	4,205	\$.00	\$.00	* 32	5,152	9,357	67.84
166	1	53	166	4,371	\$.00	\$.00	* 31	5,146	9,517	69.00
170	1	54	170	4,541	\$.00	\$.00	* 30	5,100	9,641	69.90
171	1	55	171	4,712	\$.00	\$.00	* 29	4,959	9,671	70.12
180	1	56	180	4,892	\$.00	\$.00	* 28	5,040	9,932	72.01
210	1	57	210	5,102	\$.00	\$.00	* 27	5,670	10,772	78.10
243	1	58	243	5,345	\$.00	\$.00	* 26	6,318	11,663	84.56
255	1	59	255	5,600	\$.00	\$.00	* 25	6,375	11,975	86.82
270	1	60	270	5,870	\$.00	\$.00	* 24	6,480	12,350	89.54
278	1	61	278	6,148	\$.00	\$.00	* 23	6,394	12,342	90.93
280	1	62	280	6,428	\$.00	\$.00	* 22	6,160	12,588	91.27
285	1	63	285	6,713	\$.00	\$.00	* 21	5,985	12,699	92.06
289	1	64	289	7,002	\$.00	\$.00	* 20	5,790	12,732	92.67
292	1	65	292	7,274	\$.00	\$.00	* 19	5,548	12,842	93.11

DATE: 1-13-93

DATE ANALYSIS

PROGRAM: 1305

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE= 2.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 01-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
293	2	67	536	7,830	\$4.00	\$4.00	* 17	4,921	12,861	93.24
298	1	68	298	8,128	\$4.00	\$8.00	* 16	4,768	12,946	93.86
300	2	70	600	8,728	\$4.00	\$12.00	* 14	4,200	13,978	94.09
305	1	71	375	9,103	\$4.00	\$16.00	* 13	3,965	13,043	94.60
310	1	72	310	9,413	\$4.00	\$20.00	* 12	3,720	13,113	95.07
324	1	73	324	9,737	\$4.00	\$24.00	* 11	3,564	13,281	96.29
328	1	74	328	10,065	\$4.00	\$28.00	* 10	3,280	13,325	96.61
332	1	75	332	10,397	\$4.00	\$32.00	* 9	2,983	13,365	96.90
336	1	76	336	10,733	\$4.00	\$36.00	* 8	2,688	13,401	97.16
341	2	78	682	11,395	\$4.00	\$40.00	* 6	2,046	13,441	97.45
352	1	79	352	11,757	\$4.00	\$44.00	* 5	1,910	13,567	98.36
373	1	80	373	12,130	\$4.00	\$48.00	* 4	1,492	13,622	98.75
397	1	81	397	12,527	\$4.00	\$52.00	* 3	1,141	13,678	99.17
412	1	82	412	12,939	\$4.00	\$56.00	* 2	824	13,753	99.71
413	1	83	413	13,352	\$4.00	\$60.00	* 1	413	13,755	99.73
450	1	84	450	13,792	\$4.00	\$64.00	* 0	0	13,792	100.00

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DATE: 1-13-75

RATE ANALYSIS

PROGRAM: 1305

COMPANY 1-1
CLASS: COMMERCIAL
METER SIZE= 3.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * PILLS	* CONSUMPTION * CONSOLIDATED	BLOCK PERCENT
229	1	1	229	229	\$0.00	\$0.00	*	23	52.71
275	1	2	275	504	\$0.00	\$0.00	*	22	52.96
290	1	3	290	774	\$0.00	\$0.00	*	21	56.03
305	1	4	305	1,099	\$0.00	\$0.00	*	20	69.05
306	1	5	306	1,405	\$0.00	\$0.00	*	19	69.24
320	1	6	320	1,725	\$0.00	\$0.00	*	18	71.79
322	1	7	322	2,047	\$0.00	\$0.00	*	17	72.14
339	1	8	339	2,385	\$0.00	\$0.00	*	15	74.75
350	1	9	350	2,735	\$0.00	\$0.00	*	15	76.59
356	1	10	356	3,091	\$0.00	\$0.00	*	14	77.45
362	1	11	362	3,453	\$0.00	\$0.00	*	13	78.25
422	1	12	422	3,875	\$0.00	\$0.00	*	12	85.74
430	1	13	430	4,305	\$0.00	\$0.00	*	11	85.66
443	1	14	443	4,748	\$0.00	\$0.00	*	10	88.03
452	1	15	452	5,200	\$0.00	\$0.00	*	9	88.90
486	1	16	486	5,686	\$0.00	\$0.00	*	8	91.83
497	1	17	497	6,183	\$0.00	\$0.00	*	7	92.69
555	1	18	555	6,738	\$0.00	\$0.00	*	6	96.57
556	1	19	556	7,274	\$0.00	\$0.00	*	5	96.63
584	1	20	584	7,879	\$0.00	\$0.00	*	4	97.37
593	1	21	593	8,471	\$0.00	\$0.00	*	3	98.32
600	1	22	600	9,071	\$0.00	\$0.00	*	2	98.52
603	1	23	603	9,674	\$0.00	\$0.00	*	1	98.59
751	1	24	751	10,425	\$0.00	\$0.00	*	0	100.00

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DATE: 1-13-75

RATE ANALYSIS

PROGRAM: 100

COMPANY 1-1

FLORIDA CITIES WATER CO - FT. MYERS

CLASS: MULTI-FAMILY

METER SIZE: 1.00

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * * BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT	
1	1	1	1	1	\$.00	\$.00	23	23	24	3.59
4	1	2	4	5	\$.00	\$.00	22	38	93	13.94
5	3	5	15	20	\$.00	\$.00	19	95	115	17.24
6	1	5	6	26	\$.00	\$.00	18	109	134	20.09
7	1	7	7	33	\$.00	\$.00	17	119	152	22.73
10	2	9	20	53	\$.00	\$.00	15	150	203	30.43
11	1	10	11	64	\$.00	\$.00	14	154	218	32.68
12	2	12	24	88	\$.00	\$.00	12	144	232	34.73
20	1	13	20	108	\$.00	\$.00	11	220	328	49.17
29	2	15	59	166	\$.00	\$.00	9	261	427	64.01
33	1	15	33	199	\$.00	\$.00	8	264	463	69.41
41	1	17	41	240	\$.00	\$.00	7	287	527	79.01
42	1	13	42	282	\$.00	\$.00	6	252	534	80.05
46	1	17	45	327	\$.00	\$.00	5	230	558	83.65
59	1	20	59	387	\$.00	\$.00	4	236	623	93.40
62	1	21	62	449	\$.00	\$.00	3	186	635	95.20
64	1	22	64	513	\$.00	\$.00	2	128	641	96.10
75	1	23	75	588	\$.00	\$.00	1	75	653	99.49
77	1	24	77	667	\$.00	\$.00	0	0	667	100.00

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DATE: 1-13-95

RATE ANALYSIS

PROGRAM 1005

COMPANY 1-1
CLASS: MULTI-FAMILY
METER SIZE: 1.50

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-10

(SEEK? REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
0	1	1	0	0	\$0.00	\$0.00	299	0	0.00
5	1	2	5	5	\$0.00	\$0.00	298	1,490	15.59
6	2	4	12	17	\$0.00	\$0.00	296	1,776	18.70
7	3	7	21	38	\$0.00	\$0.00	293	2,051	21.79
8	6	13	49	36	\$0.00	\$0.00	237	2,296	24.84
9	5	17	54	140	\$0.00	\$0.00	291	2,529	27.83
10	10	27	100	240	\$0.00	\$0.00	271	2,710	30.76
11	7	33	99	333	\$0.00	\$0.00	262	2,982	33.57
12	12	50	144	493	\$0.00	\$0.00	250	3,000	36.32
13	6	50	78	561	\$0.00	\$0.00	244	3,172	38.93
14	7	63	93	659	\$0.00	\$0.00	237	3,310	41.47
15	12	75	180	839	\$0.00	\$0.00	225	3,375	43.95
16	7	82	112	951	\$0.00	\$0.00	212	3,488	46.27
17	12	94	204	1,155	\$0.00	\$0.00	206	3,502	48.57
18	13	107	234	1,389	\$0.00	\$0.00	193	3,474	50.71
19	12	119	228	1,617	\$0.00	\$0.00	181	3,439	52.73
20	10	127	200	1,817	\$0.00	\$0.00	171	3,420	54.62
21	7	133	119	2,005	\$0.00	\$0.00	162	3,402	56.40
22	7	147	172	2,204	\$0.00	\$0.00	153	3,366	58.09
23	8	155	134	2,333	\$0.00	\$0.00	145	3,335	59.68
24	10	165	240	2,529	\$0.00	\$0.00	135	3,240	61.20
25	7	172	175	2,803	\$0.00	\$0.00	128	3,200	62.60
26	11	183	226	3,089	\$0.00	\$0.00	117	3,042	63.94
27	9	192	243	3,332	\$0.00	\$0.00	108	2,916	65.15
28	5	197	140	3,472	\$0.00	\$0.00	103	2,894	66.29
29	8	205	232	3,704	\$0.00	\$0.00	95	2,755	67.36
30	8	213	240	3,944	\$0.00	\$0.00	87	2,610	68.35
31	2	215	62	4,006	\$0.00	\$0.00	85	2,535	69.26
32	5	220	160	4,166	\$0.00	\$0.00	80	2,560	70.15
33	2	222	66	4,232	\$0.00	\$0.00	79	2,574	70.98
34	5	227	170	4,402	\$0.00	\$0.00	73	2,492	71.79
35	3	230	105	4,507	\$0.00	\$0.00	70	2,450	72.55
36	5	235	190	4,637	\$0.00	\$0.00	65	2,340	73.29
37	1	236	37	4,724	\$0.00	\$0.00	64	2,368	73.96
39	2	238	78	4,802	\$0.00	\$0.00	62	2,418	75.30
40	3	241	120	4,922	\$0.00	\$0.00	59	2,360	75.94
41	4	245	154	5,086	\$0.00	\$0.00	55	2,255	76.56
42	1	246	42	5,128	\$0.00	\$0.00	54	2,268	77.13
43	4	250	172	5,300	\$0.00	\$0.00	50	2,150	77.70
45	1	251	45	5,345	\$0.00	\$0.00	49	2,205	78.74
46	2	253	92	5,437	\$0.00	\$0.00	47	2,162	79.25
47	2	255	94	5,531	\$0.00	\$0.00	45	2,115	79.74
48	1	256	48	5,579	\$0.00	\$0.00	44	2,112	80.21
49	1	257	49	5,628	\$0.00	\$0.00	43	2,107	80.67
50	1	258	50	5,678	\$0.00	\$0.00	42	2,100	81.12
51	2	260	102	5,780	\$0.00	\$0.00	40	2,040	81.56
52	1	261	52	5,832	\$0.00	\$0.00	39	2,028	81.97
56	1	262	56	5,888	\$0.00	\$0.00	38	2,128	83.60
57	1	263	57	5,945	\$0.00	\$0.00	37	2,109	84.00
58	1	264	58	6,003	\$0.00	\$0.00	36	2,098	84.38
60	1	265	60	6,063	\$0.00	\$0.00	35	2,100	85.13

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DATE: 1-13-95

RATE ANALYSIS

PROGRAM: 1305

COMPANY 1-1
CLASS: MULTI-FAMILY
METER SIZE= 1.50

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-11

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION	CONSOLIDATED	BLECK PERCENT
63	1	265	63	6,125	\$0.00	\$0.00	*	34	2,142	8,263 96.23
66	2	263	132	5,253	\$0.00	\$0.00	*	32	2,112	7,370 97.29
68	2	270	136	6,304	\$0.00	\$0.00	*	30	2,040	8,344 97.76
72	1	271	72	5,456	\$0.00	\$0.00	*	29	2,038	7,554 99.21
75	2	273	150	6,616	\$0.00	\$0.00	*	27	2,025	8,641 90.12
77	2	275	154	5,770	\$0.00	\$0.00	*	25	1,925	7,695 90.63
72	1	275	78	6,848	\$0.00	\$0.00	*	24	1,872	8,720 90.94
81	1	277	81	6,929	\$0.00	\$0.00	*	23	1,863	8,792 91.69
85	1	278	85	7,014	\$0.00	\$0.00	*	22	1,870	8,884 92.65
87	2	280	174	7,188	\$0.00	\$0.00	*	20	1,740	8,928 93.11
90	1	281	90	7,278	\$0.00	\$0.00	*	19	1,710	8,988 93.74
92	1	282	92	7,370	\$0.00	\$0.00	*	18	1,656	9,026 94.13
105	1	283	105	7,475	\$0.00	\$0.00	*	17	1,745	9,250 96.57
106	1	284	106	7,531	\$0.00	\$0.00	*	16	1,696	9,277 96.75
107	1	285	107	7,633	\$0.00	\$0.00	*	15	1,605	9,293 96.92
108	1	286	108	7,736	\$0.00	\$0.00	*	14	1,512	9,308 97.07
109	1	287	109	7,805	\$0.00	\$0.00	*	13	1,417	9,322 97.22
110	2	287	220	8,125	\$0.00	\$0.00	*	11	1,210	9,335 97.35
113	1	290	113	9,233	\$0.00	\$0.00	*	10	1,130	9,362 97.70
115	2	292	230	8,453	\$0.00	\$0.00	*	8	920	9,333 97.91
125	2	294	250	8,719	\$0.00	\$0.00	*	5	750	9,469 98.74
127	1	295	127	8,845	\$0.00	\$0.00	*	5	635	9,480 98.87
129	1	295	129	8,974	\$0.00	\$0.00	*	4	516	9,490 98.97
131	1	297	131	9,105	\$0.00	\$0.00	*	3	393	9,499 99.06
133	1	295	133	9,238	\$0.00	\$0.00	*	2	260	9,504 99.12
155	1	297	155	9,403	\$0.00	\$0.00	*	1	165	9,568 99.79
185	1	300	185	9,588	\$0.00	\$0.00	*	0	0	9,588 100.00

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COMPANY 1-1
CLASS: MULTI-FAMILY
METER SIZE= 2.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 07-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
0	3	3	0	0	\$0.00	\$0.00	93	0	0	0.00
15	1	4	15	15	\$0.00	\$0.00	92	1,390	1,395	10.00
16	1	5	16	31	\$0.00	\$0.00	91	1,456	1,437	10.66
17	2	7	34	65	\$0.00	\$0.00	89	1,513	1,578	11.31
18	3	10	54	117	\$0.00	\$0.00	86	1,548	1,567	11.95
19	1	11	19	138	\$0.00	\$0.00	95	1,615	1,753	12.56
20	1	12	20	159	\$0.00	\$0.00	84	1,630	1,838	13.17
28	1	13	29	186	\$0.00	\$0.00	83	2,324	2,510	17.96
33	1	14	33	219	\$0.00	\$0.00	82	2,706	2,925	20.97
35	1	15	35	254	\$0.00	\$0.00	81	2,835	3,089	22.14
37	1	16	37	291	\$0.00	\$0.00	80	2,950	3,251	23.30
56	1	17	56	347	\$0.00	\$0.00	79	4,424	4,771	34.20
58	1	18	58	405	\$0.00	\$0.00	78	4,524	4,929	35.33
59	1	19	59	464	\$0.00	\$0.00	77	4,543	5,007	35.89
61	1	20	61	525	\$0.00	\$0.00	76	4,636	5,161	37.00
62	1	21	62	587	\$0.00	\$0.00	75	4,650	5,237	37.54
63	1	22	63	650	\$0.00	\$0.00	74	4,652	5,312	38.08
67	2	24	134	784	\$0.00	\$0.00	72	4,824	5,508	40.20
68	1	25	68	852	\$0.00	\$0.00	71	4,829	5,589	40.72
71	1	26	71	923	\$0.00	\$0.00	70	4,970	5,893	42.24
74	2	28	149	1,071	\$0.00	\$0.00	68	5,032	6,103	43.75
75	1	29	75	1,146	\$0.00	\$0.00	67	5,025	6,171	44.24
78	1	30	78	1,224	\$0.00	\$0.00	66	5,148	6,372	45.68
77	1	31	77	1,303	\$0.00	\$0.00	65	5,135	6,433	46.15
81	1	32	81	1,384	\$0.00	\$0.00	64	5,194	6,583	47.08
82	1	33	82	1,465	\$0.00	\$0.00	63	5,166	6,632	47.54
83	1	34	83	1,547	\$0.00	\$0.00	62	5,146	6,595	47.99
85	1	35	85	1,634	\$0.00	\$0.00	61	5,185	6,819	48.88
87	3	38	261	1,895	\$0.00	\$0.00	58	5,046	6,941	49.76
89	2	40	178	2,073	\$0.00	\$0.00	56	4,984	7,057	50.59
92	1	41	92	2,165	\$0.00	\$0.00	55	5,060	7,225	51.79
98	1	42	98	2,263	\$0.00	\$0.00	54	5,292	7,555	54.16
111	1	43	111	2,374	\$0.00	\$0.00	53	5,893	8,257	59.17
112	1	44	112	2,486	\$0.00	\$0.00	52	5,824	8,310	59.57
120	1	45	120	2,606	\$0.00	\$0.00	51	6,120	8,726	62.56
122	1	46	122	2,728	\$0.00	\$0.00	50	6,100	8,828	63.29
132	1	47	132	2,860	\$0.00	\$0.00	49	6,468	9,328	66.97
133	1	48	133	2,993	\$0.00	\$0.00	48	6,384	9,377	67.22
134	1	49	134	3,127	\$0.00	\$0.00	47	6,298	9,425	67.57
140	1	50	140	3,267	\$0.00	\$0.00	46	6,440	9,707	69.59
143	1	51	143	3,410	\$0.00	\$0.00	45	6,435	9,845	70.58
144	1	52	144	3,554	\$0.00	\$0.00	44	6,336	9,890	70.90
149	1	53	149	3,703	\$0.00	\$0.00	43	6,407	10,110	72.48
151	1	54	151	3,854	\$0.00	\$0.00	42	6,352	10,196	73.10
156	2	56	312	4,166	\$0.00	\$0.00	40	6,240	10,406	74.60
157	1	57	157	4,323	\$0.00	\$0.00	39	6,123	10,446	74.89
158	1	58	158	4,481	\$0.00	\$0.00	38	6,004	10,485	75.17
159	1	59	159	4,640	\$0.00	\$0.00	37	5,883	10,523	75.44
160	1	60	160	4,800	\$0.00	\$0.00	36	5,760	10,560	75.70
165	2	62	330	5,130	\$0.00	\$0.00	34	5,610	10,740	77.00
169	1	63	169	5,299	\$0.00	\$0.00	33	5,577	10,876	77.97

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DATE: 1-13-93

R A T I O A N A L Y S I S

PROGRAM: 1305

COMPANY 1-1
CLASS: MULTI-FAMILY
METER SIZE= 2.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 07-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
170	1	64	170	5,452	\$.00	\$.00	32	5,440	10,909 79.21
172	1	65	172	5,641	\$.00	\$.00	31	5,332	10,973 78.67
176	1	66	176	5,817	\$.00	\$.00	30	5,260	11,097 79.55
186	1	67	186	6,033	\$.00	\$.00	29	5,394	11,397 81.71
187	1	68	187	6,190	\$.00	\$.00	28	5,236	11,426 81.91
190	1	69	190	6,380	\$.00	\$.00	27	5,130	11,510 82.52
198	2	71	396	6,774	\$.00	\$.00	25	4,950	11,726 84.06
200	1	72	200	6,976	\$.00	\$.00	24	4,900	11,776 84.42
203	1	73	203	7,179	\$.00	\$.00	23	4,569	11,848 84.94
210	1	74	210	7,389	\$.00	\$.00	22	4,620	12,009 86.09
217	1	75	217	7,606	\$.00	\$.00	21	4,557	12,163 87.20
220	1	76	220	7,826	\$.00	\$.00	20	4,400	12,225 87.65
239	1	77	239	8,065	\$.00	\$.00	19	4,541	12,506 93.37
242	2	79	484	8,549	\$.00	\$.00	17	4,114	12,663 90.78
244	1	80	244	8,793	\$.00	\$.00	16	3,904	12,697 91.03
262	1	81	262	9,055	\$.00	\$.00	15	3,930	12,985 93.09
263	1	82	263	9,318	\$.00	\$.00	14	3,682	13,000 93.20
265	1	83	265	9,584	\$.00	\$.00	13	3,458	13,042 93.50
274	1	84	274	9,859	\$.00	\$.00	12	3,288	13,146 94.25
285	3	87	855	10,713	\$.00	\$.00	9	2,565	13,273 95.19
297	1	89	297	11,010	\$.00	\$.00	8	2,376	13,366 95.97
306	1	89	306	11,316	\$.00	\$.00	7	2,142	13,458 96.48
308	1	90	308	11,624	\$.00	\$.00	6	1,846	13,472 96.58
315	1	91	315	11,939	\$.00	\$.00	5	1,575	13,514 96.83
328	1	92	328	12,267	\$.00	\$.00	4	1,312	13,579 97.35
332	1	93	332	12,599	\$.00	\$.00	3	996	13,595 97.46
336	1	94	336	12,935	\$.00	\$.00	2	672	13,607 97.55
347	1	95	347	13,282	\$.00	\$.00	1	347	13,629 97.71
666	1	96	666	13,948	\$.00	\$.00	0	0	13,948 100.00

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DATE: 1-13-75

RATE ANALYSIS

PROGRAM: 305

COMPANY 1-1
CLASS: MULTI-FAMILY
METER SIZE: 3.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT	
14	1	1	14	14	\$.00	\$.00	47	659	672	7.24
48	1	2	48	62	\$.00	\$.00	46	2,208	2,270	24.47
53	1	3	53	115	\$.00	\$.00	45	2,335	2,500	26.95
54	1	4	54	169	\$.00	\$.00	44	2,376	2,545	27.44
57	2	6	114	283	\$.00	\$.00	42	2,394	2,577	26.86
72	2	8	144	427	\$.00	\$.00	40	2,880	3,307	35.65
78	1	9	78	505	\$.00	\$.00	39	3,042	3,547	38.24
84	1	10	84	589	\$.00	\$.00	38	3,192	3,781	40.76
107	1	11	107	696	\$.00	\$.00	37	3,959	4,655	50.19
114	1	12	114	810	\$.00	\$.00	36	4,104	4,914	52.98
116	1	13	116	926	\$.00	\$.00	35	4,060	4,986	53.76
120	1	14	120	1,046	\$.00	\$.00	34	4,080	5,126	55.27
138	1	15	138	1,184	\$.00	\$.00	33	4,554	5,739	61.37
143	1	16	143	1,327	\$.00	\$.00	32	4,576	5,903	53.65
145	1	17	145	1,472	\$.00	\$.00	31	4,495	5,967	64.34
154	1	18	154	1,626	\$.00	\$.00	30	4,620	6,246	57.34
166	1	19	166	1,792	\$.00	\$.00	29	4,914	6,605	71.23
172	1	20	172	1,964	\$.00	\$.00	28	4,815	5,780	73.10
175	1	21	175	2,139	\$.00	\$.00	27	4,725	6,864	74.01
191	1	22	191	2,330	\$.00	\$.00	26	4,966	7,276	78.67
192	1	23	192	2,522	\$.00	\$.00	25	4,800	7,322	78.95
196	1	24	196	2,718	\$.00	\$.00	24	4,704	7,422	90.03
203	1	25	203	2,921	\$.00	\$.00	23	4,669	7,590	81.84
204	1	26	204	3,125	\$.00	\$.00	22	4,488	7,613	82.08
210	1	27	210	3,335	\$.00	\$.00	21	4,410	7,745	83.51
215	1	28	215	3,550	\$.00	\$.00	20	4,300	7,950	84.64
222	1	29	222	3,772	\$.00	\$.00	19	4,218	7,990	86.15
231	1	30	231	4,003	\$.00	\$.00	18	4,158	8,161	87.99
240	1	31	240	4,243	\$.00	\$.00	17	4,080	8,323	89.74
246	1	32	246	4,489	\$.00	\$.00	16	3,936	8,425	90.84
249	1	33	249	4,738	\$.00	\$.00	15	3,735	8,473	91.36
254	1	34	254	4,992	\$.00	\$.00	14	3,556	8,548	92.17
256	1	35	256	5,248	\$.00	\$.00	13	3,323	8,576	92.47
261	1	36	261	5,509	\$.00	\$.00	12	3,132	8,641	93.17
263	1	37	263	5,772	\$.00	\$.00	11	2,893	8,665	93.43
278	2	37	556	6,329	\$.00	\$.00	9	2,502	8,830	95.21
301	1	40	301	6,629	\$.00	\$.00	8	2,408	9,037	97.44
304	1	41	304	6,933	\$.00	\$.00	7	2,129	9,061	97.70
312	1	42	312	7,245	\$.00	\$.00	6	1,872	9,117	98.30
320	1	43	320	7,565	\$.00	\$.00	5	1,600	9,165	98.82
327	2	45	654	8,219	\$.00	\$.00	3	981	9,200	99.20
329	1	46	329	8,548	\$.00	\$.00	2	658	9,206	99.26
339	1	47	339	8,887	\$.00	\$.00	1	339	9,226	99.48
387	1	48	387	9,274	\$.00	\$.00	0	0	9,274	100.00

DATE: 11-13-95

RATE ANALYSIS

PROGRAM 1305

COMPANY 1-1
CLASS: MULTI-FAMILY
METER SIZE= 4.0L

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
51	1	1	51	51	\$.00	\$.00	* 35	1,795	1,930	13.10
57	1	2	57	108	\$.00	\$.00	* 34	1,719	2,346	14.60
65	1	3	65	173	\$.00	\$.00	* 33	2,145	2,319	16.54
68	2	5	136	209	\$.00	\$.00	* 31	2,108	2,417	17.24
86	1	6	86	295	\$.00	\$.00	* 30	2,580	2,975	21.23
89	1	7	89	434	\$.00	\$.00	* 29	2,551	3,065	21.97
93	1	8	93	577	\$.00	\$.00	* 29	2,604	3,181	22.70
113	1	9	113	690	\$.00	\$.00	* 27	3,051	3,741	26.69
121	1	10	121	811	\$.00	\$.00	* 26	3,146	3,957	28.23
127	1	11	127	938	\$.00	\$.00	* 25	3,175	4,113	29.35
141	1	12	141	1,079	\$.00	\$.00	* 24	3,394	4,463	31.84
228	1	13	228	1,307	\$.00	\$.00	* 23	5,244	6,551	46.74
270	1	14	270	1,577	\$.00	\$.00	* 22	5,940	7,517	53.64
277	1	15	277	1,854	\$.00	\$.00	* 21	5,817	7,571	54.74
292	1	16	292	2,146	\$.00	\$.00	* 20	5,840	7,936	56.93
297	1	17	297	2,443	\$.00	\$.00	* 19	5,643	8,086	57.70
316	1	18	316	2,759	\$.00	\$.00	* 18	5,689	8,447	60.27
359	1	19	359	3,118	\$.00	\$.00	* 17	6,103	9,321	65.80
401	1	20	401	3,519	\$.00	\$.00	* 16	6,416	9,935	70.99
427	1	21	427	3,945	\$.00	\$.00	* 15	6,405	10,351	73.36
534	1	22	534	4,430	\$.00	\$.00	* 14	7,476	11,956	85.32
540	1	23	540	4,970	\$.00	\$.00	* 13	7,020	12,040	85.92
561	1	24	561	5,531	\$.00	\$.00	* 12	6,732	12,313	87.86
591	1	25	591	6,122	\$.00	\$.00	* 11	6,391	12,553	89.53
607	1	26	607	6,729	\$.00	\$.00	* 10	6,070	12,839	91.62
615	1	27	615	7,344	\$.00	\$.00	* 9	5,535	12,919	92.19
640	1	28	640	7,984	\$.00	\$.00	* 8	5,120	13,144	93.79
654	1	29	654	8,638	\$.00	\$.00	* 7	4,578	13,255	94.59
663	1	30	663	9,301	\$.00	\$.00	* 6	3,978	13,319	95.04
675	1	31	675	10,016	\$.00	\$.00	* 5	3,375	13,391	95.56
698	1	32	698	10,714	\$.00	\$.00	* 4	2,792	13,506	96.38
738	1	33	738	11,452	\$.00	\$.00	* 3	2,214	13,665	97.52
770	1	34	770	12,222	\$.00	\$.00	* 2	1,540	13,762	98.20
817	1	35	817	13,039	\$.00	\$.00	* 1	817	13,856	98.87
974	1	36	974	14,013	\$.00	\$.00	* 0	0	14,013	100.00

DATE: 1-13-95

RATE ANALYSIS

PROGRAM 1305

COMPANY 1-1
CLASS: PUBLIC-AUTHORITY
METER SIZE= 1.50

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(SEWER REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED * BILLS	CONSUMPTION CONSOLIDATED	BLOCK PERCENT
1	1	1	1	1	\$.00	\$.00	23	23	24 1.91
2	1	2	2	3	\$.00	\$.00	22	44	47 3.55
6	1	3	6	9	\$.00	\$.00	21	126	135 10.20
7	1	4	7	15	\$.00	\$.00	20	140	156 11.79
8	2	6	15	32	\$.00	\$.00	18	144	176 13.30
9	3	9	27	59	\$.00	\$.00	15	135	194 14.56
12	1	10	12	71	\$.00	\$.00	14	166	232 18.06
18	1	11	18	89	\$.00	\$.00	13	234	323 24.51
43	1	12	43	132	\$.00	\$.00	12	515	649 48.97
65	1	13	65	197	\$.00	\$.00	11	715	912 68.93
71	1	14	71	268	\$.00	\$.00	10	710	978 73.92
84	1	15	84	352	\$.00	\$.00	9	756	1,109 83.74
86	1	16	86	439	\$.00	\$.00	9	659	1,126 85.10
90	1	17	90	528	\$.00	\$.00	7	630	1,153 87.52
102	2	19	204	732	\$.00	\$.00	5	510	1,242 93.97
103	1	20	103	835	\$.00	\$.00	4	412	1,247 94.25
105	1	21	105	940	\$.00	\$.00	3	315	1,255 94.36
106	1	22	106	1,046	\$.00	\$.00	2	212	1,253 95.03
119	1	23	119	1,165	\$.00	\$.00	1	119	1,254 95.05
158	1	24	158	1,323	\$.00	\$.00	0	0	1,323 100.00

DATE: -13-79

RATE ANALYSIS

PROGRAM: 01305

COMPANY 1-1
CLASS: PUBLIC-AUTHORITY
METER SIZE= 2.00

FLORIDA CITIES WATER CO - FT. MYERS

PERIOD: 02-13

(GENER. REGARDLESS OF WATER)

GALLONS (CLASS)	BILLS	CUMULATIVE BILLS	CUMULATIVE GALLONS	CUMULATIVE GALLONS	REVENUE	CUMULATIVE REVENUE	* REVERSED BILLS	CONSUMPTION	CONSOLIDATED	BLOCK PERCENT
7	1	1	7	7	\$.00	\$.00	23	161	169	8.75
10	1	2	10	17	\$.00	\$.00	22	220	237	12.35
41	2	4	82	99	\$.00	\$.00	20	320	319	47.76
58	1	5	58	157	\$.00	\$.00	19	1,102	1,259	55.70
63	1	5	63	220	\$.00	\$.00	19	1,134	1,354	70.55
71	1	7	71	291	\$.00	\$.00	17	1,297	1,499	78.18
73	2	9	146	437	\$.00	\$.00	15	1,095	1,532	79.95
77	1	10	77	514	\$.00	\$.00	14	1,073	1,592	93.09
79	1	11	79	593	\$.00	\$.00	13	1,027	1,620	84.55
82	1	12	82	675	\$.00	\$.00	12	984	1,659	86.58
87	2	14	174	849	\$.00	\$.00	10	870	1,719	89.71
92	2	16	184	1,033	\$.00	\$.00	8	735	1,769	92.32
93	1	17	93	1,126	\$.00	\$.00	7	651	1,777	92.74
100	1	18	100	1,225	\$.00	\$.00	6	600	1,826	95.30
104	1	19	104	1,330	\$.00	\$.00	5	520	1,850	96.55
108	1	20	108	1,438	\$.00	\$.00	4	432	1,870	97.59
111	1	21	111	1,549	\$.00	\$.00	3	333	1,892	96.22
112	1	22	112	1,661	\$.00	\$.00	2	224	1,885	73.39
126	1	23	126	1,787	\$.00	\$.00	1	126	1,913	99.34
129	1	24	129	1,916	\$.00	\$.00	0	0	1,916	100.00

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Gallons of Wastewater Treated
 In Thousands of Gallons
 File: NFMF.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission

Schedule F-2
 Page 1 of 1
 Preparer: Coel

Explanation: Provide a schedule of gallons of wastewater treated by individual plant for each month of the test year. Flow data should match the the monthly operating reports sent to DER.

Line No.	Month/Year	(1)	(2) Individual Plant Flows (000)				(6)
		WWTP#1	Plant No.	Plant No.	Plant No.	Plant No.	Total Flows (000)
1	JAN 1994	27,345	0	0	0	0	27,345
2	FEB	24,962	0	0	0	0	24,962
3	MAR	27,667	0	0	0	0	27,667
4	APR	26,886	0	0	0	0	26,886
5	MAY	24,561	0	0	0	0	24,561
6	JUN	24,497	0	0	0	0	24,497
7	JUL	29,231	0	0	0	0	29,231
8	AUG	31,417	0	0	0	0	31,417
9	SEP	35,259	0	0	0	0	35,259
10	OCT	32,582	0	0	0	0	32,582
11	NOV	29,151	0	0	0	0	29,151
12	DEC	30,322	0	0	0	0	30,322
13							
14	Total	343,880	0	0	0	0	343,880
15							
16							
17	Maximum Month	35,259	0	0	0	0	35,259
18							
19	Daily Average during Maximum Month	1,175	0	0	0	0	1,175
20							
21	Daily Average during the Year	942	0	0	0	0	942

Wastewater Treatment Plant Data
 File: NFMF.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule F-4
 Page 1 of 1
 Preparer: Coel

Explanation: Provide the following information for each wastewater treatment plant. All flow data must be obtained from the monthly operating reports (MORs) sent to the Department of Environmental Regulation.

1. Plant Capacity

The hydraulic rated capacity. If different from that shown on the DER operating or construction permit, provide an explanation.

Plant #	Current GPD	Projected GPD
Plant #1	1,000,000	1,250,000
Plant #__	0	0
Plant #__	0	0
Plant #__	0	0
Total	1,000,000	1,250,000

2. Average Daily Flow Max Month

An average of the daily flows during the peak usage month during the test year. Explain, on a separate page, if this peak-month was influenced by abnormal infiltration due to rainfall periods.

MONTH	Plant #	GPD
SEP 1994	Plant #1	1,175,300
__ 19__	Plant #__	0
__ 19__	Plant #__	0
__ 19__	Plant #__	0
	Total	1,175,300

Used and Useful Calculations
Wastewater Treatment Plant
File: NFMF.wk1
Company: Florida Cities Water Co. - N Ft Myers Div.
Docket No.: 950387-SU
Test Year Ended: 12/31/95

Florida Public Service Commission
Schedule F-6
Page 1 of 1
Preparer: Coel

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the wastewater treatment plant(s) for the historical test year and the projected test year (if applicable).

	WWTP#1 Before Expansion	WWTP#1 After Expansion	Notes
PERCENT USED & USEFUL Per Flows Formula: $[(3a)+(5)]/(1)$	100.0% x =====	98.6%	x. This Used & Useful percent is applied to the pre-expansion facilities.
PERCENT NON-USED & USEFUL		1.4%	While this is the calculated Non-Used & Useful percent of the expansion facilities, this is the most economical incremental expansion and therefore should be considered 100.00% Used & Useful. =====
1) Capacity of Plant (mgd)	1.0000	1.2500	
2) Maximum Daily Flow (mgd)	0.0000	0.0000	
3a) Ave. Daily Flow in Max. Month(mgd)	1.1753	1.1753	<-- Use
b) Ave. Daily Flow during the Yr. (")	0.9421	0.9421	
4) Fire Flow Requirements (mgd)	N/A	N/A	
5) Margin Reserve (mgd)	0.0573	0.0573	
b x c x $[(3a)/a]$ Not to exceed 20% of present customers	5.7%	4.6%	Marg. Res. %
a) Test Year Customers in ERC's			
Begin	End	Average	
4,538	4,590	4,564	Per Below
b) Average Yearly Customers Growth in ERC's for Most Recent 5 Years Including Test Year.			
	Total ERC's (From F-10)	Annual Increase in ERC's	Reference
Year Ending			
1989	4,219	- - -	
1990	4,341	122	1989 - 1990
1991	4,348	7	1990 - 1991
1992	4,375	27	1991 - 1992
1993	4,538	163	1992 - 1993
1994	4,590	52	1993 - 1994
Average Growth in ERC's Through 5.00 Year Period		74	1.76%
c) Construction Time for Additional Capacity		3.0	Years

Recap Schedules: A-6,A-10,B-14

Used and Useful Calculations
Water Distribution and Wastewater Collection Systems
File: NFMF.wk1
Company: Florida Cities Water Co. - N Ft Myers Div.
Docket No.: 950387-SU
Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule F-7
Page 1 of 1
Preparer: Coel
Recap Schedules: A-5,A-6,A-9,A-10

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the water distribution and wastewater collection systems.

(1)

Line No.	Description
----------	-------------

Water Distribution System

All of the original distribution system lines are advanced or contributed and are being used to provide service to customers. All renovations or replacements of this property have been funded by FCWC and, since the original construction is in service to customers, the replacements are 100% used and useful.

Wastewater Collection System

All on-site collection systems are designed and constructed in accordance with current Company and DER regulations. All of the original collection system lines are advanced or contributed and are being used to provide service to customers. All renovations or replacements of this property have been funded by FCWC and, since the original construction is in service to customers, the replacements are 100% used and useful.

Margin Reserve Calculations

File: NFMF.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule F-8

Page 1 of 1

Preparer: Coel

Explanation: If a margin reserve is requested, provide all calculations and analyses used to determine the amount of margin reserve for each portion of used and useful plant.

Water	See Schedule F-5	Not Applicable
Sewer	See Schedule F-6	

Recap Schedules: F-5,F-6,F-7

Equivalent Residential Connections - Sewer
 File: NFMF.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule F-10
 Page 1 of 2
 Preparer: Coel

Explanation: Provide the following information in order to calculate the average growth in ERCs for the last five years, including the test year. If the utility does not have single-family residential (SFR) customers, the largest customer class should be used as a substitute.

Line No.	(1) Year	(3) SFR Customers		(4) Average	(5) SFR Gallons Treated *	(6) Gallons/SFR (5)/(4)	(7) Total Gallons Treated	(8) Total ERCs (7)/(6)	(9) Annual % Increase in ERCs	
		Beginning	Ending							
1	1990	2,129	2,156	2,143	299,885	139,970	299,885	2,143	- - -	
2	1991	2,156	2,194	2,175	348,677	160,311	348,677	2,175	1.52%	
3	1992	2,194	2,236	2,215	309,622	139,784	309,622	2,215	1.84%	
4	1993	2,236	2,288	2,262	309,359	136,763	309,359	2,262	2.12%	
5	1994 Test Year	2,288	2,342	2,315	343,880	148,544	343,880	2,315	2.34%	
7	* Total treated. SFR Gals. treated Not Available			Average Growth Through 5-Year Period (Col. 8)			5.00 Yrs		1.96%	Residential ERC Growth
9	RESIDENTIAL (ONLY) Growth - ERC'S						2,315 x	1.96%	=	45
10	Rounded - ERC'S									50
13	TOTAL CUSTOMERS:									
14	Year	Single Family	Multi-Family (Units)	Multi-Family (Meters)	Commercial	Public Authority	Total (Meters)	Total Begin-End Ave.	Customer Growth	Customer Growth %
17	1989	2,129	1,221	41	158	6	2,334	- - -	- - -	- - -
18	1990	2,156	1,260	42	165	7	2,370	2,352	- - -	- - -
19	1991	2,194	1,260	42	160	7	2,403	2,387	35	1.47%
20	1992	2,236	1,260	42	161	6	2,445	2,424	38	1.57%
21	1993	2,288	1,341	43	165	7	2,503	2,474	50	2.06%
22	1994 Test Year	2,342	1,341	43	168	6	2,559	2,531	57	2.30%
24	Total Customer Count	13,345	7,683	253	977	39	14,614		45	1.85%
25	Average Customer Count (6 yrs.)	2,224	1,281	42	163	7	2,923			5.00 Year Growth
27	TOTAL ERC'S:									
28	Water Gals./Connection/Yr (See F-11)	59,362	971,333		371,307	1,239,500	Total (ERC's)	Total Begin-End Ave.	ERC Growth	ERC Growth %
29	Year ERC Factor:	1.00	0.80		6.25	20.88				
32	1989	2,129	977	0	988	125	4,219	- - -	- - -	- - -
33	1990	2,156	1,008	0	1,031	146	4,341	4,280	- - -	- - -
34	1991	2,194	1,008	0	1,000	146	4,348	4,345	65	1.51%
35	1992	2,236	1,008	0	1,006	125	4,375	4,362	17	0.39%
36	1993	2,288	1,073	0	1,031	146	4,538	4,457	95	2.18%
37	1994 Test Year	2,342	1,073	0	1,050	125	4,590	4,564	108	2.41%
39	Total ERC Count	13,345	6,147	0	6,106	813	26,411		71	1.62%
40	Total ERC Growth	213	96	0	62	0	371			5.00 Year Growth

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42
43

Equivalent Residential Connections - Sewer
 File: NFMF.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95

Florida Public Service Commission
 Schedule F-10
 Page 2 of 2
 Preparer: Coel

Explanation: Provide the following information in order to calculate the average growth in ERCs for the last five years, including the test year.
 If the utility does not have single-family residential (SFR) customers, the largest customer class should be used as a substitute.

Line No.	(1) TOTAL CUSTOMERS: Year	(2) Single Family	(3) Multi-Family (Units)	(4) Multi-Family (Meters)	(5) Commercial	(6) Public Authority	(7) Total (Meters)	(8) Total Begin-End Ave.	(9) Customer Growth	(10) Customer Growth %	(11) Annual Customer Growth %
1	12/31/91	2,194	1,260	42	160	7	2,403	- - -			
2	12/31/92	2,236	1,260	42	161	6	2,445	2,424			
3	12/31/93 Prior Year	2,288	1,341	43	165	7	2,503	- - -			
4	12/31/94 Base Year	2,342	1,341	43	168	6	2,559	2,531	107	4.41%	2.21%
5											
6											
7											
8											
9											
10											
11	TOTAL ERC'S:										
12	Water Gallons/connection/Yr:	59,362	971,333		371,307	1,239,500	Total	Total	ERC	ERC	Annual
13	Year ERC Factor:	1.00	0.80		6.25	20.88	(ERC's)	Begin-End Ave.	Growth	Growth %	ERC Growth %
14											
15											
16	12/31/91	2,194	1,008	0	1,000	146	4,348	- - -			
17	12/31/92	2,236	1,008	0	1,006	125	4,376	4,362			
18	12/31/93 Prior Year	2,288	1,073	0	1,031	146	4,538	- - -			
19	12/31/94 Base Year	2,342	1,073	0	1,050	125	4,590	4,564	202	4.63%	2.32%
20											
21											
22											
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Growth Statistics - Water
 File: NFMF.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SJ
 Test Year Ended: 12/31/95
 Water [X] or Sewer []

Florida Public Service Commission

Schedule F-11

Page 1 of 3

Preparer: Coel

Description	YEAR-END 1990	YEAR-END 1991	YEAR-END 1992	YEAR-END 1993	YEAR-END 1994	5 YEAR AVERAGE	
REVENUES:							
Residential	\$690,212	\$701,418	\$703,153	\$697,320	\$739,966	\$706,414	
Commercial	276,360	274,642	266,954	280,185	294,406	278,509	
Public Authority	21,145	22,971	20,443	38,887	26,342	25,958	
Multi-Family	177,476	185,368	178,703	188,899	186,847	183,459	
Guaranteed Revenues	0	2,018	4,364	3,828	2,177	2,477	
Miscellaneous & Fire Service	35,412	33,092	34,484	36,545	34,330	34,773	
TOTAL	1,200,605	1,219,509	1,208,101	1,245,664	1,284,068	1,231,589	
% Change		1.6%	-0.9%	3.1%	3.1%	1.7%	Average over 4.00 Year Growth
M GALLONS SOLD/TREATED:							
Residential	170,792	169,739	169,327	164,122	168,589	168,514	
Commercial	80,882	80,836	78,525	81,344	84,658	81,249	
Public Authority	5,841	6,318	5,488	11,535	7,437	7,324	
Multi-Family	51,723	54,327	52,096	54,742	52,452	53,068	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous & Fire Service	0	0	0	0	0	0	
TOTAL	309,238	311,220	305,436	311,743	313,136	310,155	
% Change		0.6%	-1.9%	2.1%	0.4%	0.3%	Average over 4.00 Year Growth
NUMBER OF CUSTOMERS:							
Residential	2,647	2,686	2,731	2,783	2,840	2,737	
Commercial	230	223	224	230	228	227	
Public Authority	7	7	6	7	6	7	
Multi-Family	51	52	53	54	54	53	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous & Fire Service	0	0	0	0	0	0	
TOTAL	2,935	2,968	3,014	3,074	3,128	3,024	
% Change		1.1%	1.5%	2.0%	1.8%	1.6%	Average over 4.00 Year Growth
REVENUE/CUSTOMER:							
Residential	261	261	257	251	261	258	
Commercial	1,202	1,232	1,192	1,218	1,291	1,227	
Public Authority	3,021	3,282	3,407	5,555	4,390	3,931	
Multi-Family	3,480	3,565	3,372	3,498	3,460	3,475	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous & Fire Service	0	0	0	0	0	0	
TOTAL	7,963	8,339	8,228	10,522	9,402	8,891	
% Change		4.7%	-1.3%	27.9%	-10.6%	4.5%	Average over 4.00 Year Growth
M GALLONS SOLD(TREATED)/CUSTOMER:							
Residential	65	63	62	59	59	62	
Commercial	352	362	351	354	371	358	
Public Authority	834	903	915	1,648	1,240	1,108	
Multi-Family	1,014	1,045	983	1,014	971	1,005	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous & Fire Service	0	0	0	0	0	0	
TOTAL	105	105	101	101	100	103	
% Change		-0.5%	-3.4%	0.1%	-1.3%	-1.2%	

Growth Statistics - Water

File: NFMF.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule F-11

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Preparer: Coel

Revenues	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Fire & Misc.	Total
JAN 1994	\$64,500	\$22,649	\$1,860	\$17,820	\$165	\$2,942	\$109,936
FEB	57,162	25,343	3,386	17,986	165	2,915	106,957
MAR	59,122	25,958	415	17,845	160	3,153	106,653
APR	71,399	29,825	1,816	20,294	148	2,603	126,085
MAY	60,476	23,670	2,138	15,704	145	2,836	104,969
JUN	68,017	25,381	4,106	13,567	150	2,849	114,070
JUL	63,421	25,694	1,910	16,032	150	2,854	110,061
AUG	54,850	21,278	2,452	11,716	92	2,983	93,371
SEP	58,194	25,402	760	13,515	135	2,866	100,872
OCT	54,522	21,126	2,673	12,655	128	2,844	93,948
NOV	59,850	23,143	2,260	13,833	448	2,935	102,469
DEC	68,453	24,937	2,566	15,880	291	2,550	114,677

Year Ended: 12/31/94	\$739,966	\$294,406	\$26,342	\$186,847	\$2,177	\$34,330	\$1,284,068
Average	\$61,664	\$24,534	\$2,195	\$15,571	\$181	\$2,861	\$107,006

Customers	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	2,810	228	7	54	0	0	3,099
FEB	2,808	229	7	54	0	0	3,098
MAR	2,815	229	7	54	0	0	3,105
APR	2,814	234	7	54	0	0	3,109
MAY	2,801	230	7	54	0	0	3,092
JUN	2,824	230	7	54	0	0	3,115
JUL	2,816	232	6	54	0	0	3,108
AUG	2,816	230	6	54	0	0	3,106
SEP	2,832	228	6	53	0	0	3,119
OCT	2,824	225	6	53	0	0	3,108
NOV	2,832	228	6	54	0	0	3,120
DEC	2,840	228	6	54	0	0	3,128

Year Ended: 12/31/94	33,832	2,751	78	646	0	0	37,307
Average	2,819	229	7	54	0	0	3,109

Revenue/Customer	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	\$22.95	\$99.34	\$265.71	\$330.00	\$0.00	\$0.00	\$718.01
FEB	20.36	110.67	483.71	333.07	0.00	0.00	947.81
MAR	21.00	113.35	59.29	330.46	0.00	0.00	524.10
APR	25.37	127.46	259.43	375.81	0.00	0.00	788.07
MAY	21.59	102.91	305.43	290.81	0.00	0.00	720.75
JUN	24.09	110.35	586.57	251.24	0.00	0.00	972.25
JUL	22.52	110.75	318.33	296.89	0.00	0.00	748.49
AUG	19.48	92.51	408.67	216.96	0.00	0.00	737.62
SEP	20.55	111.41	126.67	255.00	0.00	0.00	513.63
OCT	19.31	93.89	445.50	238.77	0.00	0.00	797.47
NOV	21.13	101.50	376.67	256.17	0.00	0.00	755.47
DEC	24.10	109.37	427.67	294.07	0.00	0.00	855.22

Year Ended: 12/31/94	\$262.45	\$1,283.53	\$4,063.64	\$3,469.27	\$0.00	\$0.00	\$9,078.90
Average	\$21.87	\$106.96	\$338.64	\$289.11	\$0.00	\$0.00	\$756.57

Growth Statistics - Water

File: NFMF.wk1

Company: Florida Cities Water Co. - N Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule F-11

Page 3 of 3

Preparer: Coel

M Gallons Sold	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Fire & Misc.	Total
JAN 1994	15,310	6,405	478	5,112	0	0	27,305
FEB	12,768	7,259	967	5,165	0	0	26,159
MAR	13,416	7,449	283	5,120	0	0	26,268
APR	17,394	8,685	464	5,905	0	0	32,448
MAY	13,860	6,695	567	4,245	0	0	25,367
JUN	15,831	7,253	1,198	3,749	0	0	28,031
JUL	14,825	7,356	494	4,539	0	0	27,214
AUG	11,839	5,893	673	3,198	0	0	21,603
SEP	13,174	7,273	247	3,744	0	0	24,438
OCT	13,477	5,835	743	3,420	0	0	23,475
NOV	13,491	6,484	612	3,794	0	0	24,381
DEC	13,204	8,071	711	4,461	0	0	26,447

Year Ended: 12/31/94	168,589	84,658	7,437	52,452	0	0	313,136
Average	14,049	7,055	620	4,371	0	0	26,095

M Gallons Sold/Customer	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	5	28	68	95	0	0	9
FEB	5	32	138	96	0	0	8
MAR	5	33	40	95	0	0	8
APR	6	37	66	109	0	0	10
MAY	5	29	81	79	0	0	8
JUN	6	32	171	69	0	0	9
JUL	5	32	82	84	0	0	9
AUG	4	26	112	59	0	0	7
SEP	5	32	41	71	0	0	8
OCT	5	26	124	65	0	0	8
NOV	5	28	102	70	0	0	8
DEC	5	35	119	83	0	0	8

Year Ended: 12/31/94	60	369	1,145	974	0	0	101
Average	5	31	95	81	0	0	8

Total M Gallons Sold & Purchased	M Gal. Sold	MG Purchased	MG Co./Lost	Purch Wtr Costs	Cost/MG	Customers	MG Purch/Dust
JAN 1994	27,305	0	0	0	\$0.00	3,099	0.0
FEB	26,159	0	0	0	0.00	3,098	0.0
MAR	26,268	0	0	0	0.00	3,105	0.0
APR	32,448	0	0	0	0.00	3,109	0.0
MAY	25,367	0	0	0	0.00	3,092	0.0
JUN	28,031	0	0	0	0.00	3,115	0.0
JUL	27,214	0	0	0	0.00	3,108	0.0
AUG	21,603	0	0	0	0.00	3,106	0.0
SEP	24,438	0	0	0	0.00	3,119	0.0
OCT	23,475	0	0	0	0.00	3,108	0.0
NOV	24,381	0	0	0	0.00	3,120	0.0
DEC	26,447	0	0	0	0.00	3,128	0.0

Year Ended: 12/31/94	313,136	0	0	0	0.00	37,307	0.0
Average	26,095	0	0	0		3,109	0.0
% NEEDED PURCHASED TO COVER MG SOLD	====>	0.00%	0.00%				

Growth Statistics - Sewer
 File: NFMF.wk1
 Company: Florida Cities Water Co. - N Ft Myers Div.
 Docket No.: 950387-SU
 Test Year Ended: 12/31/95
 Water [] or Sewer [X]

Florida Public Service Commission

Schedule F-12
 Page 1 of 3
 Preparer: Coel

Description	YEAR-END 1990	YEAR-END 1991	YEAR-END 1992	YEAR-END 1993	YEAR-END 1994	5 YEAR AVERAGE	
REVENUES:							
Residential	\$440,847	\$473,491	\$878,316	\$1,130,735	\$1,163,917	\$817,461	
Commercial	175,031	187,623	312,083	477,892	482,119	326,950	
Public Authority	19,207	21,242	34,693	82,173	59,626	43,388	
Multi-Family	131,363	140,965	232,552	363,323	358,490	245,343	
Guaranteed Revenues	0	4,031	7,273	6,252	12,235	5,958	
Miscellaneous	0	0	0	3,874	8,770	2,529	
TOTAL	766,448	827,372	1,464,917	2,064,249	2,085,157	1,441,629	
% Change		7.9%	77.1%	40.9%	1.0%	43.0%	Average over 4.00 Year Growth
M GALLONS SOLD/TREATED:							
Residential	0	0	0	0	0	0	
Commercial	0	0	0	0	0	0	
Public Authority	0	Not Available by Class			0	0	0
Multi-Family	0	0	0	0	0	0	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous	0	0	0	0	0	0	
TOTAL	299,885	348,677	309,622	309,359	343,880	322,285	
% Change		16.3%	-11.2%	-0.1%	11.2%	3.7%	Average over 4.00 Year Growth
NUMBER OF CUSTOMERS:							
Residential	2,156	2,194	2,236	2,288	2,342	2,243	
Commercial	165	160	161	165	168	164	
Public Authority	7	7	6	7	6	7	
Multi-Family	42	42	42	43	43	42	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous	0	0	0	0	0	0	
TOTAL	2,370	2,403	2,445	2,503	2,559	2,456	
% Change		1.4%	1.7%	2.4%	2.2%	2.0%	Average over 4.00 Year Growth
REVENUE/CUSTOMER:							
Residential	204	216	393	494	497	361	
Commercial	1,061	1,173	1,938	2,896	2,870	1,988	
Public Authority	2,744	3,035	5,782	11,739	9,938	6,647	
Multi-Family	3,128	3,357	5,537	8,449	8,337	5,762	
Guaranteed Revenues	0	0	0	0	0	0	
Miscellaneous	0	0	0	0	0	0	
TOTAL	7,137	7,780	13,650	23,579	21,641	14,757	
% Change		9.0%	75.5%	72.7%	-8.2%	50.8%	Average over 4.00 Year Growth
M GALLONS SOLD(TREATED)/CUSTOMER:							
Residential	N/A	N/A	N/A	N/A	N/A	0	
Commercial	N/A	N/A	N/A	N/A	N/A	0	
Public Authority	N/A	N/A	N/A	N/A	N/A	0	
Multi-Family	N/A	N/A	N/A	N/A	N/A	0	
Guaranteed Revenues	N/A	N/A	N/A	N/A	N/A	0	
Miscellaneous	N/A	N/A	N/A	N/A	N/A	0	
TOTAL	127	145	127	124	134	131	
% Change		14.7%	-12.7%	-2.4%	8.7%	1.6%	

Revenues	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	\$98,435	\$39,716	\$4,409	\$33,385	\$424	\$690	\$177,059
FEB	95,854	42,784	7,079	33,576	3,537	705	183,535
MAR	96,741	43,468	1,881	33,232	410	700	176,432
APR	101,764	47,696	4,333	37,153	376	393	191,715
MAY	96,058	38,982	4,895	29,940	369	2,269	172,513
JUN	99,037	40,904	8,340	26,522	383	633	175,819
JUL	96,146	39,073	4,496	30,650	383	603	171,351
AUG	93,891	35,584	5,368	23,971	4,428	653	163,895
SEP	96,232	40,903	2,473	26,904	(3,855)	550	163,207
OCT	94,109	35,712	5,757	25,186	5,195	476	166,435
NOV	97,206	36,914	5,030	27,366	280	719	167,515
DEC	98,444	40,383	5,565	30,605	305	379	175,681

Year Ended: 12/31/94	\$1,163,917	\$482,119	\$59,626	\$358,490	\$12,235	\$8,770	\$2,085,157
Average	\$96,993	\$40,177	\$4,969	\$29,874	\$1,020	\$731	\$173,763

Customers	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	2,312	164	7	43	0	0	2,526
FEB	2,310	165	7	43	0	0	2,525
MAR	2,313	165	7	43	0	0	2,528
APR	2,315	170	7	43	0	0	2,535
MAY	2,301	167	7	43	0	0	2,518
JUN	2,325	167	7	43	0	0	2,542
JUL	2,320	169	6	43	0	0	2,538
AUG	2,321	168	6	43	0	0	2,538
SEP	2,334	168	6	43	0	0	2,551
OCT	2,328	165	6	43	0	0	2,542
NOV	2,334	168	6	43	0	0	2,551
DEC	2,342	168	6	43	0	0	2,559

Year Ended: 12/31/94	27,855	2,004	78	516	0	0	30,453
Average	2,321	167	7	43	0	0	2,538

Revenue/Customer	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	\$42.58	\$242.17	\$629.86	\$776.40	\$0.00	\$0.00	1,691.00
FEB	41.50	259.30	1,011.29	780.84	0.00	0.00	2,092.92
MAR	41.82	263.44	268.71	772.84	0.00	0.00	1,346.82
APR	43.96	280.56	619.00	864.02	0.00	0.00	1,807.55
MAY	41.75	233.43	699.29	696.28	0.00	0.00	1,670.74
JUN	42.60	244.93	1,191.43	616.79	0.00	0.00	2,095.75
JUL	41.44	231.20	749.33	712.79	0.00	0.00	1,734.77
AUG	40.45	211.81	894.67	557.47	0.00	0.00	1,704.39
SEP	41.23	243.47	412.17	625.67	0.00	0.00	1,322.54
OCT	40.42	216.44	959.50	585.72	0.00	0.00	1,802.08
NOV	41.65	219.73	838.33	636.42	0.00	0.00	1,736.13
DEC	42.03	240.38	927.50	711.74	0.00	0.00	1,921.65

Year Ended: 12/31/94	\$501.43	\$2,886.85	\$9,201.07	\$8,336.98	\$0.00	\$0.00	\$20,926.33
Average	\$41.79	\$240.57	\$766.76	\$694.75	\$0.00	\$0.00	\$1,743.86

Growth Statistics - Sewer

File: NFMF.wk1

Company: Florida Cities Water Co. - Ft Myers Div.

Docket No.: 950387-SU

Test Year Ended: 12/31/95

Florida Public Service Commission

Schedule F-12

Page 3 of 3

Preparer: Coel

M Gallons Treated	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	0	0	0	0	0	0	27,345
FEB	0	0	0	0	0	0	24,962
MAR	0	Not Available by class		0	0	0	27,667
APR	0	0	0	0	0	0	26,886
MAY	0	0	0	0	0	0	24,561
JUN	0	0	0	0	0	0	24,497
JUL	0	0	0	0	0	0	29,231
AUG	0	0	0	0	0	0	31,417
SEP	0	0	0	0	0	0	35,259
OCT	0	0	0	0	0	0	32,582
NOV	0	0	0	0	0	0	29,151
DEC	0	0	0	0	0	0	30,322

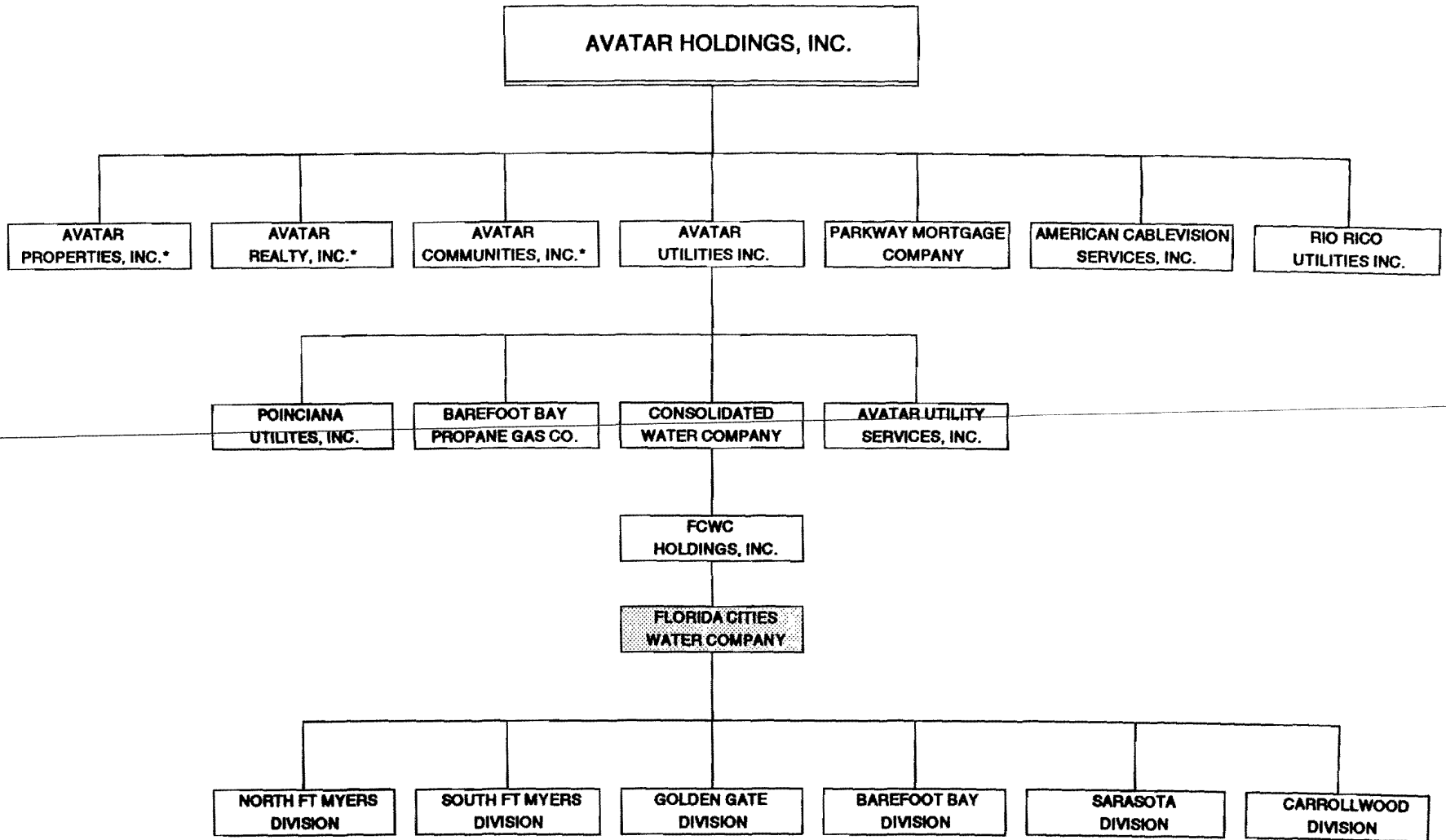
Year Ended: 12/31/94	0	0	0	0	0	0	343,880
Average	0	0	0	0	0	0	28,657

M Gallons Treated/Customer	Residential	Commercial	Public Auth.	Multi-Family	Guaranteed	Miscellaneous	Total
JAN 1994	0	0	0	0	0	0	11
FEB	0	0	0	0	0	0	10
MAR	0	Not Available by class		0	0	0	11
APR	0	0	0	0	0	0	11
MAY	0	0	0	0	0	0	10
JUN	0	0	0	0	0	0	10
JUL	0	0	0	0	0	0	12
AUG	0	0	0	0	0	0	12
SEP	0	0	0	0	0	0	14
OCT	0	0	0	0	0	0	13
NOV	0	0	0	0	0	0	11
DEC	0	0	0	0	0	0	12

Year Ended: 12/31/94	0	0	0	0	0	0	135
Average	0	0	0	0	0	0	11

M Gals Treated & Purchased	M Gal. Treat.	MG Purchased	MG Co./Lost	Purch Swr Costs	Cost/MG	Customers	MG Purch/Cust
JAN 1994	27,345	0	0	0	\$0.00	2,526	0.0
FEB	24,962	0	0	0	0.00	2,525	0.0
MAR	27,667	0	0	0	0.00	2,528	0.0
APR	26,886	0	0	0	0.00	2,535	0.0
MAY	24,561	0	0	0	0.00	2,518	0.0
JUN	24,497	0	0	0	0.00	2,542	0.0
JUL	29,231	0	0	0	0.00	2,538	0.0
AUG	31,417	0	0	0	0.00	2,538	0.0
SEP	35,259	0	0	0	0.00	2,551	0.0
OCT	32,582	0	0	0	0.00	2,542	0.0
NOV	29,151	0	0	0	0.00	2,551	0.0
DEC	30,322	0	0	0	0.00	2,559	0.0

Year Ended: 12/31/94	343,880	0	0	0	0.00	30,453	0.0
Average	28,657	0	0	0		2,538	0.0



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* Parent company of other related corporations

SERVICES PROVIDED BY AFFILIATED COMPANIES
AND RELATED SERVICE AGREEMENTS

AFFILIATED COMPANY

SERVICES PROVIDED

Avatar Utilities Inc. (AUI)

Management
Engineering

Consolidated Water Company (CWC)

None provided; no expenses incurred

Avatar Utility Services, Inc. (AUSI)

Data Processing
Customer Billings
Customer Mailings
Customer Records

SERVICES AGREEMENT

THIS AGREEMENT, made and entered into the 1st day of March 1995, by and between AVATAR UTILITY SERVICES, INC., a Florida Corporation with one of its principal places of business at 4837 Swift Road, Suite 200, Sarasota, Florida 34231 (hereinafter called "AUSI") and Florida Cities Water Company with offices at 4837 Swift Road, Suite 100, Sarasota, Florida (hereinafter called "Client").

WHEREAS, Client is engaged in the water and wastewater public utility business and provides water and wastewater services to customers situated in Collier, Lee, Sarasota, Hillsborough and Brevard Counties, Florida; and

WHEREAS, Client wishes to obtain certain computer and computer related services required for its customer records management, customer billing, accounting, and other functions; and

WHEREAS, AUSI represents that it is capable of providing the services described herein and is qualified to do business in the State of Florida.

NOW, THEREFORE, BE IT RESOLVED, that in consideration of the mutual covenants contained herein, it is agreed that AUSI, as an independent contractor, is hereby employed, authorized and instructed by Client to perform the services described herein and Client agrees to pay and AUSI agrees to accept payments as specified herein as compensation therefor.

1. **SERVICES PROVIDED BY AUSI.** AUSI shall provide the services described in Exhibit "A" attached hereto and made a part hereof (hereinafter collectively called "Services").
2. **RESPONSIBILITIES OF CLIENT.** Client shall be responsible for performing the functions described in Exhibit "B" attached hereto and made a part hereof.
3. **TERM**
 - a. This Agreement shall be effective for an initial term of one (1) year from the date of execution by the parties and will automatically renew for successive one-year terms thereafter. Notwithstanding, either party, at its sole discretion, may terminate this Agreement by giving 120 days prior written notice of such termination to the other party.
 - b. Upon any termination of this Agreement, AUSI shall be entitled to payment for work and services authorized by Client, subject to the terms and provisions set forth herein and further subject to whatever claims one party may have against the other party.
 - c. Upon termination of this Agreement, each party shall forthwith peaceably and quietly surrender to the other party all property, equipment, materials, reports and other documents furnished by or belonging to the other party.

4. COMPENSATION

- a. For rendering Services, Client shall pay AUSI rates and charges set forth in said Exhibit "A".
- b. On or about the tenth day of each month, AUSI will render an itemized invoice for Services performed during the preceding month. Invoices are due and payable within thirty (30) day of receipt and any amounts not paid will bear interest at the annual percentage rate of twelve (12%) percent or the maximum rate allowed by law, whichever is less.
- c. The rates and charges specified in said Exhibit "A" shall automatically increase if either of the following events occur:
 - (1) Amounts equal to any increase in the U.S. Postal Service rates applicable to mailing customer bills upon effective date of increase.
 - (2) Increases at the beginning of each successive one-year term of this Agreement or at any time thereafter, but not more than one time during any one-year term, equal to the percentage increase in the Consumer Price Index, U.S. City Average (All Urban Consumer), published by the Bureau of Labor Statistics, U.S. Department of Labor, for the most recent preceding 12-month period for which the index is available. In the event said index is superseded by a new index or is discontinued, the new or similar index published by the U.S. Department of Labor shall apply.
- d. The rates and charges shall be amended upon implementation of Client's requests for changes to the character of Services or procedures in connection with performing same, in which case the parties shall prepare an addendum to this Agreement setting forth such services for a mutually agreeable compensation.
- e. Should AUSI propose increases other than as specified in Paragraph 4c herein, it shall notify Client at least one hundred twenty (120) days prior to the effective date. Furthermore, no more than one such increase shall occur within any one-year term of this Agreement.

5. PERFORMANCE

- a. In the event of any error or omission, whether human or mechanical, on the part of AUSI or its employees, AUSI will correct the work at no extra cost to Client. It is expressly understood and agreed that the liability, if any, of AUSI for errors or omissions shall be limited to the cost of correcting the particular error or omission. Neither party shall be liable for any special, consequential, or exemplary damages.
- b. If any data, instructions or information submitted by Client to AUSI for processing is incorrect or incomplete, Client agrees to pay AUSI the rates in effect at that time for the

additional work and time required by AUSI to correct or complete such data or otherwise prepare it for processing. Client assumes the entire responsibility for such losses or damages which may be occasioned as a result of errors in output resulting from submission of incorrect data by Client.

- c. AUSI shall furnish completed work in reasonable conformance with mutually agreeable schedules. Notwithstanding, should AUSI be delayed in or prevented, in whole or in part, from performing any obligation or meeting any condition hereunder by reason of force majeure, it shall be excused from performing such obligation or meeting such condition. The term "force majeure" as used herein means Acts of God, strikes, lockouts, or other industrial disturbances; acts of public enemies, blockades, wars or damages to machinery, pumps or pipelines, epidemics, landslides, earthquakes, fires, storms, floods, or washout; arrest, title disputes or other litigation; governmental restraints, either federal, state or county, civil or military; or otherwise and other causes beyond the reasonable control of AUSI, whether or not substantially similar to those specifically enumerated herein.
 - d. If no special procedures or techniques for validating the resultant output are specified by Client and accepted by AUSI in writing, it is understood that the results accomplished are accepted as satisfactory upon completion of the assignment.
 - e. All deliveries to and pick up of receipts from AUSI's office, if any, shall be the responsibility of Client and shall be accomplished at Client's expense.
 - f. AUSI agrees to exercise normal and reasonable precautions to protect the work and all property placed under its control or in its custody against the loss and/or damage resulting from theft, fire, vandalism, the elements or otherwise.
 - g. During the term of this Agreement, source data contained on magnetic tapes, disk packs, or other documents, material or property relating to Services may be stored by AUSI for an interim processing period at Client's sole risk. In storing same, AUSI assumes no obligation or liability of any kind, nature or description in connection with said items, except for acts on the part of AUSI which are shown to be negligence.
 - h. The parties agree that this Agreement is non-exclusive and that AUSI has the right, at its discretion and at any time, to contract with other parties to perform services or work of a similar nature and make agreement on any terms whatsoever with said other parties to perform said services.
6. **CONFIDENTIAL INFORMATION**. AUSI will not at any time, in any fashion, form, or manner, either directly or indirectly, divulge, disclose or communicate to any person, firm or corporation, in any manner whatsoever, any information of any kind, nature, or description concerning any matters effecting or relating to the business of Client its manner of operation, or its plans, processes, or other data of any kind, nature, or description without regard to whether

any or all of the foregoing matters would be deemed confidential, material or important. None of the restrictions stated in this paragraph shall apply to testimony, records, documents, information or materials which are required to be disclosed pursuant to law; disclosures to and communications with third parties which are necessary to perform the work required by this Agreement. Notwithstanding the provisions of this paragraph, AUSI shall have the right to list Client, a general description and magnitude of Services expressed in terms of number of utility customer accounts served by Client and/or the total revenue accruing to AUSI from Services for purposes of business promotion.

7. **USE AND OWNERSHIP.** All materials, reports and documents directly related to Services shall be the property of Client and AUSI shall treat such as confidential and shall not use such except on Client's behalf. The computer programs developed for Services shall remain the property of AUSI.

8. **INDEMNIFICATION**

a. AUSI agrees to exercise due care and take responsible safety precautions that are necessary or advisable for the prevention of accidents. Except as otherwise provided in this Agreement, Client agrees to hold harmless AUSI, its parent corporation and their officers, directors, employees, agents, successors and assigns from and against any and all claims, demands, losses, damages, charges, expenses (including attorneys fees at all judicial levels) for any damage or loss which may be caused by, arise out of, or result directly or indirectly from this Agreement.

d. Notwithstanding anything to the contrary herein contained, each party hereby waives all claims for recovery from the other party for any loss or damage to its property caused by fire or other insured casualty. This waiver shall apply, however, only where the insurance covering the loss of damage will not be prejudiced by reason of such waiver.

9. **COMPLIANCE WITH LAWS AND REGULATIONS.** The parties hereto shall keep, observe and perform all requirements for applicable local, State and Federal laws, rules regulations, or ordinances in connection with the performance of the work hereunder.

10. **EVENTS OF DEFAULT.** In the event of default or breach by either party with respect to performance of its duties and obligations established by this Agreement, the other party will have available to it all remedies permitted by the laws of the State of Florida. Notwithstanding the aforesaid, it is understood and agreed that this Agreement may be terminated for default or breach. Before such termination shall become effective, the non-defaulting party must provide written notice and a reasonable cure period to the defaulting party. In the event that a dispute arises under this Agreement between the parties and such dispute results in legal proceedings, the prevailing party in any such legal proceedings shall be entitled to recover all reasonable costs and expenses, court cost, attorney's fees at all judicial levels. It is further agreed that any such

legal proceedings shall be brought only in the Courts of Sarasota County, Florida and in any appropriate appellate court, if an appeal is filed.

11. **CUSTOM AND USAGE**. It is hereby agreed, any, law, custom or usage to the contrary notwithstanding, that AUSI shall have the right at all times to enforce the conditions and agreements herein contained in strict accordance with terms hereof, notwithstanding any conduct or custom of AUSI in refraining from so doing; and further, that the failure of AUSI at any time or times to strictly enforce its rights hereunder shall not be construed as having created a custom in any way or manner contrary to the specific conditions and agreements hereof, or as having in any way modified or waived the same.
12. **SUCCESSORS**. This Agreement shall inure to the benefit of and be binding upon the successors, and assigns of the parties hereto, except as expressly limited herein.
13. **ASSIGNMENT**. Unless stated differently herein, this Agreement and the services thereunder are non-assignable by either party without the other party's written approval which shall not be unreasonably withheld.
14. **INDEPENDENT CONTRACTOR**. This Agreement does not constitute and shall not be construed as constituting a partnership or joint venture between AUSI and Client. Neither party shall have any right to obligate or bind the other party in any manner whatsoever and nothing herein shall give, or be intended to give, any rights of any kind to any third party. AUSI and Client recognize and agree that they are independent parties with no express or implied authority to act for the other, except as expressly provided in this Agreement or any addendum thereto.
15. **HEADINGS**. The headings used in this Agreement are for reference only, and shall not be relied upon nor used in the interpretation of same.
16. **INTERPRETATION**
 - a. If Client be a partnership or corporation, all words in this Agreement referring to Client shall be read as though written in the plural or in the neuter gender, as the case may be.
 - b. This Agreement and all of the terms and provisions shall be interpreted and construed according to the laws of the State of Florida. Should any clause, paragraph or other part of this Agreement be held or declared to the void or illegal, for any reason, by any Court having competent jurisdiction, all other clauses, paragraphs or part of this Agreement, shall nevertheless remain in full force and effect.
17. **NOTICE**. Any notice provided by this Agreement to be served in writing upon either of the parties shall be deemed sufficient if hand delivered to any authorized representative of either of the parties, or if mailed by registered, to the address of the party above written or to such other

addresses as the parties hereto may designate in writing. Such notice shall be effective from the date received.

The Company

Avatar Utility Services, Inc.
4837 Swift Rd, Suite 200
Sarasota, Florida 34231

With Copy to:

Avatar Utility Services, Inc
Attention: General Counsel
255 Alhambra Circle
Coral Gables, Florida 33134

The Client

Florida Cities Water Company
Attention: Paul Bradtmiller
4837 Swift Road, Suite 100
Sarasota, Florida 34231

With Copy to:

Florida Cities Water Company
Attention: General Counsel
255 Alhambra Circle
Coral Gables, Florida 33134

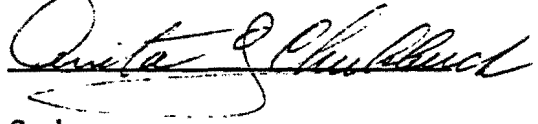
18. AUTHORITY AND ENTIRE UNDERSTANDING.

- a. The parties hereto represent and warrant that they have every legal right to enter into this Agreement.
- b. This agreement contains the entire understanding between the parties and no modification or alteration of this Agreement shall be binding, unless endorsed in writing by the parties hereto.

19. BINDING EFFECT. This Agreement shall not be binding until executed by both parties.

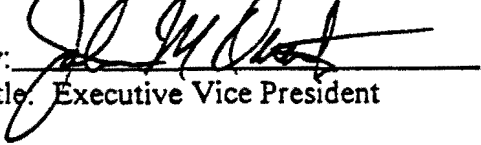
IN WITNESS WHEREOF, the parties hereto have executed this Agreement by their duly authorized representatives in two (2) counterparts each which shall be deemed an original on the day and year first above written.

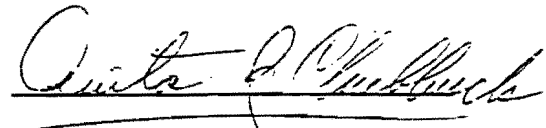
Attest:



Seal

AVATAR UTILITY SERVICES, INC.

By: 
Title: Executive Vice President



Seal


FLORIDA CITIES WATER COMPANY

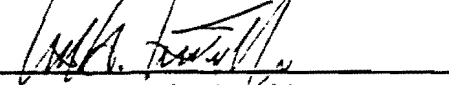
By: 
Title: Executive Vice President

EXHIBIT A

SERVICES PROVIDED BY AUSI ("SERVICES") & RATES & CHARGES

A. Pre-Authorized Services. Client authorizes AUSI to perform the following services under this Agreement, at the rates and charges shown, without the necessity of any further authorization.

1. Utility Customer Related Services

a. Maintain Client's master customer records on AUSI IBM AS/400 computer (hereinafter called Computer System) and provide report formats and reports described in Paragraphs (1) and (2) below at \$0.412 per customer record per month:

(1) Provide the following report formats accessible to Client by way of client's computer terminals interconnected to said computer:

(a) Daily Transaction Journal - a documentation of all monetary and non-monetary transactions that have been posted to a customers account (available daily or as transactions occur).

(b) Preliminary Meter Reading Report - a report indicating the meter readings entered for each account prior to billing. Error in readings and/or consumption will be indicated for correction.

(c) Account Balance Report - a report indicating each customers current and past due balance.

(d) Alpha-Cross Reference - report listed in alphabetic order by customers last name with a cross index to the customers account number.

(e) Aged Trial Balance - a report listing each customers account with total balance, current, 30, 60, 90, and 120 day balances (available once monthly).

(f) Delete Report - a report listing all accounts which should be deleted from Clients file (available once monthly).

(g) Past Due Report - a report indicating all delinquent accounts that have a balance other than current.

(h) Meter Aging Report - a report that lists every account that had a meter installed between a range of dates that you select.

- (i) Consumption History Report - a report listing meter usages for up to 24 months past by rate classification and meter size.
- (2) Provide the following computer generated reports monthly:
 - (a) Billing Register - a report indicating each customer account billed with all pertinent information contained on the customer bill.
 - (b) Monthly Activity Report - a report indicating a summary of all billings, adjustments and payments recorded during a particular calendar month. Specifically, it indicates:
 - billing by rate class by service,
 - charges/adjustments by rate class,
 - total payments received, and
 - total bills printed.
- b. Customer Billing. Compute, prepare and mail customer bills at the following rates including first class postage for U.S. addresses:
 - (1) Postcard bill form - \$0.262 per bill.
 - (2) Bill form in envelope - laser printed bill form with return envelope - \$0.406 per bill.
- c. Termination and Final Notices. Prepare and mail late-payment reminders and final bills including first class postage for U.S. addresses - \$0.65 per bill.

2. Employee Payroll

- a. Maintain Client's employee payroll records on Computer System.
- b. Maintain payroll report formats and provide payroll reports, including payroll distribution, required by Client.
- c. Print employee payroll checks twice monthly.
- d. Print Internal Revenue Service Form W-2 (furnished by Client).
- e. Charge - \$ 750.00 per month.

3. General Ledger.

- a. Maintain Client's general ledger on Computer System and integrate with accounts payable and customer billing.

- b. Maintain chart of accounts, print financial statements (various formats), trial balances, account analysis, and account history.
 - c. Process accounts payable checks.
 - d. Charge - \$800.00 per month plus \$0.55 per each accounts payable check printed (Client furnished check forms).
4. **Equipment Rental and Maintenance.** AUSI shall furnish the following equipment at the rates shown at Client's request:
- a. IBM 3196 Workstations - \$69.00 per month per each.
 - b. Modems for connecting to Computer System:
 - (1) Lee County, Carrollwood, and Golden Gate Divisions - \$85.00 per month per each.
 - (2) Barefoot Bay Division - \$74.37 per month per each.
 - c. Radix hand-held meter reading devices:
 - (1) Device Maintenance - \$27.68 per month per each.
 - (2) Cradle Maintenance - \$ 4.28 per month per each.
 - (3) Radix Site Maintenance License fee - \$23.00 per month per location.
5. **Technical Support and Services**
- a. **Technical Support Retainer.** Technical advice and troubleshooting by telephone on matters pertaining to meter reading devices, Computer System software and procedures, and diagnosing PC hardware/software problems. Charge - \$75.00 per month per Client utility operating division.
6. **Miscellaneous Services**
- a. **Inventory** - maintain Client's material and supply inventory on Computer System which tracks material and supply usages, receipts and cost. Charge - \$150.00 per month.
 - b. **Backflow Prevention/Cross Connection Control Program Records** - maintain file for program records. Charge - \$0.045 per customer with backflow prevention device.

B. Special Services. The following services will be provided upon Client's request:

1. Utility Customer Related Services

- a. Special Customer Notices. Prepare or use Client prepared special notices and mail to customers - charge quoted for each notice.
- b. Rate Analysis Report - a report using historical usage information to analyze periods of 1-24 months past and consolidates totals by rate class and meter size. Charge - \$0.07 per customer record (\$150.00 minimum charge).
- c. Proposed Rate Billing Register - produces a billing register with proposed rates instead of current rates. This report is generated at time of normal billing; thus providing the Client with "side by side" registers. Charge - \$150.00 plus \$0.16 per customer record.
- d. Rate Change - changes to rates and charges applicable to customer billing as requested by Client. Charge - \$60.00 per hour (programmer).
- e. Customer Message - adding or changing a special "customer message" on the customer bill form as requested by Client. Charge - \$20.00 per each addition or change..
- f. Bill Stuffers - Include client furnished single page "bill stuffer" for mailing with customer bills (available for bills mailed in envelopes only). Charge - \$0.03 per stuffer. AUSI furnished "stuffer" will be quoted on a per job basis.
- g. Mailing Labels - print mailing labels from Client's master customer records. Charge - \$0.06 per each.

2. Technical Support

- a. Technical Support. Diagnose, repair, replace, service hardware; diagnose and correct software defects; and install new hardware and software (or change software). Charge - \$60.00 per hour per technician including travel.
- b. Computer Consulting Services. Consult with Client on matters related to computer hardware and software. Charge - \$60.00 per hour or as quoted per assignment.
- c. Programming Services. Develop and/or modify Computer System and PC software programs for Client' special requirements. Charge - \$60.00 per hour or as quoted per assignment.

- d. Training - provide training to Client employees pertaining to Computer System, including ancillary components, and its use. Charge - quoted on a per assignment or hourly basis.

C. Supplemental Provisions Applicable to Rates and Charges

- a. All charges for preparing and mailing customer bills and notices include first class postage for U.S. addresses. An extra charge in the amount of postage in excess of first-class U.S. postage plus a special handling fee of \$0.05 per piece will be applicable to bills and notices mailed to non-U.S. addresses.
- b. Computer System program and report format changes requested by Client's requiring less than one (1) hour programmer time will be made without extra charge; however, extra charges will be applicable to changes to AUSI's standard programs and formats requiring more than one (1) hour programmer time (see rates above for Programming Services).
- c. The rates and charges shown herein are exclusive of any sales or use taxes which may be applicable to the services provided by AUSI and are subject to increases in the amount of any such taxes.
- d. All handling and delivery charges pertaining to reports and other documents are at Client's expense.

EXHIBIT B

RESPONSIBILITIES OF CLIENT

1. Maintain up-to-date information on Client's customers accounts by entering data into Computer System.
2. Provide meter readings on a consistent monthly time frame.
3. Provide periodic payments, changes, adjustments, and miscellaneous changes in a consistent time frame (at least weekly).
4. Notify AUSI in writing at least thirty (30) days prior to effective date of change of Client's return address and/or zip code, changes to rates, and any other material change. Client is responsible for verifying the accuracy of any changes requested and made by AUSI.
5. Train new Client employees on Computer system, including ancillary components, and its use or request that AUSI provide training.
6. Provide source data pertaining to customer accounts. With respect to initial conversion from Client system to Computer System, provide source data pertaining to customer accounts. Any tapes, forms, media, or other source data to be furnished by Client must be compatible with Computer System and be in good condition for machine processing.

AUDITED FINANCIAL STATEMENTS
FLORIDA CITIES WATER COMPANY
DECEMBER 31, 1993

Report of Independent Auditors

Board of Directors and Stockholder
Florida Cities Water Company

We have audited the accompanying balance sheets of Florida Cities Water Company as of December 31, 1993 and 1992, and the related statements of income, common stockholder's equity and cash flows for each of the three years in the period ended December 31, 1993. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Florida Cities Water Company at December 31, 1993 and 1992, and the results of its operations and its cash flows for each of the three years in the period ended December 31, 1993, in conformity with generally accepted accounting principles.

As discussed in Notes 5 and 7 to the financial statements, in 1993 the Company changed its methods of accounting for income taxes and postretirement benefits other than pensions.

Ernst & Young

January 21, 1994

Audited Financial Statements

FLORIDA CITIES WATER COMPANY

December 31, 1993

Balance Sheets
Statements of Income
Statements of Common Stockholder's Equity
Statements of Cash Flows
Notes to Financial Statements

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FLORIDA CITIES WATER COMPANY

FINANCIAL STATEMENTS DECEMBER 31, 1993 AND 1992

ASSETS	Notes	1993	1992
PLANT PROPERTY:			
Utility plant	4	\$140,996,516	\$137,359,470
Construction work in progress		424,602	344,218
Property held for future use			24,831
Total plant property		<u>141,421,118</u>	<u>137,728,519</u>
Less accumulated depreciation		35,271,707	30,891,367
Plant property - net		<u>106,149,411</u>	<u>106,837,152</u>
CURRENT ASSETS:			
Cash and cash equivalents		226,252	187,558
Accounts receivable, net of allowance for doubtful accounts			
— (\$64,650 - 1993; \$48,866 - 1992)		1,687,515	1,704,639
Unbilled revenue		1,057,327	1,018,721
Due from affiliates		34,610	44,668
Materials and supplies, at average cost		191,720	208,855
Prepaid expenses and other current assets	2	494,056	666,457
Total current assets		<u>3,691,480</u>	<u>3,830,898</u>
DEFERRED CHARGES:			
Unamortized debt expense		402,121	467,777
Unamortized rate case expense		813,465	818,369
Allowance for funds prudently invested	2	9,022,921	9,126,622
Regulatory asset		1,151,074	
Other		2,092,639	1,948,948
Total deferred charges		<u>13,482,220</u>	<u>12,361,716</u>
TOTAL ASSETS		<u><u>\$123,323,111</u></u>	<u><u>\$123,029,766</u></u>

See Notes to Financial Statements.

<u>CAPITALIZATION AND LIABILITIES</u>	Notes	<u>1993</u>	<u>1992</u>
CAPITALIZATION:			
Common stockholder's equity:			
Common stock - stated value, \$450 per share; authorized, 10,000 shares; issued and outstanding 4,674 shares	3	\$2,103,300	\$2,103,300
Paid-in capital	3	2,088,192	2,088,192
Retained earnings	4	<u>15,390,423</u>	<u>15,701,435</u>
Total		<u>19,581,915</u>	<u>19,892,927</u>
Redeemable preferred stock	3	9,000,000	9,000,000
Long-term debt	4	<u>24,921,250</u>	<u>26,432,500</u>
Total capitalization		<u>53,503,165</u>	<u>55,325,427</u>
CURRENT LIABILITIES:			
Current maturities of long-term debt	4	1,511,250	1,511,250
Notes payable - bank	8	2,800,000	3,050,000
Accounts payable and other current liabilities	6	2,463,003	1,411,764
Due to parent company and affiliates		408,170	
Accrued property and other taxes		823,531	769,210
Accrued interest		<u>278,806</u>	<u>272,204</u>
Total current liabilities		<u>8,284,760</u>	<u>7,014,428</u>
DEFERRED CREDITS:			
Advances for construction:			
Customers			242,373
Affiliates		234,675	250,425
Income taxes	5	1,414,096	2,441,649
Investment tax credits	5	1,840,881	1,937,881
Regulatory liability	5	2,427,219	
Accrued post retirement benefits	7	465,648	
Other	6	<u>705,462</u>	<u>585,671</u>
Total deferred credits		<u>7,087,981</u>	<u>5,457,999</u>
CONTRIBUTIONS IN AID OF CONSTRUCTION			
less accumulated amortization			
(\$17,403,185 - 1993; \$15,121,194 - 1992)		54,447,205	55,231,912
COMMITMENTS & CONTINGENCIES			
	9,10		
TOTAL CAPITALIZATION AND LIABILITIES		<u>\$123,323,111</u>	<u>\$123,029,766</u>

FLORIDA CITIES WATER COMPANY

STATEMENTS OF INCOME

FOR THE YEARS ENDED DECEMBER 31, 1993, 1992 AND 1991

	Notes	1993	1992	1991
OPERATING REVENUES		\$22,893,061	\$21,635,791	\$19,342,852
OPERATING EXPENSES:				
Operation and maintenance		13,594,970	11,530,218	11,155,241
Depreciation and amortization		2,572,694	2,288,320	2,126,381
Allowance for funds prudently invested	2			(67,808)
Property and other taxes		2,090,868	1,965,697	1,766,305
Total operating expenses		18,258,532	15,784,235	14,980,119
OPERATING INCOME		4,634,529	5,851,556	4,362,733
OTHER INCOME (EXPENSE):				
Allowance for funds used during construction		59,309	202,038	228,883
Other income (expense)		158,982	(27,932)	19,998
Total other income		218,291	174,106	248,881
INCOME BEFORE INTEREST CHARGES AND INCOME TAXES		4,852,820	6,025,662	4,611,614
INTEREST CHARGES:				
Interest		2,677,626	2,687,137	2,704,068
Amortization of debt expense		65,656	56,841	46,962
Total interest charges		2,743,282	2,743,978	2,751,030
INCOME BEFORE INCOME TAXES		2,109,538	3,281,684	1,860,584
PROVISION FOR INCOME TAXES	5	560,550	937,487	53,604
NET INCOME		1,548,988	2,344,197	1,806,980
DEFERRED STOCK DIVIDENDS		810,000	810,000	429,750
EARNINGS APPLICABLE TO COMMON SHARES		\$738,988	\$1,534,197	\$1,377,230

See Notes to Financial Statements.

FLORIDA CITIES WATER COMPANY

STATEMENTS OF COMMON STOCKHOLDER'S EQUITY
 FOR THE YEARS ENDED DECEMBER 31, 1993, 1992, AND 1991

	COMMON STOCK	PAID-IN CAPITAL	RETAINED EARNINGS	COMMON STOCKHOLDER'S EQUITY
Balance at January 1, 1991	\$3,154,950	\$10,036,542	\$13,890,008	\$27,081,500
Common stock conversion (Note 3)	(1,051,650)	(7,948,350)		(9,000,000)
Net income			1,806,980	1,806,980
Cash dividends			(1,279,750)	(1,279,750)
Balance at December 31, 1991	2,103,300	2,088,192	14,417,238	18,608,730
Net income			2,344,197	2,344,197
Cash dividends			(1,060,000)	(1,060,000)
Balance at December 31, 1992	2,103,300	2,088,192	15,701,435	19,892,927
Net income			1,548,988	1,548,988
Cash dividends			(1,860,000)	(1,860,000)
Balance at December 31, 1993	<u>\$2,103,300</u>	<u>\$2,088,192</u>	<u>\$15,390,423</u>	<u>\$19,581,915</u>

See Notes to Financial Statements.

FLORIDA CITIES WATER COMPANY

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 1993, 1992 AND 1991

	1993	1992	1991
OPERATING ACTIVITIES:			
Net income	\$1,548,988	\$2,344,197	\$1,806,980
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	2,572,694	2,288,320	2,126,381
Provision for deferred income taxes	424,250	785,387	396,904
Allowance for funds prudently invested			(67,808)
Gain on sale of land	(190,477)		
Accrued post-retirement expense	465,648		
Changes in current assets and liabilities:			
(Increase) in receivables	(21,482)	(226,754)	(103,338)
(Increase) decrease in other current assets	70,097	(103,155)	1,918
Increase (decrease) in accounts payable	120,458	(402,497)	118,634
Increase in other current liabilities	1,425,244	88,629	124,268
Other	(587,892)	(1,219,094)	(933,592)
NET CASH PROVIDED BY OPERATING ACTIVITIES	5,827,528	3,555,033	3,470,347
INVESTING ACTIVITIES:			
Investment in plant property	(3,003,413)	(3,572,230)	(7,499,557)
Proceeds from sale	304,477		
NET CASH (USED) BY INVESTING ACTIVITIES	(2,698,936)	(3,572,230)	(7,499,557)
FINANCING ACTIVITIES:			
Proceeds from issuance of long-term debt		6,000,000	7,000,000
Increase (decrease) in notes payable	(250,000)	(3,950,000)	1,250,000
Payment of long-term debt	(1,511,250)	(1,511,250)	(3,833,250)
Advances and contributions in aid of construction, net	531,352	576,038	803,354
Cash dividends paid	(1,860,000)	(1,060,000)	(1,279,750)
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	(3,089,898)	54,788	3,940,354
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	38,694	37,591	(88,856)
Cash and cash equivalents at beginning of year	187,558	149,967	238,823
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$226,252	\$187,558	\$149,967
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:			
Cash paid during the year for:			
Interest	\$2,671,024	\$2,652,076	\$2,790,121
Income taxes, including amounts paid on taxable advances and contributions	\$429,789	\$1,330,738	\$360,264
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:			
Acquisitions:			
Assets acquired	(\$1,028,890)	(\$1,988,537)	(\$1,034,988)
Advances and contributions in aid of construction	\$1,028,890	\$1,988,537	\$1,034,988
See Notes to Financial Statements.			

FLORIDA CITIES WATER COMPANY

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1993

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES

Florida Cities Water Company (the "Company") is a wholly owned subsidiary of FCWC Holdings Inc., which is a wholly owned subsidiary of Consolidated Water Company ("CWC"). Prior to June 1991, the Company was a wholly owned subsidiary of CWC.

Accounting and reporting policies of the Company are subject to regulation by various county and state regulatory authorities. The Company's accounting records are maintained in accordance with the uniform system of accounts prescribed by the National Association of Regulatory Utility Commissioners. The following summarizes the significant accounting and reporting policies of the Company.

Utility Plant: Utility plant is stated at original cost when first constructed or purchased for public utility purposes. Indirect costs capitalized during construction include an allowance for funds used during construction and various labor-related expenditures.

The cost of additions to utility plant and replacements of units of property are capitalized. The cost of depreciable property retired or replaced is eliminated from utility plant accounts and such cost, plus removal cost, less salvage, is charged to accumulated depreciation. All expenditures for maintenance and repairs of property and the cost of replacement items determined to be less than units of property are charged to operating expenses.

Revenue: Revenue consists of billings to customers for water and wastewater service at rates authorized by the Florida Public Service Commission ("FPSC") and various county commissions. Billings are included in revenue as meters are read on a cycle basis throughout each month. Unbilled revenues are accrued based on estimated consumption since the last billing.

Cash Flows: For purposes of the statements of cash flows, the Company considers all highly liquid instruments with a maturity of three months or less to be cash equivalents.

Depreciation: Depreciation of utility plant for financial statement purposes is computed on the straight-line method at rates based on the estimated useful lives of the assets as directed by the FPSC and various county commissions.

Unamortized Debt Expense: Debt expense on first mortgage bonds is amortized over the lives of the related bond issues.

Unamortized Rate Case Expense: Rate case expenses are deferred until the regulatory authority rules upon the application for a rate increase at which time they are amortized over the period approved by the regulatory authority.

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES--
Continued

Income Taxes: The Company is a member of a consolidated group for federal and state income tax purposes. Income taxes are calculated on a separate return basis adjusted for the tax benefit of an allocation, for federal income tax purposes only, of the interest expense of the parent company. Current taxes are paid to the parent company.

The Company uses the accelerated method of depreciation for assets placed in service from January 1, 1987 forward, as permitted by the Modified Accelerated Cost Recovery System portion of the Tax Reform Act of 1986. Prior to January 1, 1987 accelerated methods approved by the Internal Revenue Code were used.

The Company follows the practice of deferring investment tax credits for financial reporting purposes and amortizing them over a thirty-five year period. Prior to January 1, 1988 the Company was amortizing investment tax credits over a forty-year period.

Advances for Construction: Advances for the construction of main extensions are refundable to the customer within the terms of the contracts in which the advances are accepted. Balances which, at the end of the contract period are not refundable, are credited to contributions in aid of construction.

Contributions in Aid of Construction: Contributions in aid of construction include direct contributions and the portion of advances for construction which become non-refundable. Contributions in aid of construction are amortized to the extent permitted by the appropriate regulatory authority.

Related Party Transactions: CWC and affiliates charge the Company for certain general and administrative expenses, accounting and data processing services, environmental audits and safety and security audits. Such charges, during the years ended December 31, 1993, 1992 and 1991, were approximately \$1,373,000, \$1,403,000 and \$1,332,000 respectively.

Reclassifications: Certain amounts have been reclassified in the 1992 financial statements to conform to current year presentation.

NOTE 2--ALLOWANCE FOR FUNDS PRUDENTLY INVESTED

In several rate Orders for the Company's Lee County water and wastewater systems, the FPSC authorized the Company to recognize, for five years from the date of the Orders, an allowance for funds prudently invested related to excess plant capacity at these facilities. The facilities were planned and constructed so as to absorb future population growth in the service area. The FPSC's Orders specify that the allowance for funds prudently invested

NOTE 2--ALLOWANCE FOR FUNDS PRUDENTLY INVESTED--Continued

(which is designed to provide for the full cost of carrying the excess plant to include rate of return, depreciation, income taxes, property taxes and regulatory assessment fees) be passed on to new customers in the form of a one-time cumulative fee. At December 31, 1993, the allowance for funds prudently invested totalled approximately \$9,286,000, of which approximately \$263,000 was included in Prepaid expenses and other current assets and approximately \$9,023,000 was included in Deferred charges. At December 31, 1992, the allowance for funds prudently invested totalled approximately \$9,494,000, of which approximately \$367,000 was included in Prepaid expenses and other current assets and approximately \$9,127,000 was included in Deferred charges. Management believes that all recognized amounts attributable to funds prudently invested will be recoverable in the normal course of operations.

NOTE 3-CHANGE IN CAPITALIZATION

In June 1991, the Company converted 2,337 shares of outstanding common stock, with a value of \$9,000,000, into 90,000 shares of 9% Cumulative Preferred Stock, no par value, with a liquidation value of \$100 per share. Pursuant to the annual redemption requirements of the preferred stock, the Company will retire 18,000 shares per year at the liquidation value for years 1997 through 2001.

NOTE 4--LONG-TERM DEBT

Long-term debt at December 31, 1993 and 1992 is summarized as follows:

	<u>1993</u>	<u>1992</u>
First mortgage bonds:		
9.500% Series D, due 1996	\$ 1,812,500	\$ 1,843,750
9.250% Series F, due 1997	1,110,000	1,245,000
11.550% Series H, due 2000	5,600,000	6,400,000
8.500% Series I, due 2002	4,910,000	5,455,000
9.190% Series J, due 2006	7,000,000	7,000,000
7.790% Series K, due 2007	<u>6,000,000</u>	<u>6,000,000</u>
Total long-term debt	26,432,500	27,943,750
Less current maturities	<u>1,511,250</u>	<u>1,511,250</u>
Long-term debt included in total capitalization	<u>\$24,921,250</u>	<u>\$26,432,500</u>

NOTE 4--LONG TERM DEBT--Continued

The first mortgage bonds are collateralized by substantially all plant property. Sinking fund requirements and installments of long-term debt are due as follows:

<u>Maturities</u>	<u>Amount</u>
1994	\$ 1,511,250
1995	1,511,250
1996	3,896,667
1997	3,262,167
1998	2,557,167
1999 - 2003	9,845,833
2004 - 2007	<u>3,848,166</u>
Total	\$ <u>26,432,500</u>

Under the Company's debt arrangements, the payment of cash dividends and certain other distributions are restricted. Under the most restrictive provisions of these documents, approximately \$4,213,000 of retained earnings were available for distribution at December 31, 1993.

NOTE 5--INCOME TAXES

The provision (credit) for income taxes consists of the following components:

	<u>1993</u>	<u>1992</u>	<u>1991</u>
Federal taxes:			
Current	\$ 105,000	\$ 133,000	\$ (304,000)
Deferred	<u>332,721</u>	<u>678,218</u>	<u>313,509</u>
Total federal taxes	\$ <u>437,721</u>	\$ <u>811,218</u>	\$ <u>9,509</u>
State taxes:			
Current	\$ 31,300	\$ 19,100	\$ (39,300)
Deferred	<u>91,529</u>	<u>107,169</u>	<u>83,395</u>
Total state taxes	\$ <u>122,829</u>	\$ <u>126,269</u>	\$ <u>44,095</u>

Deferred income taxes consists of the following components:

	<u>1993</u>	<u>1992</u>	<u>1991</u>
Depreciation	\$ 407,000	\$ 610,200	\$ 483,000
Investment tax credits	(97,000)	(93,000)	(105,000)
Allowance for funds prudently invested	(89,000)	(94,000)	(101,619)
Taxable contributions	136,509	159,174	183,078
Other	<u>66,741</u>	<u>203,013</u>	<u>(62,555)</u>
Total provision for deferred income taxes	\$ <u>424,250</u>	\$ <u>785,387</u>	\$ <u>396,904</u>

NOTE 5-INCOME TAXES--Continued

Federal income taxes computed by applying the statutory federal income tax rate for the years 1993, 1992 and 1991 are reconciled to the provision for income taxes as follows:

	1993		1992		1991	
	<u>Amount</u>	<u>% of Pretax Income</u>	<u>Amount</u>	<u>% of Pretax Income</u>	<u>Amount</u>	<u>% of Pretax Income</u>
Computed taxes at statutory rate	\$ 717,000	34.0	\$ 1,116,000	34.0	\$ 633,000	34.0
Tax effect of:						
Tax depreciation in excess of book depreciation	(470,000)	(22.3)	(355,000)	(10.8)	(374,000)	(20.1)
Taxable contributions	123,500	5.9	144,000	4.4	166,000	8.9
Tax benefit of parent company interest expense	(78,000)	(3.7)	(87,000)	(2.7)	(107,000)	(5.8)
Amortization of investment tax credits	(81,000)	(3.8)	(82,000)	(2.5)	(82,000)	(4.4)
State income taxes	81,000	3.8	83,000	2.5	29,000	1.6
Miscellaneous items, net	<u>268,050</u>	<u>12.7</u>	<u>118,487</u>	<u>3.6</u>	<u>(211,396)</u>	<u>(11.4)</u>
Provision for income taxes	<u>\$ 560,550</u>	<u>26.6</u>	<u>\$ 937,487</u>	<u>28.5</u>	<u>\$ 53,604</u>	<u>2.8</u>

Effective January 1, 1993, the Company adopted Financial Accounting Standards Board ("FASB") Statement No. 109, "Accounting for Income Taxes." ("FAS109"). Under FAS 109, the liability method is used in accounting for income taxes. Under this method, deferred income tax assets and liabilities are determined based on differences between financial reporting and tax bases of assets and liabilities and are measured using the enacted tax rates and laws that will be in effect when the differences are expected to reverse. Prior to the adoption of FAS 109, income tax expense was determined using the deferred method under APB Opinion 11.

As permitted by FAS 109, the Company has elected not to restate the financial statements of any prior year. The cumulative effect of adopting FAS 109 for the Company was recorded as a regulatory liability or regulatory asset in accordance with accounting procedures applicable to regulated enterprises. These regulatory liabilities and regulatory assets are to be adjusted through future operating revenues. There was no significant effect of adopting FAS 109 on income before taxes for the current year.

NOTE 5-INCOME TAXES--Continued

Deferred income taxes reflect the net tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred income tax assets and liabilities as of December 31, 1993 are as follows:

Deferred income tax assets:	
Advances and contributions	\$ 20,605,000
Unamortized ITC	1,111,000
Other	<u>701,000</u>
Total deferred income tax assets	<u>22,418,000</u>
Deferred income tax liabilities:	
Utility Plant	20,121,000
Allowances for funds prudently invested	3,337,000
Other	<u>374,000</u>
Total deferred income tax liabilities	<u>23,832,000</u>
Deferred Income Taxes	\$ <u>1,414,000</u>

As indicated in Note 1, the Company is a member of a consolidated group for federal and state income tax purposes, and, accordingly, current taxes are paid to the parent company. At December 31, 1993, approximately \$398,000 of taxes due to the parent are included in due to parent company and affiliates.

NOTE 6--PENSION PLAN

The Company's parent has a non-contributory defined benefit pension plan covering substantially all employees of the parent and its subsidiaries, including the Company. The benefits are based on years of service and the employee's compensation during the highest 5 out of the last 10 years of employment. The funding policy is to contribute amounts to the plan sufficient to meet the minimum funding requirements set forth in the Employee Retirement Income Security Act of 1974.

NOTE 6--PENSION PLAN--Continued

The following table sets forth the Company's portion of the plan's funded status, as actuarially determined, at December 31, 1993 and 1992, and the amounts recognized in the balance sheets for the years then ended.

	<u>1993</u>	<u>1992</u>
Actuarial present value of benefit obligations:		
Accumulated benefit obligation, including vested benefits of \$1,050,000--1993, \$957,000--1992	\$ <u>(1,097,000)</u>	\$ <u>(984,000)</u>
Projected benefit obligation	\$ (1,539,000)	\$(1,358,000)
Plan assets at fair value	<u>1,614,000</u>	<u>1,451,000</u>
Projected benefit obligation less than assets	75,000	93,000
Unrecognized net gain	(142,000)	(149,000)
Unrecognized prior service cost	92,000	103,000
Unrecognized net asset at January 1, 1986, net of amortization	<u>(77,000)</u>	<u>(89,000)</u>
Accrued pension cost	\$ <u>(52,000)</u>	\$ <u>(42,000)</u>

Net pension cost included the following components:

	<u>1993</u>	<u>1992</u>	<u>1991</u>
Service cost--benefits earned during the period	\$ 120,000	\$ 106,000	\$ 96,000
Interest cost on projected benefit obligation	109,000	95,000	92,000
Actual return on plan assets	(156,000)	(99,000)	(148,000)
Net amortization and deferral	<u>38,000</u>	<u>(12,000)</u>	<u>51,000</u>
Net periodic pension cost	\$ <u>111,000</u>	\$ <u>90,000</u>	\$ <u>91,000</u>

The accrued pension cost consisted of approximately \$38,000 and \$22,000 included in Accounts payable and other current liabilities and \$14,000 and \$20,000 included in Other deferred credits at December 31, 1993 and 1992, respectively.

The weighted-average discount rate and rate of increase in future compensation levels used in determining the actuarial present value of the projected benefit obligation were 8 percent, at both December 31, 1993 and 1992. The expected long-term rate of return on plan assets in 1993, 1992 and 1991 was 8 percent.

At December 31, 1993 and 1992, the plan assets are invested under a group annuity contract with a major insurance company. Approximately 65% and 80%, respectively, of the plan assets are invested in a general asset fund of the insurance company which is comprised primarily of fixed income securities. The remaining assets are invested in equity securities, public bonds and cash equivalents in the insurance company's separate accounts.

NOTE 7-POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The Company sponsors a defined benefit postretirement plan that covers both salaried and nonsalaried employees. The plan provides medical and life insurance benefits. The postretirement medical and life insurance plan is non-contributory.

The Company's funding policy for its postretirement plans are to fund on a pay-as-you-go basis. Prior to 1993, the Company also accounted for post retirement expenses on this basis. In 1993, the Company adopted FASB Statement No. 106 "Employers' Accounting for Postretirement Benefits Other Than Pensions", which requires accounting for postretirement benefits on an accrual basis. The effect of adopting Statement No. 106 was to increase net periodic postretirement benefit expense by \$466,000 in 1993.

The following table sets forth the plan's funded status as of December 31, 1993:

Accumulated postretirement benefit obligation:		
Retirees	\$	(550,000)
Fully eligible active plan participants		(521,000)
Other active plan participants		<u>(1,348,000)</u>
		<u>(2,419,000)</u>
Plan assets at fair value		
Accumulated postretirement benefit obligation in excess of plan assets		(2,419,000)
Unrecognized net gain from past experience different from that assumed and from changes in assumptions		(33,000)
Unrecognized transition obligation		<u>1,986,000</u>
Accrued postretirement benefit cost	\$	<u>(466,000)</u>

Net periodic postretirement benefit cost for the year ended December 31, 1993 included the following components:

Service cost	\$	213,000
Interest cost on accumulated post-retirement benefit obligation		165,000
Amortization of transition obligation over 20 years		<u>105,000</u>
Net periodic postretirement benefit expense	\$	<u>483,000</u>

For measurement purposes, a 13 percent annual rate of increase in the per capita cost of covered health care benefits was assumed for 1993; the rate was assumed to decrease gradually to 6 percent for the year 2000 and remain at that level thereafter. The health care cost trend rate assumption has a significant effect on the amounts reported. To illustrate, increasing the assumed health care cost trend rates by 1 percentage point in each year would increase the accumulated postretirement benefit obligation as of December 31, 1993 by \$400,000 and the aggregate of the service and interest cost components of net periodic postretirement benefit expense for the year then ended by \$77,000.

The weighted average discount rate used in determining the accumulated postretirement benefit obligation is 8 percent.

NOTE 8--LINE OF CREDIT

At December 31, 1993, the Company had available a line of credit arrangement with a bank, expiring June 30, 1995, which provides for maximum borrowings of \$10,000,000 at the bank's prime rate or lower rates as quoted by the bank. Under the terms of the line of credit, no compensating balances are required. A commitment fee is required equal to an annual rate of 1/8 of 1% of the unused line. At December 31, 1993, the Company had borrowings of \$2,800,000 against the line of credit at various interest rates ranging from 4.25% to 6.00%. At December 31, 1992, the Company had borrowings of \$3,050,000 against the line of credit bearing various interest rates ranging from 4.625% to 6.000%. The Company's parent has guaranteed repayment of all borrowings.

NOTE 9--COMMITMENTS

The Company accounts for leases on the same basis as that used by the FPSC and other regulatory authorities in the rate-making process, which determines the revenues utilized to recover the lease costs.

The Company leases certain office space, transportation equipment and other equipment under lease arrangements expiring through 1997. Total rent expense was approximately \$134,000 for 1993, \$133,000 for 1992 and \$122,000 for 1991.

Minimum rental commitments for non-cancelable operating leases in effect at December 31, 1993 are as follows:

1994	\$121,000
1995	118,000
1996	118,000
1997	<u>46,000</u>
Total	<u>\$403,000</u>

At December 31, 1993, the Company had outstanding commitments of approximately \$1,219,000 for the construction of utility plant.

NOTE 10--CONTINGENCIES

On October 1, 1993, the United States, on behalf of the U.S. Environmental Protection Agency, filed a civil action against the Company in the U.S. District Court for the Middle District of Florida. (United States vs Florida Cities Water Company, Civil Action No. 93-281-C1). The complaint alleges that the Company's wastewater treatment plant in North Fort Myers, Florida, committed various violations of the Clean Water Act, 33 U.S.C. §1251 et seq., including (1) discharge of pollutants without an operating permit from October 1, 1988 to October 31, 1989; (2) discharging from an unpermitted discharge location from November 1, 1989 until July 14, 1992; and (3) discharging pollutants in excess of permit limitations at various times from July 1991 to June of 1992. The Government is seeking the statutory maximum civil penalties of \$25,000 per day, per violation based upon the allegations. The Company strongly believes that there are

NOTE 10--CONTINGENCIES--Continued

mitigating facts as well as valid legal defenses that could reduce or eliminate the imposition of monetary sanctions. Although the outcome of this matter cannot be determined, it is the opinion of management that the resolution of this matter will not have a material effect on the Company's business or financial position.

LEVERAGE GRAPH FORMULA

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Annual reestablishment of authorized range of returns on common equity for water and wastewater utilities, pursuant to Section 367.081 (4) (f), Florida Statutes.

) DOCKET NO. 940006-WS
) ORDER NO. PSC-94-1051-FOF-WS
) ISSUED: August 29, 1994
)
)
)
)
)

The following Commissioners participated in the disposition of this matter:

- J. TERRY DEASON, Chairman
- SUSAN F. CLARK
- JULIA L. JOHNSON
- DIANE K. KIESLING

NOTICE OF PROPOSED AGENCY ACTION

ORDER ESTABLISHING AUTHORIZED RANGE OF RETURNS ON COMMON EQUITY

BY THE COMMISSION:

NOTICE IS HEREBY GIVEN by the Florida Public Service Commission that the action proposed herein is preliminary in nature and will become final unless a person whose interests are substantially affected files a petition for a formal proceeding in accordance with Rule 25-22.029, Florida Administrative Code.

Pursuant to Section 367.081(4)(f), Florida Statutes, this Commission is authorized to establish, not less than once each year, a leverage formula to calculate a reasonable range of returns on common equity for water and wastewater utilities. We last revised the leverage formula by Order No. PSC-93-1107-FOF-WS, issued July 29, 1993, in Docket No. 930006-WS.

In calculating the updated leverage formula, we have utilized the same methodologies used in prior leverage formula dockets. The basic assumptions are that: business risk is similar for all water and wastewater utilities; the cost of equity is an exponential function of the equity ratio; the marginal weighted average cost of investor capital is constant over the 40% to 100% equity ratio range; and given adequate management and effective regulation, a Moody's Baa2 bond rating is representative of the average marginal cost of debt to a Florida water and wastewater utility over a 40% to 100% equity ratio range.

DOCUMENT NUMBER-DATE
08866 AUG 29 8
FPSC-RECORDS/REPORTING

ORDER NO. PSC-94-1051-FOF-WS
DOCKET NO. 940006-WS
PAGE 2

Our calculation of an updated leverage formula results in a range of returns on equity from 9.81 percent to 11.34 percent based on a formula of 8.80 percent + 1.014/Equity Ratio. The midpoint of the 9.81 percent to 11.34 percent range has increased by 44 basis points when compared to the existing midpoint.

The difference between the existing leverage formula and the updated formula is the result of changes in underlying market conditions; that is, changes in bond yields and required rates of return. The top of the updated range of returns (the 11.34 percent at a 40 percent equity ratio) has been moderated by the fact that the equity ratio of the index of companies has declined from last year's ratio (from 47.8 percent to 45.7 percent). A lower equity ratio for the index of companies lowers the top of the range of returns for the water and wastewater leverage formula.

The 11.34 percent return on common equity can be divided into three segments. First, we derived a 10.61 percent return on equity by averaging the results of the Discounted Cash Flow (DCF) model and Risk Premium model. We applied the DCF model to an index of publicly traded water and wastewater utilities and the Risk Premium model to an index of publicly traded natural gas utilities. Second, we added a bond yield differential adjustment of 41 basis point to reflect the difference in risk between the indices of companies used in the DCF and Risk Premium models and an average water and wastewater utility in Florida. Third, we added an adjustment of 32 basis points to reflect the required return on equity at a 40 percent equity ratio.

The bond yield differential adjustment of 41 basis points is comprised of the bond yield differential between the yield on A1-rated bonds and the yield on Baa2-rated bonds. The A1 rating is the average bond rating for the natural gas index and water and wastewater index, and the Baa2 rating is the bond rating assumed for the average water and wastewater utility in Florida.

The 32 basis point adjustment represents the difference between the required return on equity at a 40.0 percent equity ratio and the required rate of return at the 45.7 percent equity ratio average for the index of water and wastewater utilities and natural gas utilities. Using the most recently available capital structure for the index of publicly traded water and wastewater utilities and natural gas utilities as a proxy for the capital structure of an average water and wastewater utility in Florida, we calculated the marginal cost of investor capital for an average water and wastewater utility in Florida to be 9.81 percent.

Our analyses are appended to this Order as Attachment 1.

ORDER NO. PSC-94-1051-FOF-WS
DOCKET NO. 940006-WS
PAGE 3

Based on the foregoing, we find that the appropriate formula for measuring authorized range of returns on common equity for the Florida water and wastewater utilities is as follows:

Return on Common Equity = 8.80% + 1.014/Equity Ratio

In order to discourage imprudent financial risk, we find it appropriate to limit the authorized return on common equity to a maximum of 11.34 percent for all equity ratios of less than 40 percent.

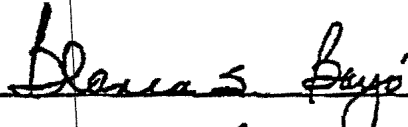
Based on the foregoing, it is, therefore,

ORDERED by the Florida Public Service Commission that the provisions of this Order are issued as proposed agency action and will become final unless an appropriate petition is filed with the Division of Records and Reporting, 101 East Gaines Street, Tallahassee, Florida, 32399-0870, by close of business on the date indicated in the Notice of Further Proceedings or Judicial Review. It is further

ORDERED that the appropriate formula for measuring returns on common equity for water and wastewater utilities shall be as set forth in the body of this Order. It is further

ORDERED that returns on common equity are hereby capped at 11.34 percent for all water and wastewater utilities with equity ratios of less than 40 percent in order to discourage imprudent financial risk.

By ORDER of the Florida Public Service Commission, this 29th day of August, 1994.



BLANCA S. BAYO, Director
Division of Records and Reporting

(S E A L)

MEO

ORDER NO. PSC-94-1051-FOF-WS
DOCKET NO. 940006-WS
PAGE 4

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

The action proposed herein is preliminary in nature and will not become effective or final, except as provided by Rule 25-22.029, Florida Administrative Code. Any person whose substantial interests are affected by the action proposed by this order may file a petition for a formal proceeding, as provided by Rule 25-22.029(4), Florida Administrative Code, in the form provided by Rule 25-22.036(7)(a) and (f), Florida Administrative Code. This petition must be received by the Director, Division of Records and Reporting, 101 East Gaines Street, Tallahassee, Florida 32399-0870, by the close of business on September 19, 1994.

In the absence of such a petition, this order shall become effective on the day subsequent to the above date as provided by Rule 25-22.029(6), Florida Administrative Code.

Any objection or protest filed in this docket before the issuance date of this order is considered abandoned unless it satisfies the foregoing conditions and is renewed within the specified protest period.

If this order becomes final and effective on the date described above, any party substantially affected may request judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or by the First District Court of Appeal in the case of a water or wastewater utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days of the effective date of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.

ORDER NO. PSC-94-1051-FOF-WS
 DOCKET NO. 940006-WS
 PAGE 5

ATTACHMENT 1
 PAGE 1 OF 11

SUMMARY OF RESULTS

Leverage Formula Update

	<u>1993</u>	<u>1994</u>
DCF Cost of Equity for Water Index	9.83%	10.50%
Risk Premium Cost of Equity for Gas Index	<u>10.38%</u>	<u>10.72%</u>
AVERAGE	10.11%	10.61%
Bond Yield Differential	.41%	0.41%
Adjustment to Reflect Required Equity Return at a 40% Equity Ratio	<u>.45%</u>	<u>.32%</u>
Cost of Equity for Average Florida Water and Wastewater Utility at a 40% Equity Ratio	<u>10.97%</u>	<u>11.34%</u>

Existing Leverage Formula

Return on Common Equity	=	8.18% + 1.116/ER
Range of Returns on Equity	=	9.30% - 10.97%

Updated Leverage Formula

Return on Common Equity	=	8.80% + 1.014/ER
Range of Returns on Equity	=	9.81% - 11.34%

CURRENT TARIFF SHEETS

GENERAL SERVICE

RATE SCHEDULE GSS - SEWER SERVICE

Availability - Sewer service in accordance with this rate schedule is available throughout the certificated area in North Lee County, Florida.

Applicability - This rate schedule is applicable to any customer for which no other rate schedule applies. Sewer service is available under this schedule to multiple-family structures, state-licensed mobile home parks and mobile home subdivisions where separate service connections and meter is installed for each family unit supplied with water service. Each such family unit will be separately billed.

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

Rate (Monthly)

Residential Service

<u>Base Facility Charge</u>	\$	24.37	per month
Plus Gallonage Charge	\$	4.62	per 1,000 gallons (up to a maximum of 6,000 gallons of water usage)

General Service

Meter Size

5/8" x 3/4" meter
1"
1-1/2"
2"
3"
4"
6"

Base Facility Charge

\$	24.37
	60.94
	121.87
	194.99
	389.98
	609.35
	1,218.69

Plus Gallonage Charge	\$	5.55	per 1,000 gallons of water usage with no maximum gallonage
-----------------------	----	------	--

Terms of Payment - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. Service may be discontinued after five (5) working days' written notice is mailed to the customer separate and apart from any other bill.

Additional Clauses - Water and sewer charges are billed concurrently and payment for sewer service only is not acceptable to the Company without concurrent or simultaneous payment of the water charge. Non-receipt of total charges may result in discontinuance of service.

Effective Date: For service rendered on or after July 1, 1994

Type of Filing: 1994 Price Indexing.

Paul Bradt Miller

Executive Vice President

WP 4/94

MULTIPLE DWELLING SERVICE

RATE SCHEDULE MDS - SEWER SERVICE

Availability - Sewer service in accordance with this rate schedule is available in multiple dwelling units throughout the certificated area in Lee County, Florida.

Definition - Any single structure or group of structures containing more than one dwelling unit. This shall include, but not be limited to highrise apartment complexes, garden-style apartment complexes, duplexes, triplexes, condominiums and trailer parks, and other structures with similar service characteristics.

Rate - North - Same as General Service (GSS) North Sewer
- South - Same as General Service (GSS) South Sewer

Terms of Payment - Bills are due and payable when rendered and become delinquent if no paid within twenty (20) days. Service may be discontinued after five (5) working days' written notice is mailed to the Customer separate and apart from any other bill.

Additional Clauses - Water and sewer charges are billed concurrently and payment for sewer service only is not acceptable to the Company without concurrent or simultaneous payment of the water charge. Non-receipt of total charges may result in discontinuance of service.

Limitations - Subject to all of the Rules and Regulations of the Company.

Effective Date (North):
For service rendered on or after July 1, 1994

Effective Date (South):
For service rendered on or after July 1, 1994

Type of Filing (North): 1994 Price Indexing.
Type of Filing (South): 1994 Price Indexing.

Paul Bradtmiller
Executive Vice President

WP 4/94

MISCELLANEOUS SERVICE CHARGES

	<u>Business Hours</u>	<u>After Business Hours</u>
Initial Connection	\$15.00	\$15.00
Normal Reconnection	15.00	15.00
Violation Reconnection	Actual Cost	Actual Cost
Premise Visit Charge (In lieu of disconnection)	\$10.00	N/A

DEFINITIONS

Initial Connection

This Charge would be levied for service initiation at a location where service did not exist previously.

Normal Reconnection

This charge would be levied for transfer of service to a new customer account at the same location or reconnection of service subsequent to a customer requested disconnection.

Violation Reconnection

This charge would be levied subsequent to disconnection of service for cause including a delinquency in bill payment.

Premises Visit Charge (In Lieu of Disconnection)

This charge would be levied when a service representative visits a premises for the purpose of discontinuing service for nonpayment of a due and collectible bill and does not discontinue service because the customer pays the service representative or otherwise makes satisfactory arrangements to pay the bill.

EFFECTIVE: July 1, 1992

Paul H. Bradtmiller
Executive Vice President

Third Revised Sheet No. 26.0
Cancelling Second Revised Sheet No. 26.0

NAME OF COMPANY Florida Cities Water Company

Held for Future Use

FEB 18 1956

A.A. Reeves III VICE PRESIDENT

PROPOSED TARIFF SHEETS

RESIDENTIAL & GENERAL SERVICE

RATE SCHEDULE RSS & GSS - SEWER SERVICE

Availability - Sewer service in accordance with this rate schedule is available throughout the certificated area in North Lee County, Florida.

Applicability - This rate schedule is applicable to any customer for which no other rate schedule applies. Sewer service is available under this schedule to multiple-family structures, state-licensed mobile home parks and mobile home subdivisions where separate service connections and meter is installed for each family unit supplied with water service. Each such family unit will be separately billed.

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

Rate (Monthly)

Residential Service

<u>Base Facility Charge</u>	\$ 32.61	per month
Plus Gallonage Charge	\$ 5.14	per 1,000 gallons (up to a maximum of 6,000 gallons of water usage)

General Service

Meter Size

5/8" x 3/4" meter
3/4"
1"
1-1/2"
2"
3"
4"
6"
8"

Base Facility Charge

\$ 32.61
48.92
81.53
163.05
260.88
521.76
815.25
1,630.50
3,261.00

Plus Gallonage Charge	\$ 6.17	per 1,000 gallons of water usage with no maximum gallonage
-----------------------	---------	--

Terms of Payment - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. Service may be discontinued after five (5) working days' written notice is mailed to the customer separate and apart from any other bill.

Additional Clauses - Water and sewer charges are billed concurrently and payment for sewer service only is not acceptable to the Company without concurrent or simultaneous payment of the water charge. Non-receipt of total charges may result in discontinuance of service.

Effective Date: For service rendered on or after _____.

Type of Filing: 1995 Rate Case.

Paul Bradtmiller
Executive Vice President

MULTIPLE DWELLING SERVICE

RATE SCHEDULE MDS - SEWER SERVICE

Availability - Sewer service in accordance with this rate schedule is available in multiple dwelling units throughout the certificated area in Lee County, Florida.

Definition - Any single structure or group of structures containing more than one dwelling unit. This shall include, but not be limited to highrise apartment complexes, garden-style apartment complexes, duplexes, triplexes, condominiums and trailer parks, and other structures with similar service characteristics.

Rate - North - Same as General Service (GSS) North Sewer
- South - Same as General Service (GSS) South Sewer

Terms of Payment - Bills are due and payable when rendered and become delinquent if no paid within twenty (20) days. Service may be discontinued after five (5) working days' written notice is mailed to the Customer separate and apart from any other bill.

Additional Clauses - Water and sewer charges are billed concurrently and payment for sewer service only is not acceptable to the Company without concurrent or simultaneous payment of the water charge. Non-receipt of total charges may result in discontinuance of service.

Limitations - Subject to all of the Rules and Regulations of the Company.

Effective Date (North):
For service rendered on or after _____.

Effective Date (South):
For service rendered on or after July 1, 1994.

Type of Filing (North): 1995 Rate Case.
Type of Filing (South): 1994 Price Indexing.

Paul Bradtmiller
Executive Vice President

WP 4/95

MISCELLANEOUS SERVICE CHARGES

Initial Connection	\$15.00
Normal Reconnection	15.00
Violation Reconnection	15.00
Premise Visit Charge	10.00
Premise Visit Charge (in lieu of disconnection)	10.00

DEFINITIONS

Initial Connection

This charge is levied for service initiation at a location where service did not exist previously.

Normal Reconnection

This charge is levied for transfer of service to a new customer account at a previously served location, or reconnection of service subsequent to a customer requested disconnection.

Violation Reconnection

This charge is levied prior to reconnection of an existing customer after disconnection of service for cause according to Rule 25-30.320(2), Florida Administrative Code, including a delinquency in bill payment.

Premises Visit Charge

This charge is levied when a service representative visits a premises at the customer's request for complaint resolution and the problem is found to be the customer's responsibility.

Premises Visit Charge (In Lieu of Disconnection)

This charge is levied when a service representative visits a premises for the purpose of discontinuing service for nonpayment of a due and collectible bill and does not discontinue service because the customer pays the service representative or otherwise makes satisfactory arrangements to pay the bill.

Effective Date: For service rendered on or after _____.

Type of Filing: 1995 Rate Case.

Paul H. Bradtmiller
Executive Vice President

WP 5/95

GENERAL SERVICE

RATE SCHEDULE - RECLAIMED WATER (SEWER)

Availability - Reclaimed water service in accordance with this rate schedule is available for commercial units throughout the certified area in North Lee County, Florida.

Applicability - This rate is available only to large volume users, such as golf courses. This rate is not available to small commercial users such as nurseries.

Rate (Monthly)
General Service

Gallonge Charge	\$0.13	per 1,000 gallons of effluent water
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Terms of Payment - Bills are due and payable when rendered and become delinquent if not paid within twenty (20) days. Service may be discontinued after five (5) working days' written notice is mailed to the Customer separate and apart from any other bill.

Additional Clauses - Water and sewer charges are billed concurrently and payment for sewer service only is not acceptable to the Company without concurrent or simultaneous payment of the water charge. Non-receipt of total charges may result in discontinuance of service.

Limitations - Subject to all of the Rules and Regulations of the Company.

Effective Date: For service rendered on or after _____.

Type of Filing: 1995 Rate Case.

Paul H. Bradtmiller
Executive Vice President

WP 4/95

FASB 106 ESTIMATED EXPENSE FOR 1995

FLORIDA CITIES WATER COMPANY
N FT MYERS DIV. - WASTEWATER
1995 RATE CASE
ESTIMATED 1995 FASB 106 EXPENSE

Line
No.

1 Expense Adjustment due to the effect of FASB 106 (Employers accounting for
2 postretirement benefits other than pensions) and the Wyatt Actuarial Study dated
3 4/4/94 for the year ending 12/31/94 and budget workpapers.

4
5 TOTAL ESTIMATED 1995 FASB 106 COST:

	% ALLOCATED (See note x.)		
6			
7			
8			
9		CAPITALIZED & OTHER	19.0% \$101,802
10			
11		EXPENSE	81.0% 434,000 A.
12			
13			
14		TOTAL ESTIMATED 1995 FASB 106 COST	100.0% \$535,802
15			
16			

17 1995 ESTIMATED EXPENSE ALLOCATED:

	BUDGETED PAYROLL TO EXPENSE	ALLOCATION FACTOR (B)	ANNUAL (A x B)	
18				
19				
20				
21				
22				
23				
24	N FT MYERS WATER	\$218,000	0.067849	29,447
25	WASTEWATER	258,000	0.080299	34,850 ←-----
26	S FT MYERS WATER	782,000	0.243386	105,630
27	WASTEWATER	419,000	0.130408	56,597
28	GOLDEN GATE WATER	187,000	0.058201	25,259
29	WASTEWATER	176,000	0.054777	23,773
30	BAREFOOT BAY WATER	202,000	0.062870	27,285
31	WASTEWATER	142,000	0.044195	19,181
32	CARROLLWOOD WATER	92,000	0.028634	12,427
33	WASTEWATER	58,000	0.018052	7,834
34	SARASOTA WATER	180,000	0.056022	24,314
35	WASTEWATER	499,000	0.155307	67,403
36				
37	TOTAL 1995 ESTIMATED FASB 106 EXPENSE	\$3,213,000	1.000000	\$434,000

38
39
40 FOR N FT MYERS WATER..... \$29,447

41
42 FOR N FT MYERS WASTEWATER..... \$34,850 ←-----

43			
44			
45	Note x.	1995 LABOR TO EXP & OTHER	
46			
47		CAPITALIZED & OTHER	\$756,000 19.0%
48		EXPENSE	3,225,000 81.0%
49			
50			
51		TOTAL 1995 PAYROLL	\$3,981,000 100.0%
52			

1995 OPERATING BUDGET
 POST-RETIREMENT BENEFITS 605/705-80

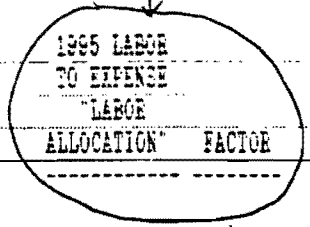
	FCWC	PUI
ACCRUE - Y/E 12/31/94	484,000	66,600
% EXPENSED - 6 MONTHS ENDED 6/30/94	<u>82.07%</u>	<u>71.34%</u>
ACTUAL/ESTIMATE - 1994	397,219	47,512
	USE 397,000	USE 48,000
NUMBER OF EMPLOYEES - 1994	<u>÷ 136</u>	<u>÷ 19.5</u>
EXPENSE PER EMPLOYEE - 1994	2,921	2,437
NUMBER OF EMPLOYEES BUDGETED - 1995		
FCWC = 5 1/2 ADDL. POSITIONS	X 141.5	21
PUI = 1 1/2 ADDL. POSITIONS		
	413,321	51,177
COST INCREASE 5%	<u>20,666</u>	<u>2,559</u>
1995 BUDGETED EXPENSE	433,987	53,736
	USE <u>434,000</u>	USE 54,000

Florida Cities Water Company
 Allocation Spreads - Expenses
 1995 Operating Budget
 (000 Omitted)

BUDGET 1995 FOWC-ALL

For 1995 FA88106

UPIS/CWIP AT 8/30/94	ESTIMATED ADDITIONS 7/94-12/94	UPIS/CWIP AT 12/31/94 PROPERTY "ALLOCATION"	FACTOR	1995 CONNECTIONS "CUSTOMER" "ALLOCATION"	FACTOR	1995 LABOR TO EXPENSE "LABOR" "ALLOCATION"	FACTOR	"GENE ALLOCA
----------------------------	--------------------------------------	--	--------	---	--------	---	--------	-----------------



Lee:									
N. Ft. Myers:									
Water	7025	150	7175	0.049	3530	0.059	218	0.068	
Wastewater	11664	352	12016	0.081	2723	0.048	258	0.080	←
S. Ft. Myers:									
Water	51690	868	52558	0.355	14545	0.253	782	0.243	
Wastewater	24700	692	25392	0.172	5629	0.100	419	0.130	
Golden Gate:									
Water	7847	836	8683	0.059	2748	0.049	187	0.058	
Wastewater	6918	697	7615	0.051	2032	0.036	176	0.055	
Barefoot Bay:									
Water	4392	324	4716	0.032	4594	0.081	202	0.063	
Wastewater	5020	326	5346	0.036	4576	0.081	142	0.044	
Hillsborough:									
Water	1374	12	1386	0.009	1192	0.021	92	0.029	
Wastewater	1763	0	1763	0.012	1127	0.020	58	0.018	
Sarasota:									
Water	3998	107	4105	0.028	5500	0.097	180	0.056	
Wastewater	16608	360	17168	0.116	8751	0.155	499	0.155	
Total Company	143199	4744	147943	1.000	56547	1.000	3213	1.000	

AMOUNT FACTOR

1995 Labor to Expense	3225	0.810	Percent used to allocate fringe benefits to expense.
1995 Labor to Other	756	0.190	Percent used to allocate fringe benefits to other.
Total Company Payroll - 1995	3981	1.000	

**AFFILIATED COMPANIES
EXPENSE ALLOCATIONS**

PARENT COMPANY ALLOCATION SCHEDULE DESCRIPTION

There are two sets (4 pages each) of allocation schedules following this description to cover the period from January 1994 through December 1995. The main difference is that the northern operating subsidiaries were sold toward the end of 1993.

Due to this organizational restructuring, AUI has reduced its staff and its O&M expenses from \$1,413,310 in 1993 to an estimated \$942,000 in 1994 and to an estimated \$600,000 in 1995. The table below summarizes the financial impact to FCWC and its N Ft Myers Division - Wastewater. The utility has adjusted (decreased) or annualized this expense in this rate case filing (Refer to MFRs Section B, Schedule B-3, page 3, account Contract-Management Services).

SUMMARY - ALLOCATED EXPENSES FROM AUI TO FCWC

	1994 Est.	1995 Est.	1994-1995 Increase	% Increase
Total Expenses Allocated from AUI to its subsidiaries.	\$652,077	\$383,000	(\$269,077)	-41.3%
Total Expenses Allocated from AUI to FCWC.	\$545,400 83.64%	\$316,400 82.61%	(\$229,000)	-42.0%
Total Expenses Allocated from AUI to FCWC's N Ft Myers - Water	5.70% \$31,088	5.70% \$18,035	(\$13,053)	-42.0%
to FCWC's N Ft Myers - Wastewater	7.20% \$39,269	7.00% \$22,148 a.	(\$17,121)	-43.6%
Total	\$70,357	\$40,183	(\$30,174)	-42.9%

Page one of the schedule brings forward the total expenses from page four and begins the allocation process. A two part allocation is used for Avatar Utility Services Inc. (AUSI) and all other operating subsidiaries. This allocation is used as AUSI is not comparable to the operating subsidiaries as they do not have the same kind of customers or gallons treated, however, they do need to be allocated general and administrative (G&A) expenses. Page two of the allocation uses the percent allocation from page three to allocate the G&A expenses to the operating subsidiaries. The three part allocation on page three is used to calculate the percent allocation to the operating subsidiaries. Page four of the allocation schedule lists all of the expenses of Avatar Utilities Inc. and the portion that the Company allocates to its subsidiaries.

a. To MFR Section B2, Schedule B-3, Page 3, Contract-Management Services

AVATAR UTILITIES INC.
Computation of Allocated Expenses Charged
To Subsidiary Companies
1995 Budget

For 1995
144
Set #1

Expenses to be allocated:
1994 anticipated operating expenses
(other than federal and state income taxes) \$600,000

Deductions:
For anticipated special projects 149,000
For expenses to be retained by
Avatar Utilities Inc. 68,000
217,000

\$383,000

Allocation formula:

Amounts	Gross Plant (A)
Avatar Utility Services Inc.	\$704,341
Operating Subsidiaries:	
Barefoot Bay Propane Gas	659,598 (B)
Poinciana Utilities Inc	14,191,313 (C)
Florida Cities Water Co.	141,112,307 (C)
Rio Rico Utilities	9,359,599 (C)
	161,322,817
Total	\$162,027,158

Payroll	Composite
142	
329	
2,668	
185	
	3,182

	3,324

Percent:			
Avatar Utility Services Inc.	0.43%	4.27%	2.35%
Operating Subsidiaries	99.57%	95.73%	97.65%
Total	100.00%	100.00%	100.00%

1994 expense allocation charged to subsidiary companies

				Yearly	Monthly	Rounded to
Avatar Utility Services Inc.	2.35%	of	383,000	9,000	750	800
Operating Subsidiaries	97.65%	of	383,000	374,000	31,167	31,200
Total				383,000	31,917	32,000

- (A) @ December 31, 1993
- (B) Net of advances for construction - affiliate
- (C) Total plant net of advances for construction - affiliate, plus income taxes received from affiliated developers

Post-It™ brand fax transmittal memo 7671 # of pages 4

To: Mike Murphy	From: Shari Mitter
Co: Fawcett	Co: AUT
Dept:	Phone #
Fax #	Fax #

AVATAR UTILITIES INC

OPERATING SUBSIDIARIES
PARENT COMPANY EXPENSES AND INTERCOMPANY CHARGES

2/4

	Estimated 1995

Not allocable cost	

Administrative and general:	
Operating expenses:	
Avatar Utilities Inc.	\$374,000
Office supplies and expenses	
Outside professional services	0
Total	374,000
Less retention	0
Net allocable cost	<u>\$374,000</u>

	Percentage ----- 1995	Estimated 1995	Monthly	Rounded to

Allocation				
Barefoot Bay	0.64%	\$2,400	200	\$200
Poinciana	10.72%	40,100	3,342	3,300
Florida Cities	84.59%	316,400	26,367	26,400
Rio Rico Utilities	4.06%	15,200	1,267	1,300

Total	100.00%	<u>\$374,100</u>	<u>\$31,176</u>	<u>\$31,200</u>

3/4

AVATAR UTILITIES INC

Computation of Parent Expense Allocation Percentage
For the Year 1995 Based on 1993

Barefoot Bay
Poinciana
Florida Cities Water Company
Rio Rico Utilities

Total

Payroll
& Treated (1)

	Amount	Per Cent
Barefoot Bay		
Poinciana	329	10.34X
Florida Cities Water Company	2,668	83.85X
Rio Rico Utilities	185	5.81X
Total	3,182	100.00X

Barefoot Bay
Poinciana
Florida Cities Water Company
Rio Rico Utilities

Total

Total Customers (2)

Amount	Per Cent
1,004	1.50X
8,707	13.01X
55,199	82.44X
2,043	3.05X
66,953	100.00X

Total Plant, Gross (1)

Amount	Per Cent
\$660 (4)	0.41X
14,191 (3)	8.80X
141,112 (4)	87.47X
5,360 (4)	3.32X
\$161,323	100.00X

Expense Allocation Percentage

	Customers	Payroll	Plant	Total	Average	Use
Barefoot Bay	1.50X	0.00X	0.41X	1.91X	0.64X	0.64X
Poinciana	13.01X	10.34X	8.80X	32.15X	10.72X	10.72X
Florida Cities Water Company	82.44X	83.85X	87.47X	253.76X	84.59X	84.59X
Rio Rico Utilities	3.05X	5.81X	3.32X	12.18X	4.06X	4.06X
Total	100.00X	100.00X	100.00X	300.00X	100.00X	100.00X

- (1) For the year 1993 & 000 Omitted
- (2) Month of December 1993
- (3) Net of Advances from affiliate
- (4) Net of CIAC from affiliate
- (5) Net of CIAC from affiliate

AVATAR UTILITIES INC. (PARENT)
O & M EXPENSE
1995

4 of 4

	1994 Actual Thru 6/30/94	1994 Estimated	1995 Estimated
Employee salaries	301,486	500,000	306,000
Employee expenses	6,864	10,000	10,000
Audit fees	4,998	10,000	10,000
Management fees	0	100,000	100,000
Legal fees	169	5,000	5,000
Temp. employee		0	0
Trustee fees		0	0
Other prof. fees	17,876	35,000	35,000
Office rent	10,592	25,000	0
Auto lease	4,953	10,000	10,000
Telephone	1,126	6,000	2,000
Off. furn. & equip. exp.	581	4,000	0
Off. supplies exp.	2,138	4,000	2,000
Office expense - FL & IN	1,230	1,000	0
Insurance	13,000	27,000	26,000
Dues & membership	1,951	8,000	4,000
Employee pension	15,000	30,000	30,000
Employee insurance	26,479	50,000	10,000
Post retirement benefit cost	26,100	52,000	30,000
Public Relations	0	0	0
Other expenses	2,280	10,000	10,000
Depreciation	11,842	30,000	0
Taxes other than income	21,940	25,000	10,000
Avatar expenses only	16,607	20,000	10,000
Avatar expenses only	(14,607)	(20,000)	(10,000)
Other deductions	773	2,000	2,000
	471,378	962,000	600,000
Less environmental eng. & safety & Sec. Dir.	3,200		
P.R. Director	0		
Admin. expenses - sale	88,923	88,923	
Admin.chgs. billed direct	28,450	87,000 (A)	149,000 (A)
	350,805	766,077	451,000
Expenses retained by AUI	91,605	114,000	68,000
	259,200	652,077	383,000
Admin.expenses transferred	(259,200)	(652,077)	(383,000)

(A) Budget includes direct charges for RBG and GSA billed to:

	1994	1995
FCWC	32,000	65,000
AUI	21,000	53,000
RRU	29,000	31,000
POI	5,000	
	87,000	149,000

AVATAR UTILITIES INC.
 Computation of Allocated Expenses Charged
 to Subsidiary Companies
 1994

05-Jul-94
 11:12 AM

Set #2

For Jan-Dec 94

1-4

Expenses to be allocated:
 1994 anticipated operating expenses
 (other than federal and state income taxes) \$823,000

Deductions:
 For anticipated special projects 181,000
 For expenses to be retained by
 Avatar Utilities Inc. 123,000
 304,000

 \$519,000
 =====

Allocation formula:

Amounts	Gross Plant (A)	Payroll	Composite
Avatar Utility Services Inc.	\$704,341	142	
Operating Subsidiaries:			
Barefoot Bay Propane Gas	659,598 (B)		
Poinciana Utilities Inc	14,191,313 (C)	329	
Florida Cities Water Co.	141,112,307 (C)	2,668	
Rio Rico Utilities	5,359,599 (C)	185	

	161,322,817	3,182	
Total	----- \$162,027,158 -----	----- 3,324 -----	

Percent:			
Avatar Utility Services Inc.	0.43%	4.27%	2.35%
Operating Subsidiaries	99.57%	95.73%	97.65%
Total	----- 100.00% -----	----- 100.00% -----	----- 100.00% -----

1994 expense allocation charged to subsidiary companies			Yearly	Monthly	Rounded to
Avatar Utility Services Inc.	2.35%	of	519,000	12,197	1,016
Operating Subsidiaries	97.65%	of	519,000	506,804	42,234
Total			----- \$519,000 -----	----- 43,250 -----	----- 43,200 -----

- (A) @ December 31, 1993
- (B) Net of advances for construction - affiliate
- (C) Total plant net of advances for construction - affiliate,
 plus income taxes received from affiliated developers

OPERATING SUBSIDIARIES
PARENT COMPANY EXPENSES AND INTERCOMPANY CHARGES

	Estimated 1994
Net allocable cost	-----
Administrative and general:	
Operating expenses:	
Avatar Utilities Inc.	\$506,804
Office supplies and expenses	0
Outside professional services	0
Total	506,804
Less retention	0
Net allocable cost	----- \$506,804 =====

	Percentage ----- 1994 -----	Estimated 1994	Monthly	Rounded to
Allocation				
Barefoot Bay	0.64%	\$3,200	267	\$300
Poinciana	10.72%	54,300	4,525	4,500
Florida Cities	84.59%	428,700	35,725	35,700
Rio Rico Utilities	4.06%	20,600	1,717	1,700
Total	----- 100.00% -----	----- \$506,800 -----	----- \$42,234 -----	----- \$42,200 -----

Computation of Parent Expense Allocation Percentage
For the Year 1994 Based on 1992

		Payroll	
		Amount	Per Cent
Barefoot Bay			
Poinciana			
Florida Cities Water Company			
Rio Rico Utilities			
Total		3,182	100.00%

Total Customers (2)	
Amount	Per Cent
1004	1.50%
8,707	13.01%
55,199	82.44%
2,043	3.05%
66,953	100.00%
Total Plant, Gross (1)	
Amount	Per Cent
\$660 (4)	0.41%
14,191 (3)	8.80%
141,112	87.47%
5,360 (4)	3.32%
\$161,323	100.00%

Expense Allocation Percentage

	Customers	Payroll	Plant	Total	Average	Use
Barefoot Bay	1.50%	0.00%	0.41%	1.91%	0.64%	0.64%
Poinciana	13.01%	10.34%	8.80%	32.15%	10.72%	10.72%
Florida Cities Water Company	82.44%	83.85%	87.47%	253.76%	84.59%	84.59%
Rio Rico Utilities	3.05%	5.81%	3.32%	12.18%	4.06%	4.06%
Total	100.00%	100.00%	100.00%	300.00%	100.00%	100.00%

(1) For the year 1993 & 000 Omitted
 (2) Month of December 1993
 (3) Net of Advances from affiliate
 (4) Net of CJAC from affiliate

AVATAR UTILITIES INC. (PARENT)
O & M EXPENSE
1994

4-4

	1994 Estimated
Employee salaries	424,000
Employee expenses	10,000
Audit fees	17,000
Management fees	100,000
Legal fees	5,000
Temp. employee	
Trustee fees	
Other prof. fees	35,000
Office rent	23,000
Auto lease	10,000
Telephone	6,000
Off. furn. & equip. exp.	4,000
Off. supplies exp.	4,000
Office expense - FL & IN	0
Insurance	27,000
Dues & membership	8,000
Employee pension	30,000
Employee insurance	30,000
Post retirement benefit cost	30,000
Public Relations	0
Other expenses	10,000
Depreciation	30,000
Taxes other than income	18,000
Avatar expenses only	10,000
Avatar expenses only	(10,000)
Other deductions	2,000

	823,000
Less:	
Avatar Properties	75,000
Avatar Utility Services Inc.	106,000

	642,000
Expenses retained by AUI	123,000

	519,000
	=====

FLORIDA CITIES WATER COMPANY

N. Ft. Myers Division

1995 Rate Case - Wastewater

AFFILIATED COMPANIES & DIVISIONS EXPENSE ALLOCATIONS

The cost of billing and customer accounting is assigned on a customer basis. General and administrative expenses performed on behalf of Florida Cities Water Company (FCWC) represents the amount allocated to each Company and/or Division on a three-factor method, which is an average of payroll expense, number of customers, and utility plant in service of each Company and/or Division related to the total for all Companies and/or Divisions. See Exhibit A. This method of allocation has been used for a long period of time and has been accepted by the Florida Public Service Commission. This results in each Company and/or Division being charged its proportionate share of the general and administrative expenses based upon relative size.

CONSOLIDATED ALLOCATION SPREAD
FOR THE YEAR 1995

EFFECTIVE 1-1-95

		PLANT IN SERVICE		CUSTOMER RECORDS @		PAYROLL TO EXPENSE		GENERAL ALLOCATION Factor	DIVISION ONLY SPREAD	GENERAL ALLOCATION COMPANY	GENERAL ALLOCATION COMBINED
		11-30-94		11-30-94							
FCWC	LEE - NORTH										
	WATER	7,081,358	0.049	3,235	0.058	171,767	0.065	0.172	0.105	0.057	0.043
	SEWER	11,581,251	0.081	2,646	0.047	216,848	0.081	0.210	0.128	0.070	0.052
	- SOUTH										
	WATER	52,049,770	0.363	14,102	0.254	649,525	0.244	0.859	0.523	0.287	0.214
	SEWER	24,482,911	0.171	5,537	0.099	345,378	0.130	0.400	0.244	0.133	0.099
	GOLDEN GATE										
	WATER	7,845,712	0.055	2,701	0.048	173,539	0.065	0.168	0.561	0.057	0.043
	SEWER	6,911,375	0.048	1,954	0.035	129,293	0.049	0.132	0.439	0.044	0.033
	BAREFOOT BAY										
	WATER	4,379,009	0.031	4,541	0.081	174,954	0.066	0.178	0.523	0.059	0.044
	SEWER	5,028,147	0.035	4,522	0.081	122,838	0.046	0.162	0.477	0.054	0.040
	HILLSBOROUGH										
	WATER	1,377,031	0.010	1,194	0.021	78,613	0.030	0.061	0.552	0.020	0.015
	SEWER	1,785,922	0.012	1,127	0.020	43,898	0.016	0.049	0.448	0.016	0.012
	SARASOTA										
	WATER	3,832,229	0.027	5,499	0.098	140,297	0.052	0.177	0.291	0.059	0.044
	SEWER	16,886,233	0.118	8,775	0.158	413,942	0.156	0.432	0.709	0.144	0.107
NS	TOTAL FCWC	143,240,948	1.000	55,833	1.000	2,660,891	1.000	3.000	5.000	1.000	0.746
	POINCIANA										
	WATER	13,858,130	0.310	4,744	0.514	141,493	0.428	1.252	0.417	0.417	0.061
	SEWER	30,844,117	0.690	4,493	0.486	188,865	0.572	1.748	0.583	0.583	0.085
	TOTAL PUI	44,702,247	1.000	9,237	1.000	330,359	1.000	3.000	1.000	1.000	0.146
	PROPANE GAS	979,469	1.000	992	1.000 *	42,688	1.000		1.000	1.000	0.010
	RIO RICO										
	WATER	18,575,643	0.788	2,221	0.702	129,665	0.723	2.213	0.738	0.738	0.051
	SEWER	5,008,727	0.212	941	0.298	49,647	0.277	0.787	0.262	0.262	0.018
	TOTAL RIO RICO	23,584,370	1.000	3,162	1.000	179,312	1.000	3.000	1.000	1.000	0.069
	AUSI	723,373	1.000	32	1.000	149,946	1.000		1.000	1.000	0.016
	AUI		1.000		1.000		1.000		1.000	1.000	0.013
	CONSOLIDATED TOTAL	213,230,407	1.000	69,256	1.000	3,363,195	1.000			6.000	1.000

* P/R ALLOCATED BASED ON INTER-COMPANY BILLING FROM FCWC TO BBPG

Exhibit A.1

CONSOLIDATED ALLOCATION SPREAD
FOR THE YEAR 1994

EFFECTIVE 1-1-94

		PLANT IN SERVICE (Includes CWIP 11-30-93)		CUSTOMER RECORDS # 11-30-93		PAYROLL TO EXPENSE		GENERAL ALLOCATION Factor	DIVISION ONLY SPREAD	GENERAL ALLOCATION COMPANY	GENERAL ALLOCATION COMBINED
FCWC											
LEE - NORTH											
	WATER	6,000,771	0.043	3,198	0.058	172,144	0.071	0.172	0.104	0.057	0.045
	SEWER	11,024,797	0.080	2,607	0.047	210,211	0.087	0.214	0.129	0.072	0.056
- SOUTH											
	WATER	51,008,329	0.369	13,824	0.251	606,831	0.250	0.869	0.526	0.290	0.226
	SEWER	24,351,201	0.176	5,429	0.098	298,804	0.123	0.397	0.241	0.133	0.104
GOLDEN GATE											
	WATER	7,649,654	0.055	2,655	0.048	158,206	0.065	0.169	0.564	0.056	0.043
	SEWER	6,430,624	0.046	1,949	0.035	117,742	0.048	0.130	0.436	0.043	0.034
BAREFOOT BAY											
	WATER	4,353,003	0.031	4,494	0.082	144,109	0.059	0.172	0.516	0.057	0.045
	SEWER	4,947,606	0.036	4,479	0.081	108,024	0.044	0.161	0.484	0.054	0.042
HILLSBOROUGH											
	WATER	1,338,597	0.010	1,192	0.022	74,077	0.031	0.062	0.560	0.021	0.016
	SEWER	1,729,687	0.012	1,127	0.020	38,163	0.016	0.049	0.440	0.016	0.013
SARASOTA											
	WATER	3,744,093	0.027	5,461	0.099	126,969	0.052	0.178	0.294	0.059	0.046
	SEWER	15,869,683	0.115	8,703	0.159	372,779	0.154	0.427	0.706	0.142	0.110
TOTAL FCWC		138,448,045	1.000	55,118	1.000	2,428,059	1.000	3.000	5.000	1.000	0.782
POINCIANA											
	WATER	13,573,155	0.315	4,430	0.512	132,719	0.447	1.273	0.424	0.424	0.064
	SEWER	29,570,670	0.685	4,229	0.488	164,503	0.553	1.727	0.576	0.576	0.087
TOTAL PUI		43,143,825	1.000	8,659	1.000	297,222	1.000	3.000	1.000	1.000	0.151
PROPANE GAS		975,710	1.000	1,005	1.000 *	34,642	1.000		1.000	1.000	0.010
RIO RICO											
	WATER	6,417,739	0.787	1,833	0.682	88,000	0.704	2.174	0.725	0.725	0.031
	SEWER	1,732,261	0.213	854	0.318	37,000	0.296	0.826	0.275	0.275	0.011
TOTAL RIO RICO		8,150,000	1.000	2,687	1.000	125,000	1.000	3.000	1.000	1.000	0.041
AUSI		713,228	1.000	34	1.000	129,052	1.000		1.000	1.000	0.016
CONSOLIDATED TOTAL		191,430,808	1.000	67,503	1.000	3,013,975	1.000			5.000	1.000

* P/R ALLOCATED BASED ON INTER-COMPANY BILLING FROM FCWC TO BBPG

CONSOLIDATED ALLOCATION SPREAD
FOR THE YEAR 1993

		PLANT IN SERVICE (Includes CWIP 12-31-92)		CUSTOMER RECORDS @ 12-31-92		PAYROLL TO EXPENSE		GENERAL ALLOCATION Factor	DIVISION ONLY SPREAD	GENERAL ALLOCATION COMPANY	GENERAL ALLOCATION COMBINED
FCWC											
LEE - NORTH											
	WATER	5,966,932	0.044	3,106	0.057	197,922	0.079	0.180	0.109	0.060	0.050
	SEWER	10,595,656	0.077	2,525	0.046	207,690	0.083	0.206	0.125	0.068	0.057
- SOUTH											
	WATER	50,368,364	0.368	13,551	0.250	632,198	0.251	0.869	0.528	0.290	0.241
	SEWER	24,152,822	0.176	5,275	0.097	299,869	0.119	0.392	0.238	0.131	0.109
GOLDEN GATE											
	WATER	7,579,842	0.055	2,629	0.048	170,142	0.068	0.171	0.565	0.057	0.047
	SEWER	6,415,002	0.047	1,945	0.036	121,973	0.048	0.131	0.435	0.044	0.036
BAREFOOT BAY											
	WATER	4,338,301	0.032	4,438	0.082	132,016	0.056	0.170	0.516	0.055	0.047
	SEWER	4,873,403	0.036	4,425	0.082	102,585	0.041	0.159	0.484	0.053	0.044
HILLSBOROUGH											
	WATER	1,314,344	0.010	1,190	0.022	68,367	0.027	0.059	0.524	0.019	0.016
	SEWER	1,729,687	0.013	1,125	0.021	47,571	0.019	0.053	0.476	0.018	0.014
SARASOTA											
	WATER	3,724,202	0.027	5,420	0.100	139,363	0.052	0.179	0.293	0.061	0.051
	SEWER	15,772,252	0.115	8,627	0.159	394,825	0.157	0.431	0.707	0.144	0.119
TOTAL FCWC		136,830,807	1.000	54,256	1.000	2,514,521	1.000	3.000	5.000	1.000	0.831
POINCIANA											
	WATER	13,427,176	0.316	4,249	0.511	146,704	0.484	1.311	0.437	0.437	0.069
	SEWER	29,093,576	0.684	4,066	0.489	156,132	0.516	1.689	0.563	0.563	0.089
TOTAL PUI		42,520,752	1.000	8,315	1.000	302,836	1.000	3.000	1.000	1.000	0.158
PROPANE GAS		975,710	1.000	1,058	1.000	34,881	1.000		1.000	1.000	0.011
CONSOLIDATED TOTAL		180,327,269	1.00	63,629	1.00	2,852,238	1.00			3.000	1.000

P/R ALLOCATED BASED ON INTER-COMPANY BILLING FROM FCWC TO BBPG

JUSTIFICATIONS FOR PROJECTED
PLANT ADDITIONS - WASTEWATER

Justification for Construction

Waterway Estates Advanced Wastewater Treatment Plant Expansion

The Waterway Estates Advanced Wastewater Treatment Plant (AWWTP) is currently under contract to be expanded at a cost of \$1.612 Million. The expansion is required pursuant to Florida Department of Environmental Protection Capacity Analysis requirements and other rules. The attached schedule titled "Waterway Estates AWWTP Expansion/Upgrade" provides a breakdown and cost of the different components included in the plant expansion and associated regulatory requirements. The work order for the project is also included. The Notice to Proceed for the plant upgrade/expansion was issued to the contractor, McMahon Construction, on December 19, 1994, effective January 3, 1995. Final completion is scheduled for May 2, 1995 for the reclaimed water line and October 1, 1995 for the plant expansion.

The plant is to be expanded from the present design capacity of 1.0 MGD to 1.25 MGD. The present annual average daily flow as of March 1995 is 0.974 MGD. Therefore, based upon past growth, expansion is necessary to meet FDEP's Capacity Analysis requirements included in 62-600.400. This rule requires that if the capacity analysis report documents that the permitted capacity will be equaled or exceeded within the next six months, the permittee shall submit an application for an operation permit for the expanded facility. Because the plant is near capacity, the expansion is required immediately (See attachment A).

Major modifications are also included for treatment of biosolids. Due to limited space on the treatment plant site, aerobic digestion is not feasible. Therefore lime stabilization is required. The plant expansion includes modifying the existing sludge holding tank and the addition of a lime silo to insure the continuous availability and addition of lime, as needed. The treatment of the biosolids is required to meet EPA standards for sewage sludge promulgated February 19, 1993 and Condition 31 of the FDEP Construction Permit. (Copies provided in Attachment B).

One of the major components of the expansion are components to provide high level disinfection and the reclaimed water line per FDEP Rule 62-4.242(1) for expanded portion of the plant. The Department has indicated that no additional discharges into the Caloosahatchee River will be approved with the exception of a wetweather discharge and that all additional flow must meet public access reuse standards for disposal via irrigation. FCWC has executed a reuse agreement with Lochmoor Country Club in order to provide them with reclaimed water. Reclaimed water facilities are required pursuant to Condition 25 of the South Florida Water Management District Water Use Permit, the Lee County Ordinance 90-53 and FDEP Rule 62-4.242(1) FAC. (Copies provided in attachment C).

The modifications to the equalization tank and the addition of the drum screen are required in order to minimize adverse effects resulting from odors, noise and aerosol drift per FDEP Rule 62-600.400(2)(a). Odor control measures will be taken in accordance with FDEP's March 6, 1995 letter regarding the Waterway Way Estates AWWTP. (Copies provided in attachment D).

WATERWAY ESTATES AWTP EXPANSION/UPGRADE

Summary of Plant Investments Required by Agency Rule, Permit or Directive

<u>Plant Investment</u>	<u>REGULATORY EPA 40 CFR 503</u>	<u>REGULATORY FDEP 62-600 FAC</u>	<u>REGULATORY FDEP 62-4 FAC & other Permits</u>	<u>COMMENTS</u>
Equal Tank Modifications Drum Screen Addition			136,682.00	Screen and improvements to EQ tank to reduce noise and minimize adverse effects such as odor per FAC 62-600.400(2)(a) and FDEP 3/6/95 letter (Attachment D)
Refurbish BTU No. 1 Recycle Pump Facilities		372,767.00		See Note A
Sludge Holding Tank Improvements	49,702.00			See Note B
Lime Feed & Storage Equip.	248,511.00			See Note B
Air Handling Equipment		223,660.00		See Note A
High Level Disinfection Equip.			62,127.00	See Note C
Reclaimed Water Facilities			110,665.00	See Note C
Electrical/Instrumentation	100,937.00	201,874.00	104,748.00	Cost distributed between all major items
Construction Totals	\$399,150.00	\$798,301.00	\$414,222.00	= \$1,611,673.00

WATERWAY ESTATES NOTES

A - Additional plant capacity required per FAC 62-600.405 Capacity Analysis Report (CAR) requirements. See attached FDEP letters and regulation citations (Attachment A).

B - Lime feeding equipment and sludge holding tank improvements required to meet EPA sludge rule (40 CFR Part 503) requirements as stipulated in Condition 31 of the FDEP Construction Permit requirements (Attachment B).

C - Reclaimed water facilities required to provide disposal for additional flow. Per FAC 62-4.242(1), permittee must demonstrate that reuse of domestic reclaimed water is neither economically or technologically reasonable, Reuse Master Plan indicated reuse feasible. Reuse required by Condition 25 of SFWMD Water Use Permit no. 36-00152-W, see attached. Reuse also required by Lee County Ordinance 90-53 and Lee County Surface Water Discharge Permit P3010802, (Attachment C).

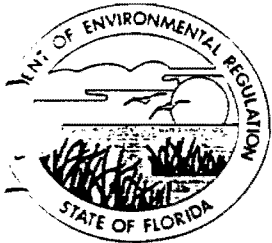
WORK ORDER

Work Order No. 11-04-0349
 Sheet No. 1 of 2

COMPANY FLORIDA CITIES WATER COMPANY

TAX DISTRICT LEE OPERATING DISTRICT NFM CONTRACT NO. _____
 BUDGET ITEM D-16 PERIOD OF CONSTRUCTION: FROM 12/94 TO 6/95

DESCRIPTION OF PROJECT: WATERWAY ESTATES WASTEWATER TREATMENT PLANT 0.25 MGD EXPANSION Furnish and install new facilities to upgrade the existing plant from 1.0 MGD to 1.25 MGD. The new facilities consist of the following items: modification of equalization tank, drum screen, additional aeration facilities, new sludge piping and modifications, lime feed, and storage, reclaim water facilities and main, and misc items.																					
JUSTIFICATION OF PROJECT: Existing plant requires upgrade of facilities to accommodate new regulations and additional flow anticipated for the wastewater treatment plant.																					
TOTAL COST OF PROJECT \$ <u>1,611,673</u>	TOTAL EXPENDITURE _____ YEAR																				
EXPENDITURES - FIRST YEAR	EXPENDITURES FORWARD FROM FIRST YEAR \$ _____																				
<table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:50%; padding: 2px;"> TOTAL PROPERTY UNIT COST \$ <u>1,611,673</u> COST OF RETIRING PROPERTY REMOVAL COST \$ _____ LESS SALVAGE VALUE (_____) </td> <td style="width:50%; padding: 2px;"> ADDITIONAL COST: _____ HYDRANTS @ _____ _____ SERVICES & METERS @ _____ </td> </tr> <tr> <td style="padding: 2px;"> CONTRIBUTIONS/ADVANCES _____ </td> <td style="padding: 2px;"> REFUNDS PAYABLE _____ </td> </tr> <tr> <td style="padding: 2px;"> TOTAL EXPENDITURE \$ _____ </td> <td style="padding: 2px;"> TOTAL EXPENDITURE \$ _____ </td> </tr> </table>	TOTAL PROPERTY UNIT COST \$ <u>1,611,673</u> COST OF RETIRING PROPERTY REMOVAL COST \$ _____ LESS SALVAGE VALUE (_____)	ADDITIONAL COST: _____ HYDRANTS @ _____ _____ SERVICES & METERS @ _____	CONTRIBUTIONS/ADVANCES _____	REFUNDS PAYABLE _____	TOTAL EXPENDITURE \$ _____	TOTAL EXPENDITURE \$ _____	<table style="width:100%; border-collapse: collapse;"> <tr> <th style="width:70%; text-align:center">AUTHORIZATION</th> <th style="width:30%; text-align:center">DATE</th> </tr> <tr> <td style="padding: 2px;"> SUBMITTED BY: Gary D. King <i>AK</i> </td> <td style="padding: 2px;">04/20/95</td> </tr> <tr> <td style="padding: 2px;"> APPROVED BY: _____ </td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;"> APPROVED BY: _____ </td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;"> _____ </td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;"> _____ </td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;"> _____ </td> <td style="padding: 2px;">_____</td> </tr> </table>	AUTHORIZATION	DATE	SUBMITTED BY: Gary D. King <i>AK</i>	04/20/95	APPROVED BY: _____	_____	APPROVED BY: _____	_____	_____	_____	_____	_____	_____	_____
TOTAL PROPERTY UNIT COST \$ <u>1,611,673</u> COST OF RETIRING PROPERTY REMOVAL COST \$ _____ LESS SALVAGE VALUE (_____)	ADDITIONAL COST: _____ HYDRANTS @ _____ _____ SERVICES & METERS @ _____																				
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<table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:50%; padding: 2px;"> CONTRIBUTIONS _____ HYDRANTS REF. @ _____ _____ NON-REF. @ _____ _____ SERVICES REF. @ _____ _____ NON-REF. @ _____ _____ MAINS REF. @ _____ _____ NON-REF. @ _____ </td> <td style="width:50%; padding: 2px;"> TOTAL COST OF PROJECT FIRST YEAR <u>1,611,673</u> </td> </tr> <tr> <td style="padding: 2px;"> TOTAL CONTRIBUTIONS/ADVANCES \$ _____ </td> <td style="padding: 2px;"> INITIAL CASH REQUIRED <u>1,611,673</u> </td> </tr> <tr> <td style="padding: 2px;"> REFUNDS PAYABLE _____ </td> <td style="padding: 2px;"> TOTAL EXPENDITURE FIRST YEAR \$ <u>1,611,673</u> </td> </tr> </table>	CONTRIBUTIONS _____ HYDRANTS REF. @ _____ _____ NON-REF. @ _____ _____ SERVICES REF. @ _____ _____ NON-REF. @ _____ _____ MAINS REF. @ _____ _____ NON-REF. @ _____	TOTAL COST OF PROJECT FIRST YEAR <u>1,611,673</u>	TOTAL CONTRIBUTIONS/ADVANCES \$ _____	INITIAL CASH REQUIRED <u>1,611,673</u>	REFUNDS PAYABLE _____	TOTAL EXPENDITURE FIRST YEAR \$ <u>1,611,673</u>	<p style="text-align:right">PRESIDENT</p>														
CONTRIBUTIONS _____ HYDRANTS REF. @ _____ _____ NON-REF. @ _____ _____ SERVICES REF. @ _____ _____ NON-REF. @ _____ _____ MAINS REF. @ _____ _____ NON-REF. @ _____	TOTAL COST OF PROJECT FIRST YEAR <u>1,611,673</u>																				
TOTAL CONTRIBUTIONS/ADVANCES \$ _____	INITIAL CASH REQUIRED <u>1,611,673</u>																				
REFUNDS PAYABLE _____	TOTAL EXPENDITURE FIRST YEAR \$ <u>1,611,673</u>																				



Florida Department of Environmental Regulation

South District

2269 Bay Street

Fort Myers, Florida 33901-2896

Lawton Chiles, Governor

Carol M. Browner, Secretary

November 14, 1991

RECEIVED

NOV 19 1991

GENERAL OFFICE

CERTIFIED MAIL #P 635 217 429
RETURN RECEIPT REQUESTED

Paul H. Bradtmiller
Senior Vice President
Florida Cities Water Company
Post Office Box 21119
Sarasota, Florida 34276-4119

Re: Lee County - DW
Waterway Estates - STP
I.D. No. 5236P01630
DT36-188171

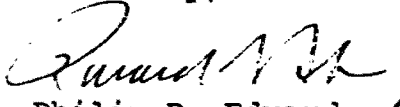
Dear Mr. Bradtmiller:

This letter informs you of the revisions to Chapter 17-600 F.A.C. which directly impact the above referenced project. Please be advised that the following information must be provided to the Department in accordance with F.A.C. Rule 17-600.405.

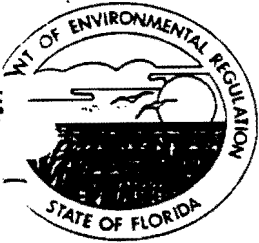
The Department has reviewed the monthly operation reports (MOR's) for the aforementioned facility. The three month average daily flow for any three consecutive months during the period July 1, 1990 to June 30, 1991 exceeds 90 percent of the permitted capacity. In such cases Section 17-600.405 F.A.C. requires a facility capacity analysis report be submitted to the Department no later than January 1, 1992.

Should you have any questions or if you need any assistance, please do not hesitate to contact Bennie T. Shoemaker at (813)332-6975.

Sincerely,


Philip R. Edwards
Director of
District Management

PRE/BTS/jw



Florida Department of Environmental Regulation

South District

2295 Victoria Avenue

Fort Myers, Florida 33901

Lawton Chiles, Governor

Carol M. Browner, Secretary

February 26, 1992

RECEIVED

MAR 02 1992

GENERAL

CERTIFIED RECEIPT # P 021 151 198
RETURN RECEIPT REQUESTED

Paul H. Bradtmiller
Executive Vice President
Florida Cities Water Company
P.O. Box 21119
Sarasota, FL 34276-4117

Re: Lee County - DW
Waterway Estates - S.T.P.
DT36-188171

Dear Mr. Bradtmiller:

This letter is to inform you that the capacity analysis report was received January 2, 1992. The Department staff have reviewed the report and found that it requires further response by the applicant. In accordance with Section 17-600.405 F.A.C., it is required that the following additional information be submitted as soon as possible.

- 1.) Provide documentation of timely planning, design and construction of needed expansions in accordance with Section 17-600.405(8) F.A.C.
- 2.) Provide a preliminary design report in accordance with Section 17-600.710 and 17-600.715(1) to 17-600.715(2) F.A.C.
- 3.) Provide reasonable assurance that the requirements of Section 17-40.310 to 17-40.420(4)(a)3(e)3 F.A.C. are being met for any proposed expansion.

Continued . . .

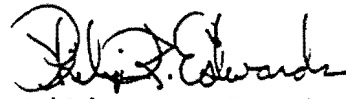


Paul H. Bradtmiller
February 26, 1992
Page 2

The response to this letter must be received no later than 60 days from the receipt of this correspondence.

Should you have any questions or if we can be of any assistance please do not hesitate to contact Dr. Harley Young, P.E. or Bennie T. Shoemaker at (813) 332-6975.

Sincerely,

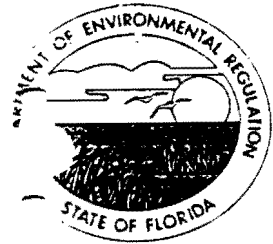


Philip R. Edwards
Director of
District Management

PRE/BTS/klm

cc: Roger B. Ytterberg
Jim Grob, Compliance Enforcement Section

DJ
FL



Florida Department of Environmental Regulation

South District • 2295 Victoria Avenue, Suite 364 • Fort Myers, Florida 33901
Lawton Chiles, Governor

Carol M. Browner, Secretary

November 9, 1992

Mr. Johnnie Overton
Florida Cities Water Company
4837 Swift Road, Suite 100
Sarasota, Florida 34231

RECEIVED

NOV 12 1992

Re: Lee County - DW GENERAL OFFICE
Waterway Estates WWTP

Dear Mr. Overton:

As a follow up to your meeting with the Department Staff on November 6, 1992, the following action items shall be implemented:

1. Florida Cities Water Company will submit a request for "a mixing zone" for Waterway Estates WWTP. The request will include current toxicity tests results along with a narrative on justification for a "mixing zone" for Waterway Estates WWTP.
2. Florida Cities Water Company shall submit applications for construction/expansion of the Waterway Estates WWTP along with an application for renewal of the current operations permit which expires June 1, 1993. These applications will be submitted sixty days prior to June 1, 1993.
3. Final documentation for satisfactory completion of the Capacity Analysis Report shall be submitted to the Department prior to submission of permit applications on April 1, 1993. Included in the documentation submitted, FCWC will address analysis and corrective measures pertaining to infiltration at Waterway Estates WWTP.
4. Florida Cities Water Company shall submit the Reuse Feasibility Study prior or during submission of the permit applications for construction/expansion and operation of the Waterway Estates WWTP.

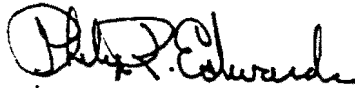
Continued . .

Mr. Johnnie Overton
November 9, 1992
Page 2

5. The construction permit application for the above referenced facility will include contract agreements for Reuse Sites, provide documentation pertaining to high level disinfection requirements pursuant to 17-610 and appropriate documentation pertaining to wet weather discharge if storage for non-application days is not provided.
6. On site storage at the Reuse Sites will be investigated by Florida Cities Water Company for Waterway Estates WWTP.
7. An Agricultural Use Plan shall be submitted to the Department at the time of Operation Permit renewal (April 1993).
8. Florida Cities Water Company shall submit a report on fluctuations in TSS influent limits and the impact on design criteria for expansion of the Waterway Estates WWTP currently underway.

If you have any questions pertaining to these matters, please contact Jim Grob at (813) 332-6975.

Sincerely,



Philip R. Edwards
Director of
District Management

PRE/JVG/klm

cc: Paul H. Bradtmiller
Julie Karleskint
Roger Ytterberg

PART II: TREATMENT FACILITIES

annual average daily flow, maximum monthly average daily flow, three-month average daily flow). The time frame selected shall reflect seasonal variations in flows, if any.

(b) The Department shall include the permitted capacity in the construction and operation permits and shall specify the time frame (e.g., annual average daily flow, maximum monthly average daily flow, three-month average daily flow). The permitted capacity shall not exceed the design capacity. The Department shall establish a permitted capacity less than the design capacity if:

1. The total available reuse and disposal permitted capacity is less than the design capacity; or

2. The preliminary design report does not provide reasonable assurances that the proposed wastewater facility technology will function as intended at the design capacity requested by the permittee.

(c) When the permit includes the treatment facilities and reuse or disposal systems, different permitted capacities may be established for the treatment, reuse, and disposal systems.

(4) Sampling Points

(a) Provisions shall be made in the design for easy access points for the purpose of obtaining representative influent and effluent samples. These access points shall be dry points which can be reached safely.

(b) Provisions for flow measurements shall be in accordance with Chapter 17-601, F.A.C.

Specific Authority: 403.061, 403.087, F.S.

Law Implemented: 403.021, 403.061, 403.062, 403.086, 403.087, 403.088, F.S.

History: New 11-27-89, Amended 1-30-91, 6-8-93.

17-600.405 Planning for Wastewater Facilities Expansion.

(1) The permittee shall provide for the timely planning, design, and construction of wastewater facilities necessary to provide proper treatment and reuse or disposal of domestic wastewater and management of domestic wastewater residuals.

(2) The permittee shall routinely compare flows being treated at the wastewater facilities with the permitted capacities of the treatment, residuals, reuse, and disposal facilities.

(3) When the three-month average daily flow for the most recent three consecutive months exceeds 50 percent of the permitted capacity of the treatment

PART II: TREATMENT FACILITIES

plant or reuse and disposal systems, the permittee shall submit to the Department a capacity analysis report.

(4) The initial capacity analysis report shall be submitted according to the following:

(a) For new or expanded wastewater facilities for which the Department received a complete construction permit application after July 1, 1991, the initial capacity analysis report shall be submitted within 180 days after the last day of the last month in the three-month period referenced in Rule 17-600.405(3), F.A.C.

(b) For wastewater facilities for which the Department received a complete construction permit application on or before July 1, 1991, the initial capacity analysis report shall be submitted when the next application for a permit to construct or operate wastewater facilities is submitted to the Department unless:

1. The three-month average daily flow for any three consecutive months during the period July 1, 1990 to June 30, 1991 exceeds 90 percent of the permitted capacity. In such cases, the initial capacity analysis report shall be submitted to the Department no later than January 1, 1992.

2. The three-month average daily flow for any three consecutive months during the period July 1, 1990 to June 30, 1991 exceeds 75 percent of the permitted capacity. In such cases, the initial capacity analysis report shall be submitted to the Department no later than July 1, 1992.

(c) In no case shall the initial capacity analysis report be required to be submitted before July 1, 1991 or before the three-month average daily flow exceeds 50 percent of the permitted capacity of the treatment plant or reuse or disposal systems, as described in Rule 17-600.405(3), F.A.C.

(5) The permittee shall submit updated capacity analysis reports to the Department according to the following:

(a) If the initial capacity analysis report or an update of the capacity analysis report documents that the permitted capacity will not be equaled or exceeded for at least 10 years, an updated capacity analysis report shall be submitted to the Department at five-year intervals or at each time the permittee applies for an operation permit or renewal of an operation permit, whichever occurs first.

(b) If the initial capacity analysis report or an update of the capacity analysis report documents that the permitted capacity will be equaled or exceeded within the next 10 years, an updated capacity analysis shall be submitted to the Department annually.

(6) The capacity analysis report or an update of the capacity analysis report shall evaluate the capacity of the plant and contain data showing the permitted capacity; monthly average daily flows, three-month average daily flows, and

PART II: TREATMENT FACILITIES

annual average daily flows for the past 10 years or for the length of time the facility has been in operation, whichever is less; seasonal variations in flow; flow projections based on local population growth rates and water usage rates for at least the next 10 years; an estimate of the time required for the three-month average daily flow to reach the permitted capacity; recommendations for expansions; and a detailed schedule showing dates for planning, design, permit application submittal, start of construction, and placing new or expanded facilities into operation. The report shall update the flow-related and loading information contained in the preliminary design report submitted as part of the most recent permit application for the wastewater facilities pursuant to Rules 17-600.710 and 17-600.715, F.A.C.

(7) The capacity analysis report shall be signed by the permittee and shall be signed and sealed by a professional engineer registered in Florida.

(8) Documentation of timely planning, design, and construction of needed expansions shall be submitted according to the following schedule:

(a) If the initial capacity analysis report or an update of the capacity analysis report documents that the permitted capacity will be equaled or exceeded within the next five years, the report shall include a statement, signed and sealed by a professional engineer registered in Florida, that planning and preliminary design of the necessary expansion have been initiated.

(b) If the initial capacity analysis report or an update of the capacity analysis report documents that the permitted capacity will be equaled or exceeded within the next four years, the report shall include a statement, signed and sealed by an engineer registered in Florida, that plans and specifications for the necessary expansion are being prepared.

(c) If the initial capacity analysis report or an update of the capacity analysis report documents that the permitted capacity will be equaled or exceeded within the next three years, the permittee shall submit a complete construction permit application to the Department within 30 days of submittal of the initial capacity analysis report or the update of the capacity analysis report.

(d) If the initial capacity analysis report or an update of the capacity analysis report documents that the permitted capacity will be equaled or exceeded within the next six months, the permittee shall submit to the Department an application for an operation permit for the expanded facility. The operation permit application shall be submitted no later than the submittal of the initial capacity analysis report or the update of the capacity analysis report.

(9) If requested by the permittee, and if justified in the initial capacity analysis report or an update to the capacity analysis report based on design and construction schedules, population growth rates, flow projections, and the timing of new connections to the sewerage system such that adequate capacity will be available at the wastewater facility, the Secretary or Secretary's designee shall adjust the schedule specified in Rule 17-600.405(8), F.A.C.

TABLE 5-7
Processes to Significantly Reduce Pathogens (PSRPs) Listed
in Appendix B of 40 CFR Part 503

1. Aerobic Digestion

Biosolids are agitated with air or oxygen to maintain aerobic conditions for a specific mean cell residence time at a specific temperature. Values for the mean cell residence time and temperature shall be between 40 days at 20°C and 60 days at 15°C.

2. Air Drying

Biosolids are dried on sand beds or on paved or unpaved basins. The biosolids dry for a minimum of 3 months. During 2 of the 3 months, the ambient average daily temperature is above 0°C.

3. Anaerobic Digestion

Biosolids are treated in the absence of air for a specific mean cell residence time at a specific temperature. Values for the mean cell residence time and temperature shall be between 15 days at 35°C to 55°C and 60 days at 20°C.

4. Composting

Using either the within-vessel, static aerated pile, or windrow composting methods, the temperature of the biosolids is raised to 40°C or higher and maintained for 5 days. For 4 hours during the 5-day period, the temperature in the compost pile exceeds 55°C.

5. Lime Stabilization

Sufficient lime is added to the biosolids to raise the pH of the biosolids to 12 after 2 hours of contact.

Under this alternative, biosolids treated in processes included in 40 CFR Part 257 are Class B with respect to pathogens. Unlike the comparable Class A requirement, this alternative does not require microbiological monitoring for regrowth of fecal coliform or *Salmonella* sp. bacteria.

Alternative 3 for Meeting Class B: Biosolids Treated in a Process Equivalent to a PSRP

The Part 257 regulation allowed the biosolids to be treated in a process determined to be *equivalent* to a PSRP. Under Alternative 3, biosolids treated by any process determined to be equivalent to a PSRP by the permitting authority are considered to be Class B biosolids.

Part 503 gives the permitting authority responsibility for determining equivalency. The EPA Pathogen Equivalency Committee is available as a resource to provide recommendations on equivalency determinations to the permitting authorities. As with Class A, the Class B equivalency

determination can be made on either a site-specific or a national basis. See *Control of Pathogens and Vector Attraction in Sewage Sludge* (noted earlier in this chapter) for more details about the PEC.

Requirements for Reducing Vector Attraction

The pathogens in biosolids pose a disease risk when they are brought into contact with humans or other susceptible hosts (plant or animal). Vectors, which include flies, mosquitoes, fleas, rodents, and birds, can transmit pathogens to humans and other hosts physically through contact or biologically by playing a specific role in the life cycle of the pathogen. Reducing the attractiveness of biosolids to vectors reduces the potential for transmitting diseases from pathogens in biosolids.

The Part 503 rule contains 12 options, which are summarized in Table 5-8 and described below, for demonstrating reduced vector attraction for biosolids. (Note: Option 12 only applies to domestic septage.) These requirements are designed to either reduce the attractiveness of biosolids to vectors (Options 1 through 8 and Option 12) or prevent vectors from coming in contact with the biosolids (Options 9 through 11).

TABLE 5-8
Summary of Options for Meeting
Vector Attraction Reduction

<i>Option 1:</i>	Meet 38 percent reduction in volatile solids content.
<i>Option 2:</i>	Demonstrate vector attraction reduction with additional anaerobic digestion in a bench-scale unit.
<i>Option 3:</i>	Demonstrate vector attraction reduction with additional aerobic digestion in a bench-scale unit.
<i>Option 4:</i>	Meet a specific oxygen uptake rate for aerobically digested biosolids.
<i>Option 5:</i>	Use aerobic processes at greater than 40°C for 14 days or longer.
<i>Option 6:</i>	Alkali addition under specified conditions.
<i>Option 7:</i>	Dry biosolids with no unstabilized solids to at least 75 percent solids.
<i>Option 8:</i>	Dry biosolids with unstabilized solids to at least 90 percent solids.
<i>Option 9:</i>	Inject biosolids beneath the soil surface.
<i>Option 10:</i>	Incorporate biosolids into the soil within 6 hours of application to or placement on the land.
<i>Option 11:</i>	Cover biosolids placed on a surface disposal site with soil or other material at the end of each operating day. (Note: Only for surface disposal.)
<i>Option 12:</i>	Alkaline treatment of domestic septage to pH 12 or above for 30 minutes without adding more alkaline material.



Lawton Chiles
Governor

Florida Department of Environmental Protection

South District
2295 Victoria Avenue
Fort Myers, Florida 33901

Virginia B. Wetherell
Secretary
RECEIVED

NOTICE OF PERMIT

JUN 0 6 1994
GENERAL OFFICE

CERTIFIED MAIL NO. Z 128 052 138
RETURN RECEIPT REQUESTED

In the matter of an
Application for Permit
by:

DEP File No. 5236P01630
Lee County - DW
Waterway Estates - AWWT


Johnnie Overton, Sr. Vice President
Florida Cities Water Company
4837 Swift Rd., Suite #100
Sarasota, Florida 34231

Enclosed is Permit Number DC36-237227 to construct a modification to the subject sewage treatment facility, issued pursuant to Section 403.087, Florida Statutes.

Any party to this Order (permit) has the right to seek judicial review of the permit pursuant to Section 120.68, Florida Statutes, by the filing of a Notice of Appeal pursuant to Rule 9.110, Florida Rules of Appellate Procedure, with the Clerk of the Department in the Office of General Counsel, 2600 Blair Stone Road, Tallahassee, Florida 32399-2400; and by filing a copy of the Notice of Appeal accompanied by the applicable filing fees with the appropriate District Court of Appeal. The Notice of Appeal must be filed within 30 days from the date this Notice is filed with the Clerk of the Department.

Executed in Fort Myers, Florida.

STATE OF FLORIDA DEPARTMENT
OF ENVIRONMENTAL PROTECTION


Ronald D. Blackburn
Acting Director of
District Management

CERTIFICATE OF SERVICE

The undersigned duly designated deputy agency clerk hereby certifies that this NOTICE OF PERMIT and all copies were mailed before the close of business on June 2, 1994 to the listed persons.

Clerk Stamp

FILING AND ACKNOWLEDGMENT

FILED, on this date, pursuant to §120.52(11), Florida Statutes, with the designated Department Clerk, receipt of which is hereby acknowledged.

Karen L. Mialy
(Clerk)

6-2-94
(Date)

RDB/BTS/dd

Enclosures

Copies furnished to:
Thomas A. Cummings, P.E.



Florida Department of Environmental Protection

Lawton Chiles
Governor

South District
2295 Victoria Avenue
Fort Myers, Florida 33901

Virginia B. Wetherell
Secretary

PERMITTEE:

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Senior Vice President
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4837 Swift Road, Suite 100
Sarasota Florida 34231

I.D. No: 5236P01630
Permit/Certification
Number: DC36-237227
Date of Issue: June 2, 1994
Expiration Date: June 2, 1997
County: Lee
Latitude: 26° 38' 17" N
Longitude: 81° 54' 36" W
Section/Town/Range: 16/44S/24E
Project: Waterway Estates - AWWT

This permit is issued under the provisions of Chapter 403, Florida Statutes (F.S.), and Florida Administrative Code (F.A.C.) Rules 17-3, 17-4, 17-7, 17-300, 17-301, 17-302, 17-600, 17-601, 17-602, 17-610 and 17-640. The above named permittee is hereby authorized to perform the work or operate the facility shown on the application and approved drawing(s), plans, and other documents, attached hereto or on file with the Department and made a part hereof and specifically described as follows:

To construct a modification to the existing 1.0 MGD (Annual Average) advanced wastewater treatment (AWWT) facility by expanding to a 1.5 MGD limited to 1.3 MGD disposal capacity (an annual of 1.0 MGD discharge to surface water and 0.3 MGD spray irrigation to golf course site), advanced wastewater treatment (AWWT) plant with filtered reclaimed water which must comply with Class I Reliability standards for reuse at public access (golf course only) sites and alternative effluent discharged to Caloosahatchee River (nutrient limitations associated with the water quality based effluent limitations (WQBEL) for surface water) under NPDES permit number FL0030325 and with the issuance of this permit. The construction included; rotating drum screen, aeration blowers/diffusers, recycle pumps, RAS pumps, chlorinators/building, new lime feed system, continuous on line monitoring equipment for chlorine and turbidity, reuse pumps and 8 to 10 inch diameter reuse pipeline with 2600 linear feet (forcemain pipeline) to Lochmoor Country Club which will receive 0.300 MGD of reclaimed water for spray irrigation of the golf course. Project is depicted on Black & Veatch, design drawing sheet number 2 to 7 of 23 and 1 to 8 of 8, submitted in support of the construction application and related material received September 2, 1993 with revised information received October 14, November 23, 1993, January 11, and March 1 and 28, 1994. Location of the project is at 1667 Inlet Drive, North Fort Myers, Florida.

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GENERAL CONDITIONS:

1. The terms, conditions, requirements, limitations, and restrictions set forth in this permit are "permit conditions" and are binding and enforceable pursuant to Sections 403.141, 403.727, or 403.859 through 403.861, F.S. The permittee is placed on notice that the Department will review this permit periodically and may initiate enforcement action for any violation of these conditions.

2. This permit is valid only for the specific processes and operations applied for and indicated in the approved drawings or exhibits. Any unauthorized deviation from the approved drawings, exhibits, specifications, or conditions of this permit may constitute grounds for revocation and enforcement action by the Department.

3. As provided in Subsections 403.087(6) and 403.722(5) F.S., the issuance of this permit does not convey any vested rights or any exclusive privileges. Neither does it authorize any injury to public or private property or any invasion of personal rights, nor any infringement of federal, state or local laws or regulations. This permit is not a waiver of or approval of any other Department permit that may be required for other aspects of the total project which are not addressed in the permit.

4. This permit conveys no title to land or water, does not constitute State recognition or acknowledgement of title, and does not constitute authority for the use of submerged lands unless herein provided and the necessary title or leasehold interests have been obtained from the State. Only the Trustees of the Internal Improvement Trust Fund may express State opinion as to title.

5. This permit does not relieve the permittee from liability for harm or injury to human health or welfare, animal, or plant life, or property caused by the construction or operation of this permitted source, or from penalties therefore; nor does it allow the permittee to cause pollution in contravention of Florida Statutes and Department rules, unless specifically authorized by any order from the Department.

6. The permittee shall properly operate and maintain the facility and systems of treatment and control (and related appurtenances) that are installed and used by the permittee to achieve compliance with the conditions of this permit, as required by Department rules. This provision includes the operation of backup or auxiliary facilities or similar systems when necessary to achieve compliance with the conditions of the permit and when required by Department rules.

7. The permittee, by accepting this permit, specifically agrees to allow authorized Department personnel, upon presentation of credential

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or other documents as may be required by law, and at reasonable times, access to the premises where the permitted activity is located or conducted to:

- a. Have access to and copy any records that must be kept under the conditions of the permit;
- b. Inspect the facility, equipment, practices, or operations regulated or required under this permit; and
- c. Sample or monitor any substances or parameters at any location reasonably necessary to assure compliance with this permit or Department rules.

Reasonable time may depend on the nature of the concern being investigated.

8. If, for any reason, the permittee does not comply with or will be unable to comply with any condition or limitation specified in this permit, the permittee shall immediately provide the Department with the following information:

- a. A description of and cause of non-compliance; and
- b. The period of non-compliance, including dates and times; or, if not corrected, the anticipated time the non-compliance is expected to continue, and steps being taken to reduce, eliminate, and prevent recurrence of the non-compliance. The permittee shall be responsible for any and all damages which may result and may be subject to enforcement action by the Department for penalties or revocation of this permit.

9. In accepting this permit, the permittee understands and agrees that all records, notes, monitoring data and other information relating to the construction or operation of this permitted source, which are submitted to the Department, may be used by the Department as evidence in any enforcement case involving the permitted source arising under the Florida Statutes or Department rules, except where such use is prescribed by Section 403.111 and 403.73, F.S. Such evidence shall only be used to the extent it is consistent with the Florida Rules of Civil Procedure and appropriate evidentiary rules.

10. The permittee agrees to comply with changes in Department rules and Florida Statutes after a reasonable time for compliance, provided however, the permittee does not waive any other rights granted by Florida Statutes or Department rules. A reasonable time for compliance with a new or amended surface water quality standard, other than those standards addressed in Rule 17-3.051, shall include a reasonable time to obtain or be denied a mixing zone for the new or amended standard.

11. This permit is transferable only upon Department approval in accordance with F.A.C. Rules 17-4.120 and 17-30.300, F.A.C. as

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applicable. The permittee shall be liable for any non-compliance of the permitted activity until the transfer is approved by the Department.

12. This permit or a copy thereof shall be kept at the work site of the permitted activity.

13. This permit also constitutes:

- (a) Determination of Best Available Control Technology (BACT)
- (b) Determination of Prevention of Significant Deterioration (PSD)
- (c) Certification of compliance with State Water Quality Standards (Section 401, PL 92-500)
- (d) Compliance with New Source Performance Standards

14. The permittee shall comply with the following:

- (a) Upon request, the permittee shall furnish all records and plans required under Department rules. During enforcement actions, the retention period for all records will be extended automatically, unless otherwise stipulated by the Department.
- (b) The permittee shall hold at the facility or other location designated by this permit records of all monitoring information (including all calibration and maintenance records and all original strip chart recordings for continuous monitoring instrumentation), required by the permit, copies of all reports required by this permit, and records of all data used to complete the application for this permit. These materials shall be retained at least three years from the date of the sample, measurement, report or application unless otherwise specified by Department rule.
- (c) Records of monitoring information shall include:
 - 1. the date, exact place, and time of sampling or measurements;
 - 2. the person responsible for performing the sampling or measurements;
 - 3. the dates analyses were performed;
 - 4. the person responsible for performing the analyses;
 - 5. the analytical techniques or methods used;
 - 6. the results of such analyses.

15. When requested by the Department, the permittee shall within a reasonable time furnish any information required by law which is needed to determine compliance with the permit. If the permittee becomes aware the relevant facts were not submitted or were incorrect in the permit application or in any report to the Department, such facts or information shall be corrected promptly.

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1. Drawings, plans, documents or specifications submitted by the Permittee, not attached hereto, but retained on file at the South Florida District Office, are made a part hereof.
2. Where chlorine is used for high level disinfection, a total chlorine residual of at least 1.0 milligrams per liter shall be maintained after at least 15 contact time at peak hourly flow. Higher residuals or longer contact times may be needed to meet the operational criteria for disinfection.
3. The applicant shall retain the engineer of record or obtain the services of any professional engineer registered in the State of Florida for the inspection of the construction of this project. Upon completion the engineer shall inspect for conformity to construction permit applications and associated documents. A Certificate of Completion with record drawing shall be submitted within 30 days after completion of construction of this project and Department approval obtained prior to placement into service. An Operation and Maintenance Manual shall be provided with the Certificate of Completion in accordance with Section 17-600.720 and 17-604.500(4), F.A.C.
4. This permit is valid as an operating permit for an initial period of not more than six months after the plant is certified complete and approved for operation. However, if this permit expires within this six month period an application must be submitted to the Department of Environmental Protection for an operating permit prior to the expiration. During the initial period of operation a sufficient number of analyses to substantiate compliance with the Florida Administrative Code shall be provided prior to the issuance of an operation permit.

Initial test results are to be received no later than six (6) weeks after the treatment plant has been placed in operation. These results shall be submitted on a monthly basis to the Department of Environmental Protection.
5. The permittee shall submit a monthly operations report (MOR), DER Form 17-601.900(1), to the Department no later than the twenty eighth of each succeeding month.
6. To determine compliance of a domestic wastewater facility with high-level disinfection, the following operational criteria (Using MF or equivalent MPN methods) shall be applicable in accordance with F.A.C. Rule 17-600.440(5)(f).
 - a. Fecal Coliform samples shall be obtained on a daily basis when discharging to a reuse system. Over a 30 day period, 75 percent of the fecal coliform values shall be below the detection limits.

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b. Any one sample shall not exceed 25 fecal coliform values per 100 ml of sample.

c. Any one sample shall not exceed 5 milligrams per liter of TSS at a point before application of the disinfectant.

7. The permittee shall submit residual (sludge) analysis on a quarterly basis. If your most recent analysis is not current with the time period specified, you shall submit an analysis as soon as possible and no later than 60 days from the date of issuance of this permit and every three months thereafter. The residual sample for this facility is to be taken from the digester and shall be collected as specified in F.A.C. Rule 17-7.540(2)(3).

Samples shall be analyzed and reported for the parameters as follows:

<u>Parameter</u>	<u>Reported</u>	<u>Parameter</u>	<u>Reported</u>
Total nitrogen	% dry weight	Lead	mg/kg dry weight
Total phosphorus	% dry weight	Nickel	mg/kg dry weight
Total potassium	% dry weight	Zinc	mg/kg dry weight
Cadmium	mg/kg dry wt.	pH	Standard Units
Copper	mg/kg dry wt.	Total solids	%

8. The facility is a category I, requiring a Class C or higher operator on site 16 hour per day for 7 days per week. The lead/chief operator must be Class B, F.A.C. Rule 17-699.310(3)(a).

9. The parameters and minimum sampling schedule for this domestic wastewater treatment plant are as follows:

<u>Parameter</u>	<u>Frequency</u>	<u>Sample Type</u>	<u>Reference (F.A.C.)</u>
A. Flow	Continuous	Recording Flowmeter Totalizer	17-601.500(6)
B. pH	Continuous	Continuous	17-601.500(1) figure 2 & (3)(a)
C. Chlorine Residual (Disinfection of Reuse)	Continuous	Continuous	17-601.500(1) figure 2 & (3)(a)

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	UV Intensity reading (Disinfection for surface water discharger)	Continuous	Continuous	
D.	TSS Influent	Weekly	16 hr. Flow Proportioned Composite	17-601.500(1) figure 2, & (3)(b)
	Effluent 610 Part III	Daily 7/wk	Grab	17-601.500(1)
	Surface Water (Discharger)	Weekly	16 hr. Flow Proportioned Composite	17-601.500(1) Figure 2, & (3)(b)
E.	CBOD5 Influent	Weekly	16 hr. Flow Proportioned Composite	17-601.500(1) figure 2, & (3)(c)
	Effluent Surface Water (Discharger)	Weekly	16 hr. Flow Proportioned Composite	17-601.500(1) figure 2, & (3)(c)
F.	Fecal Coliform Effluent	Daily 7/wk (Reuse)	Grab	17-601.500(1) figure 2 & (3)(a)
	Fecal Coliform Effluent (Surface Water Discharger)	Weekly	Grab	17-601.500(1) figure 2 & (3)(a)
G.	Turbidity	Continuous	Continuous	17-610 Part III F.A.C.
H.	Dissolved Oxygen	Daily 7/wk	Grab	17-601.500(1) figure 2 & (3)(a)

Total nitrogen (N) shall be sampled within 60 days of this permit and at 12 months intervals thereafter. All grab samples shall be obtained during peak hourly flow conditions. The time, date and type of samples will be clearly indicated on the MOR.

10. The permittee shall monitor the nutrients weekly during discharge to surface water and meet the following limits for nutrients being discharged to the Caloosahatchee River and report to the Department on a monthly basis in accordance with Chapter 17-601 F.A.C., as follows:

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a.) The 32.5 pounds per day only apply during wet weather condition for Total Nitrogen concentration. The effluent shall not exceed the maximum monthly average of 32.5 pounds per day based on the design limit of 3.0 mg/l at the design flow of 1.3 MGD plant. This facility must not exceed 25.0 pounds per day of total nitrogen concentration for the maximum monthly average based on the surface water discharge limitation of 1.0 MGD (discharge). This plant surface water discharge and wet weather condition for total nitrogen shall not exceed an annual average of 28.8 pounds per day for compliance with discharge limit's being allowed under the 91 days of discharge at a design flow of 1.3 MGD during wet weather condition only.

b.) The 5.4 pounds per day only apply during wet weather condition for Total Phosphorus concentration. The effluent shall not exceed the maximum monthly average of 5.4 pounds per day based on the design limit of 0.5 mg/l at the design flow of 1.3 MGD plant. This facility must not exceed 4.2 pounds per day of Total Phosphorus concentration for the maximum monthly average based on the surface water discharge limitation of 1.0 MGD (discharge). This plant surface water discharge and wet weather condition for total phosphorus shall not exceed an annual average of 4.8 pounds per day for compliance with discharge limit's being allowed under the 91 days of discharge at a design flow of 1.3 MGD during wet weather condition only.

11. Maintain a copy of the operations and maintenance manuals for the wastewater treatment facility and reclaimed water disposal system (spray irrigation and/or percolation ponds) on file at the plant's office.

12. The reuse water produced at facilities permitted to discharge reclaimed water to the reuse system shall at all times be treated and tested to meet the minimum standards contained in the criteria for high level disinfection prior to discharge to the reuse system or an alternative method of disposal shall be utilized as required in accordance with Part III of Chapter 17-610 F.A.C.

13. The Public shall be notified of the use of reclaimed water. This shall be accomplished by the posting of advisory signs in the area where reuse is practiced, notes on scorecards, or by other methods. Copies of the public advisory method utilized shall be provided to the Department in accordance with Section 17-610.468 F.A.C.

a. No cross-connections to potable water systems shall be allowed. The permittee shall establish and shall obtain Department approval for a cross-connection control and inspection program, pursuant to Rule 17-555.360, F.A.C. The permittee shall install an approved backflow prevention device [under Rule 17-555.360(4), F.A.C]. This shall be

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provided on the potable water service connection to a residence served by reclaimed water. Rule 17-555.360(4)(f), F.A.C., specifically allows for the use of residential dual checks for this purpose in accordance with Section 17-555.360(5).

b. Reclaimed water shall not enter a dwelling unit or a building containing a dwelling unit except as allowed by Rules 17-610.476 and 17-610.477, F.A.C.

c. Maximum obtainable separation of reclaimed water lines and domestic water lines shall be practiced. A minimum horizontal separation of five feet (center to center) or three feet (outside to outside) shall be maintained between reclaimed water lines and either potable water mains or sewage collection lines. The provisions of Rule 17-604, F.A.C. are applicable to crossings.

d. All reclaimed water valves and outlets shall be appropriately tagged or labeled to warn the public and employees that the water is not intended for drinking. All piping, pipelines, valves, and outlets shall be color coded, or otherwise marked, to differentiate reclaimed water from domestic or other water.

e. Low trajectory nozzles, or other means to minimize aerosol formation shall be used within 100 feet of outdoor public eating, drinking and bathing facilities.

14. Although chlorine disinfection is not utilized for effluent discharged to the river, if routine testing conducted during normal Department inspections reveals the presence of a chlorine residual the following condition shall be implemented: The total chlorine residual after dechlorination shall be sampled once a day for 7 days per week to show compliance with this permit. The total chlorine residual in the effluent discharged to the Caloosahatchee River must not exceed 0.01 mg/l in accordance with F.A.C. Rule 17-302.560(10).

15. The Dissolved Oxygen concentration shall be sampled once per day for 7 days per week to show compliance with this permit. Sample shall be taken from a point after the final treatment process and prior to discharging to the Caloosahatchee river. In predominantly marine waters, the discharge concentration of the Dissolved Oxygen shall not average less than 5 milligrams per liter (mg/l) in a 24-hour period and shall never be less than 4 mg/l. Normal daily and seasonal fluctuations above these levels shall be maintained in both predominantly fresh waters and predominantly marine waters, in accordance with F.A.C. Rule 17-302.560(13).

16. Chlorine gas is used for disinfection. Maintain gaseous chlorine disinfection facilities in accordance with Rule 17-600.300(4)(b)
"Great Lakes/Upper Mississippi River Board of State Sanitary Engineers

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Recommended Standards for Sewage Works", Chapter 90 "Disinfection", Section 93 "Chlorine Supply".

17. An updated capacity analysis report shall be submitted to the Department at five year intervals or at each time the permittee applies for a construction or operation permit or renewal of an operation permit or the three months average exceed the requirements, which ever occurs first in accordance with Rule 17-600.405 F.A.C.

18. The permittee shall initiate the series of tests described in the operation permit number DO36-228850. These specific conditions shall be made apart of this construction permit number DC36-237227, by reference with the issuance of this permit.

19. The permittee is reminded of the necessity to comply with the pertinent regulations of any other regulatory agency, as well as any county, municipal, and federal regulations applicable to the project. These regulations may include, but are not limited to, those of the Federal Emergency Management Agency in implementing flood control measures. This permit should not be construed to imply compliance with the rules and regulations of other regulatory agencies.

20. The permittee of the Waterway Estates facility shall stabilize residuals (sludge) to a Class "B" level utilizing lime stabilization to produce a pH of 12 for a minimum of 2 hours as outlined in Florida Cities Water Company standard operation procedures, in accordance with Chapter 17-640 F.A.C.

21. The Hudson Farms site, Charlotte County (with Pulte Site/Charlotte County and Hollingsworth Site/Desoto County as alternate sites), is an agricultural use plan site as outlined in F.A.C. Rule 17-640 and is identified as your permitted site to land apply the residuals generated at this facility. Changing land application sites requires Department notification and placement of new disposal site on this permit prior to disposing of residuals at the new land application site [F.A.C. Rule 17-640.300(1)(2)]. Additionally, the agricultural use plan site shall be updated annually to reflect any changes in the domestic wastewater residuals characteristics or agricultural practices and to provide a summary report of the domestic wastewater residual application of the previous year.

22. Quality Assurance: All laboratory and field procedures employed in the proposed monitoring program shall comply with USEPA guidelines and rules 17-601 and 17-160 of the Florida Administrative Code.

23. Application of reclaimed water on public access facilities shall be controlled by agreement with the wastewater management entity or by local ordinance. A copy of this agreement or ordinance shall be provided to the Department at the time of certification of project.

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Above ground bibbs (spigots or other hand operated connections) shall not be present. Hose bibbs shall be located in locked, below grade vaults which shall be clearly labeled as being of nonpotable quality. As an alternative to the use of locked, below-ground vaults with standard hose bibb services, hose bibbs which can only be operated by a special tool may be placed in nonlockable underground service boxes clearly labeled as nonpotable water.

24. Reclaimed water shall not be used to fill swimming pools, hot tubs, or wading pools.

25. The hydraulic loading rate shall not cause ponding of reclaimed water on the application site or produce surface runoff of the applied reclaimed water to the surrounding surface waters.

26. There shall be a setback distance of 75 feet from the edge of the wetted area of the public access land application area to potable water supply wells that are existing or have been approved by the Department or by the Department of Health and Rehabilitative Services (but not yet constructed). To comply with this requirement a utility providing reclaimed water for residential irrigation may adopt and enforce an ordinance prohibiting private drinking water supply wells in residential areas. Provide the Department with a copy of this ordinance.

27. A 75-foot setback distance shall be provided from a reclaimed water transmission facility to a public water supply well. No setback distance is required to other potable water supply wells or to nonpotable water supply wells.

28. The permittee shall provide the Department with an operation protocol designed to ensure that the high-level disinfection criteria will be met before the reclaimed water is released to the system storage or to the reclaimed water reuse system. The operating protocol shall be reviewed and updated annually and shall be subject to Department review and approval. Reclaimed water produced at the treatment facility that fails to meet the criteria established in the operating protocol shall not be discharged into system storage or to the reuse system. Such substandard reclaimed water (reject water) shall be either stored for subsequent additional treatment or shall be discharged to another permitted effluent disposal system.

29. Reclaimed water intended to comply with the high level disinfection criteria contained in Part III Chapter 17-610 F.A.C. shall only be provided during operator on site time. This provision shall remain in effect until a new operational protocol is provided. This protocol shall contain sufficient details to provide reasonable assurance that high level disinfection criteria will be met.

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30. In November 1992, the Environmental Agency, EPA, promulgated the National Sewage Sludge Use and Disposal Regulations (Chapter 40 Code of Federal Regulations Part 503). Modifications to F.A.C. Rule 17-640, Domestic Wastewater Residuals, to incorporate the aforementioned rule shall be forthcoming and the residuals handling and disposal conditions for this permit shall be modified, if necessary, to reflect and incorporate any changes. However, at this time it should be noted that 40 CFR Part 503 increases the number of heavy metals to be tested. The additional metals are: Arsenic, Chromium, Mercury, Molybdenum and Selenium. These additional metals should be sampled and test results submitted along with the parameters identified in Specific Condition four. The pollutant limits are found in 40 CFR Part 503.13(b)(1), (2), (3) and (4). Pollutant limits are more stringent for ceiling concentrations in Part 503 for land applications than 17-640 for cadmium, lead, nickel, and zinc. Metal criteria for land application will be no less stringent than the parameters listed in either of the regulations with the more stringent criteria applicable until F.A.C. Rule 17-640 is amended to incorporate criteria established in 40 CFR Part 503.

31. 40 CFR part 503 provides for pathogen and vector attraction reduction requirements. Both criteria have to be satisfied before residuals can be land applied for disposal. Residual stabilization classification is dependent on the process used to reduce pathogens. Residuals generated by this facility are stabilized by the addition of Lime. Provide an operational protocol and identify process monitoring, testing and documentation that assures product processed complies with a Process to Significantly Reduce Pathogens (PSRP) criteria (Class B stabilization). Also, identify the criteria that will be met to provide for vector attraction reduction and the testing required to demonstrate and document compliance.

32. Ground Water Monitoring Program

The ground water monitoring program for this facility is subject to the provisions of Chapters 17-4, 17-520, 17-522, 17-601, and 17-610, Florida Administrative Code (F.A.C.), and the following provisos:

A. In accordance with the provisions of Chapter 17-522.600, F.A.C., the ground water monitoring system shall be constructed by the permittee within ninety (90) days of the issuance of this permit. *Actual*

B. The ground water monitoring wells shall be located as depicted on the attached plat and as mutually agreed upon during the site inspection of February 10, 1994.

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C. The monitoring wells for the Waterway Estates/Lochmoor Golf Course are hereby designated as follows:

- LGC-1: Background Well; DEP #(to be assigned)
- LGC-2: Intermediate Well; DEP #(to be assigned)
- LGC-3: Compliance Well; DEP #(to be assigned)

D. Monitor Well construction shall employ those methods and details as noted in the Department's "Guidelines for Monitor Well Design and Installation" (see Attached) and shall be constructed and installed such that adequate recharge is obtainable within the aquifer being monitored.

E. Upon completion of construction of the new ground water monitoring wells, the top of casing of each well shall be surveyed to obtain elevations (NGVD). A Monitor Well Construction Data Sheet shall be completed and submitted for each new well.

F. Upon completion of construction of all new monitoring wells, the new wells, as well as representative reclaimed water, shall be sampled and analyzed for the Primary and Secondary Drinking Water Standards as listed in Chapter 17-550.310 and 17-550.320, F.A.C., and additionally, the EPA method 601,602 parameters. Color, corrosivity, turbidity and odor may be excluded as parameters for this analysis.

G. All active monitoring wells and reclaimed water shall be sampled and analyzed according to the following schedule:

Sampling Period	Well	Report Due Date
January-March	1,2,3	April 15
April-June	2,3	July 15
July-September	2,3	October 15
October-December	2,3	January 15

A 24 hour composite representative sample of the reclaimed water shall be obtained and analyzed quarterly for the parameters listed in Specific Condition #H.

H. Analysis of the regularly scheduled sampling of all wells and reclaimed water shall be conducted for the following parameters:

- | | |
|------------------------|------------------------------|
| pH (field) | Specific Conductance (field) |
| Arsenic | Chromium |
| Cadmium | Lead |
| Nitrate (as N) | Sulfate |
| Total Dissolved Solids | Fecal coliform bacteria |
| Total Organic Carbon | Water level (NGVD) |
| Chloride | |

PERMITTEE:
Johnnie M. Overton
Senior Vice President
Florida Cities Water Company

I.D. Number: 5236P01630
Permit/Cert. No.: DC36-237227
Date of Issue: June 2, 1994
Expiration Date: June 2, 1997

SPECIFIC CONDITIONS:

Additionally, during the January-March event, analyses of the reclaimed water shall be reported on the Reclaimed Water or Effluent Analysis Report, Form 17-601.900(4) and all items are to be completed in full (see attached example). During subsequent years when an operation permit is not submitted or renewed, a certification stating that no new non-domestic wastewater dischargers have been added to the collection system may be submitted in lieu of the report.

Additional parameters may be necessary as dictated by the initial characterization of the new wells and reclaimed water.

I. The field testing, sample collection and preservation, and laboratory testing, including quality control procedures, shall be in accordance with methods approved by the Department as specified in Chapters 17-4.246 and 17-520.300, F.A.C. Approved methods as published by the Department or as published in Standard Methods, A.S.T.M., or EPA methods shall be used. Approved methods for chemical analyses are summarized in the Federal Register, October 26, 1984 (40 CFR 136).

J. The quarterly Ground Water and Reclaimed Water sampling shall be reported on the Department's Parameter Monitoring Report form [DER Form 17-1.216(2)]. This form, or an exact replica thereof, must be used and may not be altered as to format or content. The original copies should be retained so that necessary information is available for future reports. Completed forms shall be submitted no later than the due dates specified in Specific Condition #G to the Florida Department of Environmental Protection, 2295 Victoria Avenue, Fort Myers, Florida 33901.

K. All existing monitoring wells which are not an active part of the monitoring program are to be maintained for possible future use. Should any of the inactive wells become damaged or inoperable, the well(s) must be plugged and abandoned in accordance with the provisions of Chapter 17-532.500(4), F.A.C., with the details of such plugging submitted to the Department within seven (7) days thereafter.

L. If an active monitoring well becomes damaged or inoperable, the permittee shall notify the Department immediately, and a detailed written report shall be submitted within seven (7) days thereafter.

The report shall describe the nature of the problem and the remedial measures which have been taken to prevent a recurrence.

M. All monitoring wells shall be properly maintained, easily accessible, prominently marked, secured, and kept free of vegetation at all times.

PERMITTEE:
Johnnie M. Overton
Senior Vice President
Florida Cities Water Company

I.D. Number: 5236P01630
Permit/Cert. No.: DC36-237227
Date of Issue: June 2, 1994
Expiration Date: June 2, 1997

SPECIFIC CONDITIONS:

N. Pursuant to Chapter 17-522.410, F.A.C., a Zone of Discharge is hereby established and shall not areally extend further than one hundred (100) feet beyond the perimeters of the areas of wetted surface of reclaimed water spray irrigation, nor shall it extend beyond the limits of the property boundaries should such distance be less than one hundred (100) feet. The vertical zone of discharge shall not extend below the semi-confining zone at the base of the water table aquifer.

O. The permittee shall ensure that the water quality standards for Class G-II ground water as specified in Sections 17-520.400 and 17-520.410, F.A.C., will not be exceeded at the boundary of the zone of discharge nor shall the minimum criteria for ground water specified in Section 17-520.400, F.A.C. be violated within the zone of discharge.

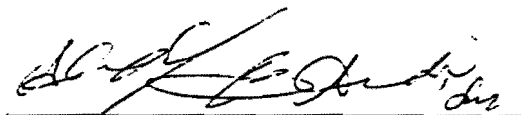
P. If, at any time, ground water standards are exceeded, the permittee shall, within fifteen (15) days of being notified of such exceedance, resample the monitoring well(s) having the exceedance to verify the original analysis. Should the permittee not resample, the Department will consider the original analysis as representative of current ground water conditions. This could result in additional monitoring wells and/or corrective actions.

Q. This ground water monitoring program supersedes and replaces all previous ground water monitoring plans for the above referenced facility.

Note: In the event of an emergency the permittee shall contact the Department by calling (904)488-1320. During normal business hours, the permittee shall call (813)332-6975.

Issued this 2nd day of June, 1994.

STATE OF FLORIDA DEPARTMENT
OF ENVIRONMENTAL PROTECTION



Ronald D. Blackburn
Acting Director of
District Management

RDB/BTS/dd

PART II: SPECIFIC PERMITS; REQUIREMENTS

(2) An operation permit shall be issued only if all Department requirements are met, including the provisions of Rules 62-302.300, 62-302.700 and Rule 62-4.242, F.A.C.

(3) A permit issued pursuant to this section shall:

- (a) Specify the manner, nature, volume and frequency of the discharge permitted;
- (b) Require proper operation and maintenance of any pollution abatement facility by qualified personnel in accordance with standards established by the Department; and
- (c) Contain such additional conditions, requirements and restrictions as the Department deems necessary to preserve and protect the quality of the receiving waters and to ensure proper operation of the pollution control facilities.

(4) An operation permit may be renewed upon application to the Department. No renewal permit shall be issued if the Department finds that the proposed discharge will reduce the quality of the receiving waters below the classification established for them.

Specific Authority: 403.061, 403.088, F.S.

Law Implemented: 403.021, 403.031, 403.061, 403.087, 403.088, ² 403.101, F.S.

History: New 5-17-72, Formerly 17-4.23, Amended 8-31-88, 10-4-89, Formerly 17-4.240.

62-4.242 Antidegradation Permitting Requirements; Outstanding Florida Waters; Outstanding National Resource Waters; Equitable Abatement.

(1) Antidegradation Permitting Requirements.

(a) Permits shall be issued when consistent with the antidegradation policy set forth in Rules 62-302.300 and, if applicable, Rule 62-302.700.

(b) In determining whether a proposed discharge which results in water quality degradation is necessary or desirable under federal standards and under circumstances which are clearly in the public interest, the Department shall consider and balance the following factors:

1. Whether the proposed project is important to and is beneficial to the public health, safety, or welfare (taking into account the policies set forth in Rules 62-302.100, 62-302.300 and, if applicable, 62-302.700); and
2. Whether the proposed discharge will adversely affect conservation of fish and wildlife, including endangered or threatened species, or their habitats; and
3. Whether the proposed discharge will adversely affect the fishing or water-based recreational values or marine productivity in the vicinity of the proposed discharge; and
4. Whether the proposed discharge is consistent with any applicable Surface Water Improvement and Management Plan that has been adopted by a Water Management District and approved by the Department.

PART II: SPECIFIC PERMITS; REQUIREMENTS

(c) In addition to Subsection (b) above, in order for a proposed discharge (other than stormwater discharges meeting the requirements of Chapter 62-25, F.A.C.), to be necessary or desirable under federal standards and under circumstances which are clearly in the public interest, the permit applicant must demonstrate that neither of the following is economically and technologically reasonable:

1. Reuse of domestic reclaimed water.
2. Use of other discharge locations, the use of land application, or reuse that would minimize or eliminate the need to lower water quality.

(2) Standards Applying to Outstanding Florida Waters.

(a) No Department permit or water quality certification shall be issued for any proposed activity or discharge within an Outstanding Florida Waters, or which significantly degrades, either alone or in combination with other stationary installations, any Outstanding Florida Waters, unless the applicant affirmatively demonstrates that:

1. With respect to blowdown from a recirculated cooling water system of a steam electrical generating plant, that the discharge:

a. Meets the applicable limitations of Rule 62-302.520(4), F.A.C., at the point of discharge; or

b. Has a mixing zone established pursuant to Rule 62-302.520(6)(b), F.A.C., which assures the protection and propagation of a balanced indigenous population of shellfish, fish and wildlife in and on the Outstanding Florida Water, and which is established taking into account the recreational or ecological significance of such water; and

c. Meets the temperature limits of Rule 62-302.520(4), F.A.C., at the boundary of the mixing zone established pursuant to Rule 62-302.520(6)(b), F.A.C.; or

2. The proposed activity of discharge is clearly in the public interest, and either

a. A Department permit for the activity has been issued or an application for such permit was complete on the effective date of the Outstanding Florida Water designation; or

b. The existing ambient water quality within Outstanding Florida Waters will not be lowered as a result of the proposed activity or discharge, except on a temporary basis during construction for a period not to exceed thirty days; lowered water quality would occur only within a restricted mixing zone approved by the Department; and, water quality criteria would not be violated outside the restricted mixing zone. The Department may allow an extension of the thirty-day time limit on a construction-caused degradation for a period demonstrated by the applicant to be unavoidable and where suitable management practices and technology approved by the Department are employed to minimize any degradation of water quality.



Form #0299
Rev 1/90

South Florida
Water Management District
WATER USE PERMIT NO. RE-ISSUE 36-00152-W
(NON-ASSIGNABLE)

DATE ISSUED: April 12, 1990 EXPIRATION DATE April 12, 1995

AUTHORIZING: THE CONTINUATION OF AN EXISTING USE OF GROUNDWATER FROM THE WATER TABLE, MID-HAWTHORN AND LOWER HAWTHORN AQUIFERS FOR PUBLIC WATER SUPPLY WITH AN ANNUAL ALLOCATION OF 467.6 MILLION GALLONS.

LOCATED IN: LEE COUNTY, SECTION --- TWP. 44S RGE. 24E

ISSUED TO: Florida Cities Water Company
(North Lee County System)
P.O. Box 5486
Sarasota, FL 33579

This Permit is issued pursuant to Application No. 890913-6 dated September 7, 19 89 for the Use of Water as specified above and subject to the Special Conditions set forth below. Said application, including all plans and specifications attached thereto, is by reference made a part hereof.

Without written notice to the permittee, this permit may be temporarily modified, or restricted under a Declaration of Water Shortage or a Declaration of Emergency due to Water Shortage in accordance with provisions of Ch. 373, Fla. Statutes, and applicable rules and regulations of the South Florida Water Management District.

This Permit may be permanently or temporarily revoked, in whole or in part, for the violation of the conditions of the permit or for the violation of any provision of the Water Resources Act and regulations thereunder.

This Permit does not convey to permittee any property rights nor any privileges other than those specified herein, nor relieve the permittee from complying with any law, regulation, or requirement affecting the rights of other bodies or agencies.

SPECIAL CONDITIONS ARE AS FOLLOWS:

SEE SHEET 2,3,4,5 of 5 - 28 LIMITING CONDITIONS.

FILED WITH THE CLERK OF THE SOUTH
FLORIDA WATER MANAGEMENT DISTRICT
ON 4-13-90
BY Denkauer
DEPUTY CLERK

SOUTH FLORIDA WATER MANAGEMENT
DISTRICT, BY ITS GOVERNING BOARD

By Thomas E. Huser
Assistant Secretary

LIMITING CONDITIONS

1. IN THE EVENT OF A DECLARED WATER SHORTAGE, WATER WITHDRAWAL REDUCTIONS WILL BE ORDERED BY THE DISTRICT IN ACCORDANCE WITH THE WATER SHORTAGE PLAN, CHAPTER 40E-21, FLORIDA ADMINISTRATIVE CODE.
2. MAXIMUM ANNUAL WITHDRAWAL SHALL NOT EXCEED 467.6 MG (1.281 MGD).
MAXIMUM ANNUAL WITHDRAWAL FROM THE LOWER HAWTHORN AQUIFER SHALL NOT EXCEED 100.4 MG (275,000 GPD)
3. MAXIMUM DAILY WITHDRAWAL SHALL NOT EXCEED 1.68 MG.
MAXIMUM DAILY WITHDRAWAL FROM THE LOWER HAWTHORN AQUIFER SHALL NOT EXCEED 360,000 GALLONS.
4. PERMITTEE SHALL SUBMIT TO THE DISTRICT COPIES OF THE MONTHLY DER WATER TREATMENT PLANT REPORTS SHOWING WELLFIELD PUMPAGE. REPORTS SHALL BE SUBMITTED MONTHLY IN THE MONTH FOLLOWING EITHER THE FIRST MONTH OF PUMPAGE OR PERMIT ISSUANCE. WITHDRAWALS SHALL BE SUBMITTED SEPARATED BY INDIVIDUAL WELL.
5. PERMITTEE SHALL MAKE DAILY OR CUMULATIVE WEEKLY RAINFALL MEASUREMENTS AT THE WELLFIELD AND REPORT THIS DATA TO THE DISTRICT MONTHLY. DATA COLLECTION SHALL BEGIN IN THE MONTH FOLLOWING THE MONTH OF THE PERMIT ISSUANCE.
6. SOURCE CLASSIFICATION IS:
GROUNDWATER FROM THE WATER TABLE AQUIFER.
GROUNDWATER FROM THE MID-HAWTHORN AQUIFER.
GROUNDWATER FROM THE LOWER HAWTHORN AQUIFER.
7. PERMITTEE SHALL MITIGATE TO THE SATISFACTION OF THE DISTRICT ANY ADVERSE IMPACT ON EXISTING LEGAL USES CAUSED BY WITHDRAWALS. WHEN ADVERSE IMPACTS OCCUR, OR ARE IMMINENT, DISTRICT RESERVES THE RIGHT TO CURTAIL WITHDRAWAL RATES. ADVERSE IMPACTS ARE: A) REDUCTION IN WELL WATER LEVELS THAT IMPAIRS THE ABILITY OF AN ADJACENT WELL TO PRODUCE WATER (AN ADJACENT WELL MAY BE DOMESTIC WELL, LAWN IRRIGATION WELL, PUBLIC WATER SUPPLY WELL, ETC.), B) SIGNIFICANT REDUCTION IN LEVELS IN AN ADJACENT WATER BODY SUCH AS A LAKE, POND, WETLAND OR A CANAL SYSTEM, C) SALINE WATER INTRUSION OR INDUCTION OF POLLUTANTS INTO THE WATER SUPPLY OF AN ADJACENT WATER USE, RESULTING IN A SIGNIFICANT REDUCTION IN WATER QUALITY, AND D) CHANGE IN WATER QUALITY THAT CAUSES IMPAIRMENT OR LOSS OF USE OF A WELL OR WATER BODY.
8. PERMITTEE SHALL MITIGATE TO THE SATISFACTION OF THE DISTRICT ANY ADVERSE IMPACT ON EXISTING OFF-SITE LAND USE AS A CONSEQUENCE OF WITHDRAWALS PERMITTED HEREIN. IF INCREASED WITHDRAWALS CAUSE AN ADVERSE IMPACT ON EXISTING LAND USE THE DISTRICT RESERVES THE RIGHT TO CURTAIL FUTURE WITHDRAWAL RATES. ADVERSE IMPACTS ARE: A) SIGNIFICANT REDUCTION IN WATER LEVELS IN AN ADJACENT WATER BODY (SUCH AS A LAKE, POND, WETLAND OR A CANAL SYSTEM), B) LAND COLLAPSE OR SUBSIDENCE CAUSED BY REDUCTION IN WATER LEVELS, C) DAMAGE TO CROPS AND OTHER VEGETATION, CAUSING FINANCIAL HARM TO THE LANDOWNER, AND D) DAMAGE TO HABITAT OF RARE, ENDANGERED OR THREATENED SPECIES.
9. PERMITTEE SHALL NOT REFUSE IMMEDIATE ENTRY OR ACCESS TO ANY AUTHORIZED

REPRESENTATIVE OF THE DISTRICT WHO REQUESTS ENTRY FOR PURPOSES OF INSPECTION AND PRESENTS APPROPRIATE CREDENTIALS.

10. IF ANY CONDITION OF THE PERMIT IS VIOLATED, THE PERMIT SHALL BE SUBJECT TO REVIEW AND POSSIBLE MODIFICATION, ENFORCEMENT ACTION, OR REVOCATION.

11. APPLICATION FOR A PERMIT MODIFICATION MAY BE MADE AT ANY TIME.

12. WITHDRAWAL FACILITIES ARE:

NORTH CAPE CORAL WELLFIELD

EXISTING:

- 1 - 8" X 240' X 80 GPM WELL CASED TO 140 FEET.
- 1 - 8" X 240' X 125 GPM WELL CASED TO 140 FEET.
- 1 - 8" X 225' X 125 GPM WELL CASED TO 164 FEET.

PROPOSED:

- 1 - 4" X 600' X 250 GPM WELL CASED TO 300 FEET.

WATERWAY ESTATES WELLFIELD

EXISTING:

- 1 - 8" X 45' X 89 GPM WELL CASED TO UNKNOWN DEPTH.
- 1 - 8" X 57' X 70 GPM WELL CASED TO UNKNOWN DEPTH.
- 1 - 8" X 120' X 25 GPM WELL CASED TO UNKNOWN DEPTH.
- 1 - 8" X 48' X 89 GPM WELL CASED TO 15 FEET.
- 1 - 8" X 225' X 80 GPM WELL CASED TO 124 FEET.
- 1 - 8" X 113' X 89 GPM WELL CASED TO 13 FEET.
- 1 - 8" X 230' X 80 GPM WELL CASED TO 125 FEET.
- 1 - 8" X 235' X 25 GPM WELL CASED TO 135 FEET.
- 1 - 8" X 230' X 80 GPM WELL CASED TO 133 FEET.
- 1 - 10" X 60' X 60 GPM WELL CASED TO 40 FEET.
- 1 - 10" X 60' X 60 GPM WELL CASED TO 40 FEET.
- 1 - 10" X 80' X 60 GPM WELL CASED TO 50 FEET.
- 1 - 10" X 230' X 80 GPM WELL CASED TO 165 FEET.
- 1 - 10" X 208' X 40 GPM WELL CASED TO 160 FEET.

13. THE PERMIT SHALL EXPIRE 5 YEARS FROM THE DATE OF ISSUANCE.

14. USE CLASSIFICATION IS PUBLIC WATER SUPPLY.

15. THE PERMITTEE SHALL OBTAIN ALL NECESSARY FEDERAL, STATE, LOCAL AND SPECIAL DISTRICT AUTHORIZATIONS PRIOR TO THE USE OR WITHDRAWAL OF WATER.

16. THE PERMIT DOES NOT CONVEY ANY PROPERTY RIGHT TO THE PERMITTEE, NOR ANY RIGHTS AND PRIVILEGES OTHER THAN THOSE SPECIFIED IN THE PERMIT AND CHAPTER 40E-2 (FAC).

17. WITHIN TWO YEARS OF PERMIT ISSUANCE, THE PERMITTEE SHALL DEVELOP AND SUBMIT TO THE DISTRICT A PLAN FOR WATER CONSERVATION WITHIN THE PERMITTEE'S SERVICE AREA. THE PLAN SHALL DETAIL SPECIFIC STEPS AND TIME FRAMES FOR IMPLEMENTATION. THE PLAN SHALL BE IMPLEMENTED IMMEDIATELY UPON APPROVAL BY THE DISTRICT. IN ORDER TO ASSIST THE PERMITTEE IN DEVELOPING A WATER CONSERVATION PLAN, THE DISTRICT HAS PREPARED A CONSERVATION CHECKLIST (EXHIBITS 14a THROUGH 14d) WHICH PROVIDES AN OUTLINE OF PERTINENT INFORMATIONAL REQUIREMENTS. COMPLETION OF PARTS A AND B OF THE CHECKLIST WILL ENABLE THE PERMITTEE TO COMPLY WITH THIS LIMITING CONDITION. THE DISTRICT HAS

ALSO DEVELOPED A WATER CONSERVATION COST EFFECTIVENESS COMPUTER PROGRAM, WHICH, IF REQUESTED BY THE PERMITTEE, CAN BE USED TO EVALUATE THE DEVELOPED WATER CONSERVATION PLAN. THE INFORMATION NEEDED FOR THIS IS DETAILED IN PART C OF THE ENCLOSED CHECKLIST. IN ADDITION, PRIOR TO PERMIT EXPIRATION THE PERMITTEE SHALL EVALUATE THE POTENTIAL FOR SUPPLYING TREATED EFFLUENT FOR IRRIGATION USE WITHIN IT'S SERVICE AREA.

18. PERMITTEE SHALL DETERMINE "UNACCOUNTED FOR" DISTRIBUTION SYSTEM LOSSES IF THE PERMITTEE DISTRIBUTES WATER WITHIN ONE MILE OF SURFACE SALINE WATER. LOSSES SHALL BE DETERMINED FOR THE ENTIRE DISTRIBUTION SYSTEM ON A MONTHLY BASIS. PERMITTEE SHALL DEFINE THE MANNER IN WHICH "UNACCOUNTED FOR" LOSSES ARE CALCULATED. DATA COLLECTION SHALL BEGIN WITHIN SIX MONTHS OF PERMIT ISSUANCE. LOSS REPORTING SHALL BE SUBMITTED TO THE DISTRICT ON A YEARLY BASIS FROM THE DATE OF PERMIT ISSUANCE.

19. IF THE PERMITTEE WILL NOT SERVE A NEW DEMAND WITHIN THE SERVICE AREA FOR WHICH THE ANNUAL ALLOCATION WAS CALCULATED, THE ANNUAL ALLOCATION MAY THEN BE SUBJECT TO MODIFICATION.

20. IF AT ANY TIME THERE IS AN INDICATION THAT THE WELL CASING, VALVES, OR CONTROLS LEAK OR HAVE BECOME INOPERATIVE, REPAIRS OR REPLACEMENT SHALL BE MADE TO RESTORE THE SYSTEM TO AN OPERATING CONDITION ACCEPTABLE TO THE DISTRICT. FAILURE TO MAKE SUCH REPAIRS SHALL BE CAUSE FOR FILLING AND ABANDONING THE WELL, IN ACCORDANCE WITH PROCEDURES OUTLINED IN CHAPTER 40E-3 AND 40E-30, F.A.C.

21. ONE MONTH PRIOR TO ALL NEW WELL CONSTRUCTION, PERMITTEE SHALL SUBMIT TO THE DISTRICT AN EVALUATION OF THE IMPACT OF PUMPAGE FROM A PROPOSED WELL LOCATION ON ADJACENT EXISTING LEGAL USERS, POLLUTION SOURCES, ENVIRONMENTAL FEATURES, THE SALINE WATER INTERFACE, AND WATER BODIES IF THE PROPOSED WELL LOCATION IS EITHER DIFFERENT FROM A LOCATION SPECIFIED IN THE APPLICATION OR IF THE WELL LOCATION WAS UNSPECIFIED IN THE APPLICATION.

22. PERMITTEE SHALL SECURE A WELL CONSTRUCTION PERMIT PRIOR TO CONSTRUCTION, REPAIR, OR ABANDONMENT OF ALL WELLS AS DESCRIBED IN CHAPTER 40E-3 AND 40E-30, F.A.C.

23. PERMITTEE SHALL MAINTAIN AN OPERABLE AND ACCURATE FLOW METER ON THE INFLUENT SIDE OF THE WATER TREATMENT PLANT FOR THE PURPOSE OF MEASURING DAILY USE OF WATER.

24. PERMITTEE SHALL EQUIP MAINTAIN ALL WELLS WITH FLOW METERS OR CLOCKS WHICH TOTALIZE DAILY PUMPAGE.

25. THE DISTRICT HAS DETERMINED THAT THE AREA SERVED BY THIS PERMIT IS AN AREA OF SPECIAL CONCERN PURSUANT TO THE BASIS OF REVIEW, CRITERIA 5.2.7. ACCORDINGLY, THE PERMITTEE MUST DEVELOP, MAKE AVAILABLE AND USE A RECLAIMED WATER SOURCE, FOR THE PURPOSE OF IRRIGATION WATER SUPPLY, BY PERMIT EXPIRATION DATE.

26. WITHIN SIX MONTHS OF PERMIT ISSUANCE, THE PERMITTEE SHALL SUBMIT TO DISTRICT STAFF A PROPOSAL FOR THE CONSTRUCTION OF A SALTWATER INTERFACE TRACKING WELL TO BE LOCATED AT THE WATERWAY ESTATES WELLFIELD. THE APPLICANT SHALL FOLLOW THE GUIDELINE IN PART B-I, SALINE WATER INTRUSION MONITORING PROGRAM, OF THE PERMIT INFORMATION MANUAL, VOLUME III. A PROPOSAL SHOWING WELL CONSTRUCTION DETAILS, LOCATION, AND A PROPOSED SAMPLING PLAN, SHALL BE SUBMITTED FOR DISTRICT STAFF APPROVAL PRIOR TO THE WELLS CONSTRUCTION. WELL CONSTRUCTION AND INITIAL SAMPLING SHOULD BE COMPLETED

— WITHIN TWO MONTHS OF STAFF APPROVAL OF THE PROPOSED PLAN.

— 27. THE PERMITTEE SHALL CONTINUE THE COLLECTION AND SUBMITTAL OF ALL DATA REQUIRED BY THE EXISTING SALTWATER TRACKING PROGRAM.

— 28. PERMITTEE SHALL DEVELOP AND IMPLEMENT A WELLFIELD OPERATING PROGRAM WITHIN SIX MONTHS OF THE DATE OF PERMIT ISSUANCE. THIS PROGRAM SHALL DETAIL WHICH WELLS ARE PRIMARY, STANDBY (RESERVE), THE WELL ROTATION SCHEDULE, THE ORDER OF PREFERENCE IN TURNING ON WELLS, AND ANY OTHER ASPECTS OF WELLFIELD MANAGEMENT. THE OPERATING PROGRAM MAY BE SUBMITTED AS A LETTER REPORT.

LEE COUNTY

DIVISION OF NATURAL RESOURCES MGMT.

WASTEWATER EFFLUENT DISCHARGE PERMIT

RECEIVED
FEB 5 1993
RECEIVED

Permittee:
Paul H. Bradmiller
Executive Vice President
Florida Cities Water Company
P.O. Box 21119
Sarasota, FL 34276-4119

FDER ID NO. : 5236P01630
Permit Number : P3010802
Date of Issue : January 8, 1993
Expiration Date: January 8, 1994
Latitude : 26° 38' 17" N
Longitude: 82° 54' 36" W
Section/Township/Range: 16/44S/24E
Project: Waterway Estates
Advanced Wastewater
Treatment Plant

This permit is issued under the provisions of Lee County Ordinance No. 90-53. The purpose of the permit, in keeping with the enabling Ordinance, is to protect the surface water and to aid in the conservation of our water resources by providing for the uniform application of the Ordinance to promote the orderly and incremental expansion of reclaimed water distribution systems based upon public acceptance/demand, regulatory requirements and economical, environmental or technical feasibility.

The above named permittee having been authorized by the Florida Department of Environmental Regulation to operate the facility shown on the application on file with the Division and made a part hereof is specifically permitted to discharge effluent to the Caloosahatchee River, a Class III water of the State of Florida, under the provisions of Florida Department of Environmental Regulation Operating Permit DT36-188171, issued on January 22, 1991, and of the United States Environmental Protection Agency National Pollutant Discharge Elimination System (NPDES) Permit No. FL0030325 dated September 29, 1989.

The above named permittee is additionally permitted by the Florida Department of Environmental Regulation under a modification of Permit #DT36-188171 (FDER File No. 5236P02687) for a regional reuse system for irrigation of common green space and residential lawn, effective September 19, 1991.

Based upon the plan for study and feasibility analysis submitted with the application for this permit, the Director has determined, pursuant to Section Four of Lee County Ordinance 90-53, that there is no current feasible alternative method of disposal, including reuse. However, the reuse alternative shall be pursued in accordance with the general and specific conditions contained herein.

GENERAL CONDITIONS:

1. The terms, conditions, requirements, limitation and restrictions set forth in this permit are "Permit Conditions" and are binding and enforceable under the authority of Lee County Ordinance 90-53.
2. This permit is valid only for the specific processes and operations applied for and indicated in the drawings, exhibits and specifications attached to the application. Any substantial deviation without prior written authorization from the Lee County Division of Natural Resources Management from the

approved application or associated drawings, specifications or schedules may constitute grounds for enforcement action by the Division.

3. The issuance of this permit does not convey any vested rights or any exclusive privileges. Neither does it authorize any injury to public or private property or invasion of personal rights, nor any infringement of federal, state or local laws or regulations. This permit is not a waiver of or approval of any other Lee County permit that may be required for the aspects of the total project which are not addressed in the permit.

- 4 This permit conveys no title to land or water, does not constitute recognition or acknowledgement of title, and does not constitute authority for the use of submerged lands unless herein provided and the necessary title or leasehold interests have been obtained from the State. Only the Trustees of the Internal Improvement Trust Fund may express State opinion as to title.

5. This permit does not relieve the permittee from liability for harm or injury to human health or welfare, animal or plant life, or property caused by the construction or operation of this permitted source, or from penalties therefore, nor does it allow the permittee to cause any pollution in contravention of federal, state or local rules.

6. The permittee shall operate and maintain the facility and systems of treatment and control (and related appurtenances) that are installed and used by the permittee to achieve compliance with the conditions of this permit, as required by Division rules.

7. The permittee, by accepting this permit, specifically agrees to allow authorized Division personnel, with advance and proper notice, upon presentation of credentials or other documents as may be required by law, and at reasonable time, access to the premises where the permitted activity is located or conducted to:
 - a. Have access to and copy any records that must be kept pursuant to the conditions of the permit;
 - b. Inspect the facility, practices, or operations regulated or required under this permit; and
 - c. Access to reports of samples necessary to assure compliance with this permit or Division rules.

Reasonable times is contingent upon the nature of the matter being investigated.

8. If, for any reason, the permittee does not comply with or will be unable to comply with any condition or limitation specified in this permit, the permittee shall in a timely manner, provide the Division with the following information:

- a. A description of and cause for non-compliance; and
 - b. The period of non-compliance, including exact dates and times; or, if not corrected, the anticipated time the non-compliance is expected to continue, and steps being taken to reduce, eliminate, and/or prevent recurrence of the non-compliance.
9. In accepting this permit, the permittee understands and agrees that all records, notes, monitoring data and other information relating to the construction or operation of this permitted source, which are submitted to the Division, may be used by the Division as evidence in any enforcement case involving the permitted source arising under the Division or County rules.
 10. The permittee agrees to use reasonable efforts to comply with changes in Division rules after a reasonable time for compliance, provided however, the permittee does not waive any rights granted by Division rules and/or those of other agencies having regulatory authority.
 11. This permit or a copy thereof shall be kept at the work site of the permitted activity.
 12. When required by the Division, the permittee shall within a reasonable time furnish any information required by Lee County Ordinance No. 90-53 which is needed to determine compliance with the permit. If the permittee becomes aware that relevant

facts were not submitted or were incorrect in the permit application or any report to the Division, such facts or information shall be submitted or corrected promptly.

SPECIFIC CONDITIONS

1. Within one year of the date of the original issuance of this permit the permittee shall provide the Division the criteria and circumstances necessary for the development and construction of a reclaimed water system to be economically feasible for the permittee. As defined by the rules of the Florida Public Service Commission (FPSC) Chapter 25-30.515 (7) F.A.C., "Economic Feasibility means a test by which the operating income of a utility to be earned from prospective customers within the area to be served by a proposed extension of facilities is divided by the investment in such facilities to determine if the utility will earn a fair return on its investment in the proposed extension".

2. Annually the permittee shall provide the Division evidence of proposals submitted to potential users of reclaimed water, contracts signed for current or future use of reclaimed water and reports documenting the actual volume of reclaimed water delivered for reuse.

3. When permittee has executed reuse agreements with sufficient potential users to make a system economically feasible, then permittee shall file permit applications for the construction of economically feasible reuse distribution system facilities with the FDER.

4. Within twenty-four months after receipt of the construction permit for the reuse distribution system from the Florida Department of Environmental Regulation, the Permittee shall, with the cooperation and assistance of responsible units of State, Federal and local governments, including but not limited to the Lee County Board of County Commissioners or the Lee County Division of Natural Resources Management, the Lee County Regional Water Supply Authority, the Lee County School District, Lee County Department of Transportation, Lee County Division of Parks and Recreation, Florida Department of Transportation, Florida Department of Environmental Regulation, Florida Public Service Commission and the South Florida Water Management District, begin construction of such reclaimed water distribution system as may be mutually desirable, and economically, environmentally, and technologically feasible.

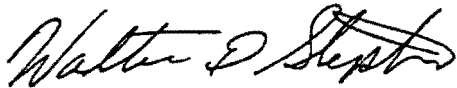
5. The permittee shall perform reclaimed water monitoring in accordance with any and all state, federal and local requirements.

6. The conditions shall be subject to annual review by the Division relative to feasibility of the provisions, and may be modified by the permittee and the Division jointly, as appropriate.

7. The Division recognizes that the permittee, Florida Cities Water Company is regulated by the FPSC pursuant to ch. 367. F.S. for rates and terms of service and that the FPSC's rules, policies, and determinations impact the utility's ability to construct any reclaimed water treatment, pumping and distribution system that may, or may not, be required of/by potential customers.

Issued this 8 day of JAN, 1993

Division of Natural Resources Management



Walter D. Stephens, P.E.

Division Director

PART II: TREATMENT FACILITIES

(2) Plant Sites

Attachment D

(a) New treatment plants and modifications to existing plants shall be designed and located on the site so as to minimize adverse effects resulting from odors, noise, aerosol drift and lighting. The permittee shall give reasonable assurance that the treatment plant or modifications to an existing plant shall not cause odor, noise, aerosol drift or lighting in such amounts or at such levels that they adversely affect neighboring residents, in commercial or residential areas, so as to be potentially harmful or injurious to human health or welfare or unreasonably interfere with the enjoyment of life or property, including outdoor recreation. Reasonable assurance may be based on such means as aeration, landscaping, treatment of vented gases, setback distances, chemical additions, prechlorination, ozonation, innovative structural design or other similar techniques and methods. All such design measures shall be included in the preliminary design report.

(b) All treatment plant sites shall be enclosed with a fence or otherwise designed with appropriate features that discourage the entry of animals and unauthorized persons.

(c) The potential for damage or interruption of operation because of flooding shall be considered by the permittee when siting new treatment plants and expansions of existing plants at inland or coastal locations. The treatment plant structures essential for the purpose of treating, stabilizing, conveying, or holding incompletely treated waste and electrical and mechanical equipment shall be protected from physical damage by the 100-year flood. The treatment plant shall be designed to remain fully operational and accessible during the 25-year flood; lesser flood levels may be designed for, if justified in the preliminary design report based on local conditions, water surface elevations, forces arising from water movement, wave heights, flood protection measures provided, and provisions for wastewater storage such that applicable water quality standards will be met; but in no case shall less than a 10-year flood be used. Design for flood protection shall include considerations for wave action as appropriate. These flood protection considerations shall be addressed in the preliminary design report and shall be based upon available information; where site-specific information is unavailable, sound engineering practices shall be used in siting and design of treatment plant facilities.

(3) Permitted Capacity

(a) The permittee shall establish the design capacity of a wastewater facility in the permit application and shall specify the time frame (e.g., annual average daily flow, maximum monthly average daily flow, three-month average daily flow). The time frame selected shall reflect seasonal variations in flows, if any.

(b) The Department shall include the permitted capacity in the construction and operation permits and shall specify the time frame (e.g., annual average daily flow, maximum monthly average daily flow, three-month average daily flow). The permitted capacity shall not exceed the design capacity. The Department shall establish a permitted capacity less than the design capacity if:

1. The total available reuse and disposal permitted capacity is less than the design capacity; or



Department of Environmental Protection

JK
MA
MAR 08
P
WWEWTP
File

Lawton Chiles
Governor

South District
2295 Victoria Avenue, Suite 364
Fort Myers, Florida 33901

Virginia B. Wetherell
Secretary

March 6, 1995

RECEIVED
MAR 10 1995
GENERAL OFFICE

Mr. Carl Stambouly
Shuckers & Company
1687 Inlet Drive
North Fort Myers, FL 33903

Re: Lee County - DW
Waterway Estates WWTP

Dear Mr. Stambouly:

This letter is a follow up to the March 3, 1995 meeting with Representatives of Waterway Estates and the Department Staff in response to your February 21, 1995 complaint.

As discussed, Waterway Estates has agreed to initiate the following steps toward addressing your concerns pertaining to adverse odors from their wastewater treatment plant:

1. Waterway Estates will implement an operation protocol in which lime stabilization and hauling of residuals from their digester will occur only during hours in which your restaurant is closed. It is projected that this will reduce the odors that may be associated with this process.
2. Within 8 to 12 months, Waterway Estates will complete construction modifications to the facility which will include the routing of return activated sludge from the digester to the equalization tank. It is anticipated that this will result in a 60% reduction in hydrogen sulfide generation from the equalization tank.
3. Additional steps including a bioxide feed at lift station W1 will also be investigated to further reduce any potential odors.

Should you have any questions pertaining to this matter or should you desire to meet with both Representatives of Waterway Estates and the Department staff, please contact Jim Grob at (813) 332-6975.

Sincerely,

Peter J. Ware
Director of
District Management

PJW/JVG/dd
cc: Julie Karleskint
Susanne Gettler

**1995 PROJECTED MISC. ADDITIONS TO
UPIS TO BE COMPLETED BY 12/31/95**

WASTEWATER

PROJECTED 1995 MISCELLANEOUS
ADDITIONS TO UPIS - WASTEWATER
(Justifications Attached)
(Excludes: WTP Expansion)

Line No.	Description	Acct #	Acct Description	Amount	Begin Design Date	Estimated Begin Construction Date	Estimated Completion Date
1	Replace Variable Speed Drive	380	Treatment Equip	\$8,000	10/94	2/95	4/95
2	and level transmitter						
3	Replace Diffuser Snap Caps	380	"	3,000	1/95	3/95	5/95
4	Installation of UV & PLC Components	380	"	30,000	10/94	2/95	6/95
5	Digester Modifications	380	"	20,000	2/95	6/95	9/95
6							
7	Account Total	380		\$61,000 a.			
8				=====			
9							
10							
11							
12							
13							
14							
15	a. Amounts projected to close to UPIS by 12/95.						
16							
17							
18							
19							
20							
21							
22							
23							
24							

1995 Wastewater Project Justifications- North Fort Myers

<u>Project</u>	<u>Budget</u>
1. Replace variable speed drive and level transmitter	8,000
2. Replace diffuser snap caps	3,000
3. Installation of UV and PLC components	30,000
4. Digester modifications	20,000

Justifications

1. The existing variable speed drive and level transmitter are deteriorated and need to be replaced to maintain operational integrity and regulatory requirements.
2. The diffuser snap caps are part of the digester aeration system and need to be replaced to maintain the operational integrity of the the digester.
3. The installation of the UV and PLC components will improve the operation and reliability of the UV system.
4. Provide 22 hour storage after stabilization to meet EPA 503 residuals regulations.

CWIP TO CLOSE TO UPIS BY 12/31/95

W/O #	DESCRIPTION	BEGINNING BALANCE	ADDITIONS	ENG. CLEARING	ENDING BALANCE	OPEN W/O	A/C#	<-----CLOSED----->		TOTAL AMT CLOSED TO W/O
								UPIS AMOUNT	OTHER AMOUNT	
	NFM-SEWER									
4413	LIFT/PUMPING STN S-7,S-17,S-32,S-51									
.01	Piping and Fittings in Wet Well	4,891.38	468.50	38.09	5,397.97		371	5,397.97		
.02	Piping, Drain Valve and Fittings in Wet Well	6,422.84	596.75	48.51	7,068.10		371	7,068.10		
.03	Guide Rail System with Elect. Cable Holder	2,653.87	250.00	20.32	2,924.19		371	2,924.19		
.04	New Submersible Pumps & Bases	16,666.28	1,570.00	127.63	18,363.91		371	18,363.91		
.05	Pipe Bollards/Guards Complete	3,061.31	290.00	23.58	3,374.89		371	3,374.89		
.06	Security Light Pole/Standard with Light	1,212.51	120.00	9.76	1,342.27		371	1,342.27		
.07	Security Fence		1,800.00	146.33	1,946.33		371	1,946.33		
.08	Concrete Top Slab Alum Cover for Wet Well	10,593.97	1,014.75	82.49	11,691.21		354.3	11,691.21		
.09	Water Meter Box, Water Service Complete	1,273.86	120.00	9.76	1,403.62		354.3	1,403.62		
.15	COST OF REMOVAL	1,260.00	140.00	NONE	1,400.00		108		1,400.00	54,912.49
4462	WAE AWWTP DENITRIFICATION FACILITY									
.02	Explosion Resistant Pressure Switch	342.66			342.66		380.1	342.66		
.03	Explosion Resistant Electrical Wiring	2,021.64			2,021.64		380.1	2,021.64		2,364.30
4494	WATERWAY ESTATES AWWTP TELEMETRY SYSTEM									
.01	Telemetry Equipment & Software	9,541.08	2,120.00	172.34	11,833.42		396	11,833.42		
.02	Motorola Radio Complete	1,147.21			1,147.21		396	1,147.21		12,980.63
4504	WATERWAY ESTATES AWWTP STORAGE SHED									
.01	10 x 16 Shed	2,386.02			2,386.02		354.3	2,386.02		
.02	6 x 4' Flat Slant Shed	882.57			882.57		354.3	882.57		3,268.59
N-12	4513 RENOVATION OF WW PUMPING STATIONS N-12 & N-14									
.01	Piping & Fittings in Wet Well	1,981.95	150.14	12.21	2,144.30	2,144.30				
.02	Piping & Fittings in Valve Vault	6,936.81	525.46	42.72	7,504.99	7,504.99				
.03	Guide Rail System	2,730.89	631.56	51.34	3,413.79	3,413.79				
.04	Electrical Control Panel	16,462.95	2,061.64	167.59	18,692.18	18,692.18				
.05	Power Service for Control Panel	536.14	41.08	3.34	580.56	580.56				
.06	Security Light Pole/Standard W/Light	294.85	22.47	1.83	319.15	319.15				
.07	Pipe Bollards/Guards Complete	1,754.66	134.40	10.93	1,899.99	1,899.99				
.08	Wet Well Vent/Pump Hose Entry Port	828.59	63.46	5.16	897.21	897.21				
.09	Concrete Bottom and Invert	891.88	67.57	5.49	964.94	964.94				
.10	Fiberglass Wet Well	15,879.97	1,213.00	98.61	17,191.58	17,191.58				
.11	Valve Vault Cover	3,378.36	473.11	38.46	3,889.93	3,889.93				
.12	Water Service W/RP&FP	1,769.20	134.75	10.95	1,914.90	1,914.90				
.13	Precast Concrete Valve Vault	1,882.85	142.63	11.59	2,037.07	2,037.07				
N-14	.14 Guide Rail System/Elect Cable Holder	8,819.66	668.08	54.31	9,542.05	9,542.05				
.15	Electrical Control Panel	13,873.61	1,050.92	85.43	15,009.96	15,009.96				
N 1'	.16 Power Service for Control Panel	594.50	45.04	3.66	643.20	643.20				
N-14	.30 COST OF REMOVAL	3,420.00	190.00	NONE	3,610.00	3,610.00				
.35	COST OF REMOVAL	720.00	40.00	NONE	760.00	760.00				
4636	WAE ADVANCED WTP WIRING									
.01	Permanent Wiring Between Biological Trunk Units		856.50	69.63	926.13		380.1	926.13		926.13
4649	.00		84.25	6.85	91.10	91.10				
4662	WAE AWWTP VARIABLE SPEED DR REPLACEMENT & SURGE PROT									
.01	Safetronics 480 VAC, VSD		1,874.61	152.39	2,027.00		380.1	2,027.00		
.02	Westronic Strip Charge Recorder		257.06	20.90	277.96		380.1	277.96		
.03	APT Surge Protector		2,819.96	229.25	3,049.21		380.1	3,049.21		5,354.17
4698			168.52	13.70	182.22	182.22				
TOTAL DIVISION 11		147,114.15	22,206.21	1,775.15	171,095.51	91,209.20		78,406.31	1,400.00	

#371 # 91016

CWP to close to UPIS by 12/31/95

WORK ORDER

Sheet No. 11-04-4513
 1 of 3

COMPANY FLORIDA CITIES WATER COMPANY

WATER DISTRICT LEE OPERATING DISTRICT NFM CONTRACT NO. _____
 BUDGET ITEM C-2 PERIOD OF CONSTRUCTION FROM: 3/94 TO 6/94

DESCRIPTION OF PROJECT: **RENOVATION OF WASTEWATER PUMPING STATIONS NORTH FORT MYERS
 N-12 & N-14**

Furnish and install new piping and fittings in valve vaults and wet wells, guide rails, concrete tops, water service, pipe bollards, security light and fiberglass liner.

LSN12&14/32

JUSTIFICATION OF PROJECT:

Existing pumps, wet well and valve vault are deteriorated and need to be renovated. Renovation will reduce operating and maintenance for this station.

Conward #1650 approved 2/24/94.

TOTAL COST OF PROJECT		\$ <u>91,161</u>	TOTAL EXPENDITURE 1994	
EXPENDITURES - FIRST YEAR			EXPENDITURES FORWARD FROM FIRST YEAR \$ _____	
TOTAL PROPERTY UNIT COST \$ <u>91,161</u> COST OF RETIRING PROPERTY REMOVAL COST \$ <u>4,600</u> LESS SALVAGE VALUE (<u> </u>) <u>4,600</u>			ADDITIONAL COST: ___ HYDRANTS @ _____ ___ SERVICES & METERS @ _____ CONTRIBUTIONS/ADVANCES (<u> </u>) REFUNDS PAYABLE TOTAL EXPENDITURE \$ _____	
ADDITIONAL COST FIRE HYDRANTS @ _____ SERVICES & METERS @ _____ TOTAL COST OF PROJECT FIRST YEAR <u>95,761</u>			AUTHORIZATION DATE	
CONTRIBUTIONS ___ HYDRANTS REF. @ _____ ___ NON-REF. @ _____ ___ SERVICES REF. @ _____ ___ NON-REF. @ _____ ___ MAINS REF. @ _____ ___ NON-REF. @ _____ TOTAL CONTRIBUTIONS/ADVANCES \$ _____			SUBMITTED BY: <u>KAY SLUSCEWICZ KING</u> 02/15/94 APPROVED BY: <u>[Signature]</u> 2/18/94 APPROVED BY: <u>[Signature]</u> 2-25-94 <u>[Signature]</u> 3/7/94 <u>[Signature]</u> 4/2/94 <u>[Signature]</u> 4/12/94 <u>[Signature]</u> 5-5-94	
INITIAL CASH REQUIRED <u>95,761</u> REFUNDS PAYABLE _____ TOTAL EXPENDITURE FIRST YEAR \$ <u>95,761</u>			284 _____ PRESIDENT	

7/4/94

RECLAIMED WATER DOCUMENTS



Florida Department of Environmental Protection

Reclaimed Water Documents

Lawton Chiles
Governor

South District
2295 Victoria Avenue
Fort Myers, Florida 33901

Virginia B. Wetherell
Secretary

PERMITTEE:

Johnnie M. Overton
Senior Vice President
Florida Cities Water Company
4837 Swift Road, Suite 100
Sarasota Florida 34231

I.D. No: 5236P01630
Permit/Certification
Number: DC36-237227
Date of Issue: June 2, 1994
Expiration Date: June 2, 1997
County: Lee
Latitude: 26° 38' 17" N
Longitude: 81° 54' 36" W
Section/Town/Range: 16/44S/24E
Project: Waterway Estates - AWWT

This permit is issued under the provisions of Chapter 403, Florida Statutes (F.S.), and Florida Administrative Code (F.A.C.) Rules 17-3, 17-4, 17-7, 17-300, 17-301, 17-302, 17-600, 17-601, 17-602, 17-610 and 17-640. The above named permittee is hereby authorized to perform the work or operate the facility shown on the application and approved drawing(s), plans, and other documents, attached hereto or on file with the Department and made a part hereof and specifically described as follows:

To construct a modification to the existing 1.0 MGD (Annual Average) advanced wastewater treatment (AWWT) facility by expanding to a 1.5 MGD limited to 1.3 MGD disposal capacity (an annual of 1.0 MGD discharge to surface water and 0.3 MGD spray irrigation to golf course site), advanced wastewater treatment (AWWT) plant with filtered reclaimed water which must comply with Class I Reliability standards for reuse at public access (golf course only) sites and alternative effluent discharged to Caloosahatchee River (nutrient limitations associated with the water quality based effluent limitations (WQBEL) for surface water) under NPDES permit number FLO030325 and with the issuance of this permit. The construction included; rotating drum screen, aeration blowers/diffusers, recycle pumps, RAS pumps, chlorinators/building, new lime feed system, continuous on line monitoring equipment for chlorine and turbidity, reuse pumps and 8 to 10 inch diameter reuse pipeline with 2600 linear feet (forcemain pipeline) to Lochmoor Country Club which will receive 0.300 MGD of reclaimed water for spray irrigation of the golf course. Project is depicted on Black & Veatch, design drawing sheet number 2 to 7 of 23 and 1 to 8 of 8, submitted in support of the construction application and related material received September 2, 1993 with revised information received October 14, November 23, 1993, January 11, and March 1 and 28, 1994. Location of the project is at 1667 Inlet Drive, North Fort Myers, Florida.

flw

Date: December 1, 1995

To: Julia L. Karleskint, P.E.
Florida Cities Water Company
4837 Swift Road, Suite 100
Sarasota, Florida 34231
(813) 925-3088

Reclaimed Water Estimate,
See Page 3

From: Jim Bishop
Lochmoor Country Club
3911 Orange Grove Blvd.
N. Ft. Myers, Florida 33903
(813) 995-0081

Re: Contract adjustments for wastewater re-use at Lochmoor Country Club

Julia,

The follow are the items that we feel need addressed in the rough draft contract that we received. I have identified them by page and item or paragraph number. I hope you can understand my notes. After you have had a chance to go over these, please call me with your thoughts. Please accept my apologies for not getting this to you when I said I would. We had some family illness.

Page 2, item 2.2: The groundwater monitoring test wells are required of FCW to obtain their permit(s). FCW has agreed to pay for the monitoring tests. We feel FCW should be responsible for well installation, also.

Page 2, item 2.3: If the User is to "own, operate and maintain all works downstream of the point(s) of delivery" and "contribute to the Utility" those downstream components, then we would be maintaining your equipment. We feel that either we own and maintain the downstream portion, or FCW owns and maintains it.

Page 3, item 4.2: The power of FCW to control, or deny, our ability to irrigate the golf course is not feasible. If the reclaimed water is not within specifications, then the supply to us should be terminated until such time as the water quality is back to standards. During the interim, we would use our existing source(s) of water for proper irrigation of the golf course. A possibility for alleviation of "unacceptable" water in our lake system would be to dilute that water with our current well water supplies. Original design studies discussed the use a float type control valve to regulate the supply of effluent into our system. There should also be a provision to physically close a valve to prevent discharge of the unacceptable water into our system.

Also, if there becomes a "contaminated" situation in our lakes due to effluent, then FCW should be responsible for its cleanup - if so required by any regulatory agency.

Page 4, item 4.6 Same as 4.2. Again, if effluent quality deteriorates, we should valve off the effluent supply and use our well water to dilute the low quality effluent. This allows us to use our system as we are today, i.e., surface, ground and/or well water.

Page 4, item 5 To my knowledge, the FPSC has not set wastewater reuse rates. You should be more current on this item than I. The possibilities of minimal rates per 1,000 gallons were discussed, but an actual value was not been determined. This is assuming that there will be a charge for us to dispose of the effluent in the first place. Also, we would like a provision included for our ability to terminate the contract in the event that the price of water per 1,000 gallons might become an economic hardship for the golf course.

Page 5, item 6.1 We have been in business here for over 20 years. We intend to stay around for quite a while longer. We feel the same about FCW. Therefore, why don't we make this contract a twenty year agreement. The automatic renewal clause would stay in effect, but at twenty year increments. We would feel better with a stronger commitment.

Page 5, item 7.1 The easement should be designated as usage ONLY "for the construction, operating and maintenance of UTILITY'S reclaimed water system within USER'S property that are necessary for the delivery of reclaimed water to the delivery point(s)".

Page 6, item 8.1 We should have advanced notice of inspections. I personally would like to accompany any FCW personnel. We feel this would help keep both parties knowledgeable about the practices of the other and promote a stronger working relationship.

Page 6, item 9.1 The wording here should be that we "do" have the right instead of "may have the right to terminate ..."

Page 7, item 11.2 This was also mentioned in item 4.6. Notification as soon as possible would save both of us excess headaches. In the event of contamination and we cannot be reached, FCW could do the manual valve closing to assure no further discharge into our lakes. I think these items should be included in this paragraph.

Page 8, item 12.2 The ability for us to use our existing "well(s) and /or lake or pond water source(s) is controlled by South Florida Water Management District, not FCW. The wording in the last sentence should be changed to clarify that.

Page 8, item 13 The wording in this item has to be changed to reflect, but not limited to, the following concepts:

1. By regulations, FCW is responsible for the quality of delivered reuse water. If, and we all hope never, the reclaimed water would become a problem, FCW should be responsible for the effects; i.e., groundwater contamination, illness, etc.

2. Equally so, we should be responsible for any "claims arising out of USER'S negligence or omissions.

If someone causes a problem, they have to be responsible for it.

Exhibit B-1 This "perpetual 20 foot wide permanent easement" should only be "permanent" as long as we have a valid working contract. If in the event that this reuse arrangement terminates, the property dedicated to FCW should return ownership to us.

Exhibit B-3 Again, the "permanent" wording. Also, this item is very restricting. If, for example, we needed to run additional irrigation lines through this easement, we may be limited by this paragraph. We agree no structures should be allowed, but with notification to FCW for any possible conflicts, we must be able to operate the golf course as required.

Exhibit, page 4 The last sentence states we are giving you some of our property for free (one dollar doesn't count) and also having to pay someone else just so we can give you the property. We feel FCW should be responsible for expenses incurred in the preparation of the easement transfer.

Exhibit C, page 1 I believe the "average daily flow" was estimated to be around 300,000 gallons per day. Wording here should include provisions that we can even hold any more new water, i.e., full lakes during the rainy season.



Exhibit C, page 2, item 4 According to Chapter 17-610.471, the distance should read "75 feet" instead of "500 feet."

Exhibit C, page 2, item 5 This buffer is not a DEP requirement. This is according to our local office.

Exhibit C, page 2, item 6 Monitoring wells are required of FCW as part of the permitting process. Therefore, we feel it is the responsibility of FCW to install the well(s).

ADJUSTMENTS PER PRIOR RATE CASE ORDER

POWER OPERATED EQUIPMENT							

	Account	AMOUNT	PSC ADJUST.	ADJUSTED	-----	PROJECTED	
	Number	PER BOOKS	@ 6/30/93	BALANCE @	Depreciation	BALANCE @	MFR
		@ 12/31/94	PER ORDER	6/30/93	Rate x No. of Yrs	12/31/95	ADJUSTMENTS

Power Operated Equipment	395	\$59,895	(\$20,357)a.	\$39,538	7.90%	1.5	\$39,538 (\$20,357)
Accumulated Depreciation	108	59,261	(37,754)	21,507		(\$2,412)x.	19,095 (40,166)
Net Power Oper Equip		\$634	\$17,397	\$18,031			\$20,443 \$19,809

Depreciation Expense Adjustment for Projected Test Year (\$1,608)
(20,357) x 7.90% = (1,608)

TREATMENT PLANT							

	Account	AMOUNT	PSC ADJUST.	ADJUSTED	-----	PROJECTED	
	Number	PER BOOKS	@ 6/30/93	BALANCE @	Depreciation	BALANCE @	MFR
		@ 12/31/94	PER ORDER	6/30/93	Rate x No. of Yrs	12/31/95	ADJUSTMENTS

Treatment Plant (DEP Payment)	380	\$15,000	(\$15,000)b.	\$0	5.60%	1.5	\$0 (\$15,000)
Accumulated Depreciation	N/A	881 z.	(587)	294		(\$1,260)y.	(967) (1,847)
Net Power Oper Equip		\$14,120	(\$14,413)	(\$294)			\$967 (\$13,153)

Depreciation Expense Adjustment for Projected Test Year (\$840)
(15,000) x 5.60% = (840)

x. = a. x Depreciation rate x Years
y. = b. x Depreciation rate x Years
z. 587*1.5