

ORIGINAL

LAW OFFICES
ROSE, SUNDBSTROM & BENTLEY, LLP
2548 BLAIRSTONE PINES DRIVE
TALLAHASSEE, FLORIDA 32301

RECEIVED -FPSC

07 JAN 12 AM 11:07

CENTRAL FLORIDA OFFICE
SANLANDO CENTER
2180 W. STATE ROAD 434 SUITE 2118
LONGWOOD, FLORIDA 32779
(407) 830-6331
FAX (407) 830-8522

FREDERICK L. ASCHAUER, JR.
CHRIS H. BENTLEY, P.A.
ROBERT C. BRANNAN
DAVID F. CHESTER
F. MARSHALL DETERDING
JOHN R. JENKINS, P.A.
STEVEN T. MINDLIN, P.A.
CHASITY H. O'STEEN
DAREN L. SHIPPY
WILLIAM E. SUNDBSTROM, P.A.
DIANE D. TREMOR, P.A.
JOHN L. WHARTON
WAYNE L. SCHIEFELBEIN, OF COUNSEL
ROBERT M. C. ROSE (1924-2006)

(850) 877-6555
FAX (850) 656-4029
www.rsbattoorneys.com

REPLY TO CENTRAL FLORIDA OFFICE

January 11, 2007

MARTIN S. FRIEDMAN, P.A.
VALERIE L. LORD
BRIAN J. STREET

HAND DELIVERY

Ms. Blanca Bayo
Commission Clerk and Administrative Services Director
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399

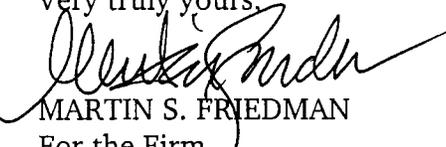
Re: Docket No. 060698-SU; Application for Authority to Transfer the Facilities of Del Tura Phase I, LLC d/b/a Del Tura Utilities and Certificate No. 298-S in Lee County, Florida to North Fort Myers Utility, Inc., Cancellation of Certificate No. 298-S, and Amendment of Certificate No. 247-S, and limited proceeding for authority to charge the customers of Del Tura Utilities
Our File No.: 16319.71

Dear Ms. Bayo:

Enclosed are Supplemental Responses to the ones filed earlier by North Fort Myers Utility, Inc., in the above-referenced matter. The attached Financial Schedules are in response to Deficiencies a, b, e and f.

We believe with the filing of this information that North Fort Myers Utility, Inc., has satisfied the deficiencies.

Very truly yours,


MARTIN S. FRIEDMAN
For the Firm

MP _____
DM _____
TR _____
CR _____
CL _____
PC MSF/tlc
CA Enclosures
CR cc: Mr. Jack Schenkman (w/o enclosures)
BA _____ Dr. Joel Schenkman (w/o enclosures)
EC 1 Dr. Michael Schenkman (w/o enclosures)
FH _____ Mr. Tony Reeves (w/enclosures)
Paul DeChario, CPA (w/o enclosures)

DOCUMENT NUMBER-DATE

00338 JAN 12 5

FPSC-COMMISSION CLERK

RECEIVED

Cronin, Jackson, Nixon & Wilson
CERTIFIED PUBLIC ACCOUNTANTS, P.A.

Rose Sundstrom & Bentley, LLP

JAMES L. CARLSTEDT, C.P.A.
PAUL E. DECHARIO, C.P.A.
KATHERINE U. JACKSON, C.P.A.
ROBERT H. JACKSON, C.P.A.
ROBERT C. NIXON, C.P.A.
JEANETTE SUNG, C.P.A.
HOLLY M. TOWNER, C.P.A.
JAMES L. WILSON, C.P.A.

2560 GULF-TO-BAY BOULEVARD
SUITE 200
CLEARWATER, FLORIDA 33765-4432
(727) 791-4020
FACSIMILE
(727) 797-3602
e-mail
cpas@cinw.net

January 9, 2007

Martin S. Friedman, Esq.
Rose, Sundstrom & Bentley, LLP
2180 West State Road 434
Suite 2118
Longwood, Florida 32779

VIA FEDERAL EXPRESS

RE: North Fort Myers Utility, Inc.
Acquisition of Del Tura

Dear Marty:

As requested, we are enclosing five copies of the following items in response to Staff's deficiency letter in Docket Number 060698-SU:

Deficiency A: Enclosed are Pages F-3(a), (b), and (c), F-4, F-5, F-6, F9(a) and (b), and S-10(a) and (b), excerpted from the 2005 Annual Report of North Fort Myers Utility, Inc.

Deficiency B: Attached Schedules No. 1 through No. 4.

Deficiency C: The number of customers are not expected to change as I believe this area is built out, therefore, no plant capacity charges are expected to be collected from any new connections.

Deficiency D: The estimated cost of the interconnect are enumerated on Schedule No. 3. Tony would have additional information related to this if needed.

Deficiency E: Are enumerated in the attached Schedules No. 1 through No. 4.

Deficiency F: Also, enumerated in the attached Schedules No. 1 through No. 4.

Please call me if you have any questions.

Very truly yours,

CRONIN, JACKSON, NIXON & WILSON



Paul E. DeChario

cc: Tony Reeves w/enclosures
PED/dd
Enclosure

North Fort Myers Utility, Inc.
 Projected Net Operating Income after the
 Acquisition of Del Tura Phase I
 December 31, 2005

Del Tura Rate Base	<u>12/31/2005</u>	<u>Adjustments</u>	<u>12/31/2005</u>
Plant in Service	\$ 2,277,639	\$ 525,760 A	\$ 2,803,399
Accumulated Depreciation	(1,277,523)	526,828 B	(750,695)
Contributions in Aid of Construction (CIAC)		C	-
Accumulated Amortization of CIAC		D	-
Working Capital (1/8 O&M)	<u>28,731</u>	<u>(1,182) E</u>	<u>27,549</u>
 Net Rate Base	 <u>\$ 1,028,847</u>	 <u>\$ 1,051,406</u>	 <u>\$ 2,080,253</u>
 Revenue:			
	Customers/ Gallons (000)	Rate Differential	
Base Residential	4,880	\$ (10.73)	\$ 318,615
Gallage Residential	48,280	4.15	200,362 F
Base Commercial (ERC's)	76	(10.92)	2,719
Gallage Commercial	752	4.15	3,121 F
			<u>4,132</u>
			<u>3,121</u>
 Total Revenue			 <u>321,334</u> <u>152,534</u> <u>473,868</u>
 Operations & Maintenance Expenses:			
Salaries and Wages - Employees		\$ -	\$ 15,366 G
Salaries and Wages - Officers			10,532 G
Sludge Removal Expense	30,083	(18,083) G	12,000
Purchased Power	55,671	-	55,671 G
Fuel for Power Production		32 G	32
Chemicals	16,100	(16,100) G	-
Materials and Supplies	1,481	268 G	1,749
Contractual Services - Accounting		10,952 G	10,952
Contractual Services - Legal	1,144	(1,144) G	-
Contractual Services - Testing	9,709	(9,709) G	-
Contractual Services - Other	93,864	(20,281) G	73,583
Rental of Building/Real Property		2,118 G	2,118
Rental of Equipment	14,000	(14,000) G	-
Transportation Expense		201 G	201
Insurance - General Liability		2,672 G	2,672
Insurance - Workmen's Comp.		369 G	369
Insurance - Other		2,861 G	2,861
Bad Debt Expense		2,369 G	2,369
Miscellaneous Expenses	<u>7,793</u>	<u>22,124 G</u>	<u>29,917</u>
	<u>229,845</u>	<u>(9,453)</u>	<u>220,392</u>
 Depreciation	 78,704	 34,696 H	 113,400
CIAC Amortization		I	-
	<u>78,704</u>	<u>34,696</u>	<u>113,400</u>
 Taxes Other Than Income			
Regulatory Assessment Fees	12,463	8,861 J	21,324
Property Taxes		33,516 K	33,516
Payroll Taxes		1,981 L	1,981
Other Taxes			-
	<u>12,463</u>	<u>44,358</u>	<u>56,821</u>
 Total Operating Expenses	 <u>321,012</u>	 <u>69,601</u>	 <u>390,613</u>
 Net Operating Income	 <u>\$ 322</u>	 <u>\$ 82,933</u>	 <u>\$ 83,255</u>
 Return on Rate Base	 <u>0.03 %</u>		 <u>4.00 %</u>

North Fort Myers Utility, Inc.
 Projected Net Operating Income after the
 Acquisition of Del Tura Phase I
 Adjustments
 December 31, 2005

Adjustments to Rate Base (see Schedule No. 3):

A	Plant in Service Adjust plant for unrecorded additions, Commission adjustments and plant not transferred and retired.	<u>\$ 525,760</u>
B	Accumulated Depreciation Adjust accumulated depreciation for prior year depreciation of unrecorded additions.	<u>\$ 526,828</u>
C	Contributions In Aid of Construction Pursuant to Order No. PSC-96-0770-FOF-SU, no CIAC is included in rate base	<u>\$ -</u>
D	Accumulated Amortization of CIAC Pursuant to Order No. PSC-96-0770-FOF-SU, no CIAC is included in rate base, therefore, there is no CIAC Amortization	<u>\$ -</u>
E	Working Capital Allowance Adjust working capital allowance for change in expense due to consolidated operations (\$9,453) x 0.125 - Schedule No. 1).	<u>\$ (3,947)</u>
F	Change in Revenue due to rate differential (Schedule No. 1) Residential - Base Gallage Commercial - Base Gallage	<u>\$ (52,362)</u> 200,362 1,413 <u>3,121</u>
	Total change in revenue due to adoption of North Ft. Myers Utilities rates.	<u>\$ 152,534</u>
G	Change in Operations & Maintenance Expenses: Salaries and Wages - Employees Salaries and Wages - Officers Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Contractual Services - Accounting Contractual Services - Legal Contractual Services - Testing Contractual Services - Other Rental of Building/Real Property Rental of Equipment Transportation Expense Insurance - General Liability Insurance - Workmen's Comp. Insurance - Other Bad Debt Expense Miscellaneous Expenses	\$ 15,366 10,532 (18,083) - 32 (16,100) 268 10,952 (1,144) (9,709) (20,281) 2,118 (14,000) 201 2,672 369 2,861 2,369 <u>-</u>
	Total change in operations and maintenance expenses due to consolidated operations.	<u>\$ (31,577)</u>

North Fort Myers Utility, Inc.
Projected Net Operating Income after the
Acquisition of Del Tura Phase I
Adjustments
December 31, 2005

H	Change in depreciation expense Adjust due to unrecorded and unacquired assets and force/reuse main interconnection.	<u>\$ 34,696</u>
I	CIAC amortization expense Pursuant to Order No. PSC-96-0770-FOF-SU, no CIAC is included in rate base, therefore, there is no CIAC Amortization	<u> </u>
J	Regulatory assessment fees Record additional regulatory assessment fees due to adoption of North Ft. Myers Utilities rates. Adjustment for underpayment of regulatory assessment fees	<u>\$ 6,864</u> <u>1,997</u>
	Total adjustment to regulatory assessment fees	<u>\$ 8,861</u>
K	Property Taxes Record property taxes related to the utility which have not been charged to the utility	<u>\$ 33,516</u>
L	Payroll Taxes Record payroll taxes related to the salaries allocated to the Utility.	<u>\$ 1,981</u>

North Fort Myers Utility, Inc.
 Projected Net Operating Income after the
 Acquisition of Del Tura Phase I
 Calculations and Assumptions Worksheet
 December 31, 2005

A Adjustments to Rate Base:

Plant in Service:

Remove plant per Audit Exception 2, Docket 030998-WS	\$	(237,646)
Remove plant per Audit Exception 3, Docket 030998-WS		(60,120)
Add plant per Del Tura Response to Audit Disclosure 2, Docket 030998-WS		58,000
Interconnect Pump station		112,000
Interconnect Force Main		521,000
Interconnect Reuse Main		792,000
Remove 2005 deferred maintenance from plant		(12,100)
Remove treatment and disposal plant		(628,461)
Remove outfall sewer lines		<u>(18,913)</u>

Net adjustment to plant in service \$ 525,760

B Accumulated Depreciation:

Remove depreciation per Audit Exception 2, Docket 030998-WS	\$	43,075
Remove depreciation per Audit Exception 3, Docket 030998-WS		17,145
Remaining depreciation adjustment to guideline rates for adjustments above calculated at net		88,083
One year depreciation of Interconnect plant		
Interconnect Pump station		(5,091)
Interconnect Force Main		(19,296)
Interconnect Reuse Main		(20,842)
Remove treatment and disposal plant		421,833
Remove outfall sewer lines		<u>1,921</u>

Net adjustment to accumulated depreciation \$ 526,828

F Rate Differential:

	N. Fort Myers	Del Tura	Increase (Decrease)
Residential			
Base Rate	\$ 11.43	\$ 22.16	\$ (10.73)
Gallorage Rate	4.15		4.15
Commercial			
Base Rate (Per ERC)	11.24	22.16	(10.92)
Gallorage Rate	4.15		4.15

G Change in Operations & Maintenance Expenses:

Salaries and Wages - Employees	\$ 15,366		\$ 15,366
--------------------------------	-----------	--	-----------

A portion of North Fort Myers Utilities salaries are allocable to Del Tura operations if reported on a stand alone basis.

Salaries and Wages - Officers	10,532		10,532
-------------------------------	--------	--	--------

A portion of North Fort Myers Utilities officers salaries are allocable to Del Tura operations if reported on a stand alone basis.

Sludge Removal	12,000	\$	30,083	(18,083)
----------------	--------	----	--------	----------

The cost of sludge removal will increase based on North Fort Myers Utility's rate.

Purchased Power	55,671		55,671
-----------------	--------	--	--------

No change is anticipated in the historic cost of purchased power for lift station operations

The cost reduction due to the decommissioning of the treatment facilities is anticipated to be offset by the increase in purchased power costs for the increased load at the North Fort Myers treatment facility.

Fuel for Power Production	32		32
---------------------------	----	--	----

A portion of North Fort Myers Utilities fuel costs are allocable to Del Tura operations if reported on a stand alone basis.

North Fort Myers Utility, Inc.
 Projected Net Operating Income after the
 Acquisition of Del Tura Phase I
 Calculations and Assumptions Worksheet
 December 31, 2005

	N. Fort Myers	Del Tura	Increase (Decrease)
G	Change in Operations & Maintenance Expenses (Continued):		
		16,100	(16,100)
	Chemicals		
	Chemical treatment is included in North Fort Myers contract for plant operations, therefore, no amount is included for this item.		
	1,749	1,481	268
	Materials and Supplies		
	The cost of routine repairs and maintenance for North Fort Myers Utility treatment facilities are allocable to Del Tura. The cost of office supplies is removed from expense.		
	10,952		10,952
	Contractual Services - Accounting		
	North Fort Myers anticipates that any cost increase for accounting will be nominal, unless separate reporting of this consolidated division is required by the Commission. A portion of North Fort Myers expenses are allocable to Del Tura.		
		1,144	(1,144)
	Contractual Services - Legal		
	North Fort Myers anticipates that any cost increase for legal will be nominal, unless separate reporting of this consolidated division is required by the Commission.		
		9,709	(9,709)
	Contractual Services - Testing		
	Cost for testing is included in contract operations.		
	73,583	93,864	(20,281)
	Contractual Services - Other		
	The contract operator for North Fort Myers will be assuming service in this area. No contract increase is expected. A portion of this expense is allocable to Del Tura.		
	2,118		2,118
	Rental of Building/Real Property		
	A portion of office rent for North Fort Myers Utility is allocable to Del Tura		
		14,000	(14,000)
	Rental of Equipment		
	No equipment rentals are anticipated with North Fort Myers Utility operations.		
	201		201
	Transportation Expense		
	A portion of the expense of North Fort Myers Utility is allocable to Del Tura		
	369		369
	Insurance-Workers Compensation		
	A portion of the expense of North Fort Myers Utility is allocable to Del Tura		
	2,861		2,861
	Insurance-Other		
	A portion of the expense of North Fort Myers Utility is allocable to Del Tura		
	Insurance - General Liability		
	\$ 28,740,425	\$ 2,803,399	
	Total Plant in service		
	27,390		
	Total General Liability Insurance		
	0.0953 %	0.0953 %	
	Ratio of General Liability Insurance to gross plant		
		\$ 2,672	2,672
	Total anticipated increase		
	\$ 2,369		2,369
	Bad Debt Expense		
	North Fort Myers anticipates an experience rate of 1/2 of 1% of annual billings.		
	Miscellaneous Expenses		
	23,624	\$ 7,793	
	Other than Billing		
	A portion of the expense of North Fort Myers Utility is allocable to Del Tura		
	9,416	3,123	
	Billing		
	Fort Myers expenses (Computer = \$.25 x 1,226 bills; postage = .39 x 1,226 bills monthly versus 1,220 bills quarterly).		
	33,040	10,916	22,124
	Total anticipated increase		
			\$ (9,453)
	Total Operations and Maintenance Expense adjustments		

North Fort Myers Utility, Inc.
 Projected Net Operating Income after the
 Acquisition of Del Tura Phase I
 Calculations and Assumptions Worksheet
 December 31, 2005

	N. Fort Myers	Del Tura	Increase (Decrease)
H	Depreciation Expense		
			\$ (10,533)
			<u>45,229</u>
			<u>\$ 34,696</u>
J	Regulatory Assessment Fees		
			\$ 152,534
			<u>0.045</u>
			<u>6,864</u>
			321,334
			<u>0.045</u>
			14,460
			<u>12,463</u>
			1,997
			<u>\$ 8,861</u>
K	Property Taxes		
			\$ 2,803,399
			<u>(750,695)</u>
			2,052,704
			<u>0.0163278</u>
			<u>\$ 33,516</u>
L	Payroll Taxes		
			\$ 15,366
			<u>10,532</u>
			25,898
			<u>0.0765</u>
			<u>\$ 1,981</u>

North Fort Myers Utility, Inc.
 Comparison of Typical Residential Bill
 December 31, 2005

Consumption Level:	<u>N. Fort Myers</u>	<u>Del Tura (1)</u>	<u>Increase (Decrease)</u>
<u>3,000 Gallons</u>			
Residential Base Charges	\$ 11.43	\$ 22.16	\$ (10.73)
Gallons sold	3,000	3,000	
Gallonage Rate	<u>4.15</u>	<u>-</u>	4.15
Gallonage Charges	<u>12.45</u>	<u>-</u>	<u>12.45</u>
Typical bill	<u>\$ 23.88</u>	<u>\$ 22.16</u>	<u>\$ 1.72</u>
<u>5,000 Gallons</u>			
Residential Base Charges	\$ 11.43	\$ 22.16	\$ (10.73)
Gallons sold	5,000	5,000	
Gallonage Rate	<u>4.15</u>	<u>-</u>	4.15
Gallonage Charges	<u>20.75</u>	<u>-</u>	<u>20.75</u>
Typical bill	<u>\$ 32.18</u>	<u>\$ 22.16</u>	<u>\$ 10.02</u>
<u>10,000 Gallons</u>			
Residential Base Charges	\$ 11.43	\$ 22.16	\$ (10.73)
Gallons sold	10,000	10,000	
Gallonage Rate	<u>4.15</u>	<u>-</u>	4.15
Gallonage Charges	<u>41.50</u>	<u>-</u>	<u>41.50</u>
Typical bill	<u>\$ 52.93</u>	<u>\$ 22.16</u>	<u>\$ 30.77</u>

Note: Del Turas' rates were last changed in 2005. Del Turas' rates are based on quarterly flat rate billing. For comparison purposes, 1/3 of the quarterly bill is shown in the analysis

UTILITY NAME: North Fort Myers Utility, Inc.

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 3,771,035	\$ 3,999,435
469.530	Less: Guaranteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			3,771,035	3,999,435
401	Operating Expenses	F-3(b)	2,307,133	2,870,969
403	Depreciation Expense	F-3(b)	926,329	991,779
	Less: Amortization of CIAC	F-22	(278,809)	(322,757)
Net Depreciation Expense			647,520	669,022
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC)	F-3(b)	19,524	19,524
408	Taxes Other Than Income	W/S-3	344,842	353,579
409	Current Income Taxes	W/S-3		
410.10	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3		
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			3,319,019	3,913,094
Net Utility Operating Income			452,016	86,341
469/530	Add Back: Guaranteed Revenue and AFPI	F-3(b)		
413	Income From Utility Plant Leased to Others			
414	Gains (Losses) From Disposition of Utility Property			
420	Allowance for Funds Used During Construction		7,995	53,621
Total Utility Operating Income [Enter here and on Page F-3(c)]			460,011	139,962

* For each account, column e should agree with columns f, g + h on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3* (f)	SEWER SCHEDULE S-3* (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 389,808	\$ 3,609,627	N/A
389,808	3,609,627	-
464,621	2,406,348	
47,615	944,164	
(14,451)	(308,306)	
33,164	635,858	-
	19,524	
32,775	320,804	
530,560	3,382,534	
(140,752)	227,093	
	53,621	
(140,752)	280,714	N/A

* Total of Schedules W-3/S-3 for all rate groups

UTILITY NAME: North Fort Myers Utility, Inc.

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR (e)
Total Utility Operating Income [from Page F-3(a)]			\$ 460,011	\$ 139,962
OTHER INCOME AND DEDUCTIONS				
415	Revenues From Merchandising, Jobbing and Contract Deductions			
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income		4,706	101,366
421	Miscellaneous Nonutility Revenue		42,428	49,928
426	Miscellaneous Nonutility Expenses		(301,448)	(205,433)
Total Other Income and Deductions			(254,314)	(54,139)
TAXES APPLICABLE TO OTHER INCOME				
408.20	Taxes Other Than Income			
409.20	Income Taxes			
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
Total Taxes Applicable to Other Income				
INTEREST EXPENSE				
427	Interest Expense	F-19	465,209	617,742
428	Amortization of Debt Discount & Expense	F-13	256,784	483,311
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			721,993	1,101,053
EXTRAORDINARY ITEMS				
433	Extraordinary Income			
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items				
NET INCOME			(516,296)	(1,015,230)

Explain Extraordinary Income:

SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 2,013,358	\$ 30,227,089
	Less:			
	Nonused and Useful Plant (1)			
108.1	Accumulated Depreciation	F-8	(1,166,671)	(10,741,835)
110.1	Accumulated Amortization	F-8		
271	Contributions in Aid of Construction	F-22	(578,321)	(13,647,259)
252	Advances for Construction	F-20		
Subtotal			268,366	5,837,995
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	300,877	3,699,691
Subtotal			569,243	9,537,686
114	Plus or Minus: Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)		58,078	300,794
	Other (Specify): Completed Construction not Classified		-	-
RATE BASE			\$ 627,321	\$ 9,838,480
NET UTILITY OPERATING INCOME			\$ (140,752)	\$ 227,093
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			-- %	2.31 %

NOTES:

- (1) Estimated if not known.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Method.

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
WASTEWATER SALES				
521.1	Flat Rate Revenues: Residential Revenues			\$ -
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues			
521	Total Flat Rate Revenues			-
522.1	Measured Revenues: Residential Revenues	6,490	7,943	\$ 1,981,148
522.2	Commercial Revenues	263	276	1,022,902
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues	32	32	121,314
522	Total Measured Revenues	6,785	8,251	3,125,364
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
	Total Wastewater Sales	6,785	8,251	\$ 3,125,364
OTHER WASTEWATER REVENUES				
530	Guaranteed Revenues			\$ -
531	Sale Of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			26,237
	Total Other Wastewater Revenues			\$ 26,237

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
Flat Rate Reuse Revenues:				
540.1	Residential Reuse Revenues			\$ -
540.2	Commercial Reuse Revenues			
540.3	Industrial Reuse Revenues			
540.4	Reuse Revenues From Public Authorities			
540.5	Other Reuse Revenues			
540	Total Flat Rate Reuse Revenues			
Measured Reuse Revenues:				
541.1	Residential Reuse Revenues			
541.2	Commercial Reuse Revenues			
541.3	Industrial Reuse Revenues			
541.4	Reuse Revenues From Public Authorities			
541	Total Measured Reuse Revenues			
544	Reuse Revenues From Other Systems			
Total Reclaimed Water Sales				
Total Wastewater Operating Revenues				\$ 3,151,601

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
WASTEWATER SALES				
	Flat Rate Revenues:			
521.1	Residential Revenues			\$ -
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues			
521	Total Flat Rate Revenues			-
	Measured Revenues:			
522.1	Residential Revenues	1,791	1,790	\$ 418,927
522.2	Commercial Revenues	15	15	26,073
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues (Units)			
522	Total Measured Revenues	1,806	1,805	445,000
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
	Total Wastewater Sales	1,806	1,805	\$ 445,000
OTHER WASTEWATER REVENUES				
530	Guaranteed Revenues			\$ -
531	Sale Of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			3,461
	Total Other Wastewater Revenues			\$ 3,461

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
540.1	Flat Rate Reuse Revenues: Residential Reuse Revenues			\$ -
540.2	Commercial Reuse Revenues			
540.3	Industrial Reuse Revenues			
540.4	Reuse Revenues From Public Authorities			
540.5	Other Reuse Revenues			
540	Total Flat Rate Reuse Revenues			
541.1	Measured Reuse Revenues: Residential Reuse Revenues			
541.2	Commercial Reuse Revenues	1	1	9,565
541.3	Industrial Reuse Revenues			
541.4	Reuse Revenues From Public Authorities			
541	Total Measured Reuse Revenues			9,565
544	Reuse Revenues From Other Systems			
Total Reclaimed Water Sales				9,565
Total Wastewater Operating Revenues				\$ 458,026

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES - OPERATIONS (d)	.2 COLLECTION EXPENSES - MAINTENANCE (e)	.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 126,053	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders	86,396						
704	Employee Pensions and Benefits							
710	Purchased Sewage Treatment							
711	Sludge Removal Expense	267,801					267,801	
715	Purchased Power	250,451	11,374		65,615		171,475	
716	Fuel for Power Purchased	341					341	
718	Chemicals	21,876	21,876					
720	Materials and Supplies	44,200	7,363	2,812	15,440		18,585	
731	Contractual Services - Engineering	1,653	168	1,485				
732	Contractual Services - Accounting	89,841						
733	Contractual Services - Legal	32,501						
734	Contractual Services - Mgt. Fees							
735	Contractual Services - Testing							
736	Contractual Services - Other	782,066					736,137	
741	Rental of Building/Real Property	17,372						
742	Rental of Equipment							
750	Transportation Expense	1,646						
756	Insurance - Vehicle							
757	Insurance - General Liability	46,556					46,556	
758	Insurance - Workmens Comp.	3,027						
759	Insurance - Other	23,469						
760	Advertising Expense							
766	Regulatory Commission Expenses - Amortization of Rate Case Expense							
767	Regulatory Commission Exp.-Other	2,001					750	
770	Bad Debt Expense	6,541						
775	Miscellaneous Expenses	271,042	5,585				8,696	
Total Wastewater Utility Expenses		\$ 2,074,833	\$ 46,366	\$ 4,297	\$ 81,055	\$ -	\$ 1,250,341	\$ -

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT EXPENSES - OPERATIONS (l)	.10 RECLAIMED WATER TREATMENT EXPENSES - MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION EXPENSES - OPERATIONS (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES - MAINTENANCE (o)
701	Salaries and Wages - Employees	\$ 54,319	\$ 71,734	\$ -		\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders		86,396				
704	Employee Pensions and Benefits						
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power	1,987					
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies						
731	Contractual Services - Engineering						
732	Contractual Services - Accounting	284	89,557				
733	Contractual Services - Legal		32,501				
734	Contractual Services - Mgt. Fees						
735	Contractual Services - Testing						
736	Contractual Services - Other		45,929				
741	Rental of Building/Real Property	8,686	8,686				
742	Rental of Equipment						
750	Transportation Expense	1,646					
756	Insurance - Vehicle						
757	Insurance - General Liability						
758	Insurance - Workmens Comp.		3,027				
759	Insurance - Other		23,469				
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other		1,251				
770	Bad Debt Expense	6,541					
775	Miscellaneous Expenses	43,653	213,108				
Total Wastewater Utility Expenses		\$ 117,116	\$ 575,658	\$ -	\$ -	\$ -	\$ -

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES - OPERATIONS (d)	.2 COLLECTION EXPENSES - MAINTENANCE (e)	.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 11,252	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders	51,264						
704	Employee Pensions and Benefits							
710	Purchased Sewage Treatment							
711	Sludge Removal Expense	18,552					18,552	
715	Purchased Power	39,294			4,407		34,556	
716	Fuel for Power Purchased							
718	Chemicals							
720	Materials and Supplies	10,269		3,605			6,125	539
731	Contractual Services - Engineering							
732	Contractual Services - Accounting	14,207						
733	Contractual Services - Legal	4,321						
734	Contractual Services - Mgt. Fees							
735	Contractual Services - Testing							
736	Contractual Services - Other	121,746					114,091	
741	Rental of Building/Real Property	9,076						
742	Rental of Equipment							
750	Transportation Expense	275						
756	Insurance - Vehicle							
757	Insurance - General Liability	8,107					7,655	
758	Insurance - Workmens Comp.	453						
759	Insurance - Other	5,335						
760	Advertising Expense							
766	Regulatory Commission Expenses - Amortization of Rate Case Expense							
767	Regulatory Commission Exp.-Other	1,884					1,884	
770	Bad Debt Expense	2,003						
775	Miscellaneous Expenses	33,477					573	
Total Wastewater Utility Expenses		\$ 331,515		\$ 3,605	\$ 4,407		\$ 183,436	\$ 539

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT EXPENSES - OPERATIONS (l)	.10 RECLAIMED WATER TREATMENT EXPENSES - MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION EXPENSES - OPERATIONS (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES - MAINTENANCE (o)
701	Salaries and Wages - Employees	\$ 11,252	\$ -	\$ -		\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders		51,264				
704	Employee Pensions and Benefits						
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power	331					
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies						
731	Contractual Services - Engineering						
732	Contractual Services - Accounting	14,207					
733	Contractual Services - Legal		4,321				
734	Contractual Services - Mgt. Fees						
735	Contractual Services - Testing						
736	Contractual Services - Other		7,655				
741	Rental of Building/Real Property	9,076					
742	Rental of Equipment						
750	Transportation Expense	275					
756	Insurance - Vehicle						
757	Insurance - General Liability		452				
758	Insurance - Workmens Comp.		453				
759	Insurance - Other		5,335				
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense	2,003					
775	Miscellaneous Expenses		32,904				
Total Wastewater Utility Expenses		\$ 37,144	\$ 102,384				