

**Aqua Utilities Florida, Inc.**

Docket No. 080121-WS

Application to Increase Rates and Charges  
For a "Class A" Utility  
In

Florida

**VOLUME 2**

Containing  
Minimum Filing Requirements

Allowance for Funds Prudently Invested

Historical Test Year Ending December 31,2007

DOCUMENT NUMBER-DATE

04301 MAY 22 08

FPSC-COMMISSION CLERK

# Aqua Utilities Florida, Inc. Allowance for Funds Prudently Invested

SYSTEM	TYPE:		Calculation & Tariff Page #
	W	WW	
48 Estates	X		3-6
Carlton Village	X		7-10
Hermits Cove	X		11-14
Holiday Haven	X	X	15-19
Interlachen Lake/Park Manor	X		20-23
Leisure Lakes	X	X	24-28
Palm Port	X	X	29-33
Palms MHP	X		34-37
Picciola Island	X		38-41
Pomona Park	X		42-45
Sebring Lakes	X		46-49
Silver Lake Oaks	X	X	50-54
St. John's Highlands	X		55-58
Stone Mountain	X		59-62
Sunny Hills	X	X	63-67
Tangerine	X		68-71
The Woods	X	X	72-76
Venetian Village	X		77-80
Village Water	X	X	81-85
Welaka/Saratoga Water	X		86-89
Wootens Water	X		90-93

DOCUMENT NUMBER - DATE

04301 MAY 22 88

FPSC-COMMISSION CLERK

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**48 Estates**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	9	-
2			
3	Net Cost of Qualifying Assets (NU&U)	5,410	-
4	Net Cost of Qualifying Assets per ERC	596	-
5	Multiply By Rate of Return	8.13%	0.00%
6	Annual Return Per ERC	48.42	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.34%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	127	-
12	Annual Depr. Cost per ERC	13.96	-
13	Annual Reduction in Return per ERC	1.13	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	19	-
17	Annual Prop. Tax per ERC	2.13	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.25%	0.00%
25	Divided by Rate of Return	8.13%	0.00%
26	% of Equity in Return	76.85%	0.00%
27			
28	Effective Tax on Return	29.64%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.26%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

DOCUMENT NUMBER - DATE

04301 MAY 22 08

FPSC-COMMISSION CLERK

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**48 Estates**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	13.96	13.96	13.96	13.96	13.96
3	Unfunded Property Tax	2.13	2.13	2.13	2.13	2.13
4	Subtotal Unfunded Annual Expense	16.08	16.08	16.08	16.08	16.08
5						
6	Unfunded Expenses Prior Year	-	16.08	32.17	48.25	64.33
7	Total Unfunded Expenses	16.08	32.17	48.25	64.33	80.42
8						
9	Return on Expenses Current Year	1.31	1.31	1.31	1.31	1.31
10						
11	Return on Expenses Prior Year	-	1.31	2.62	3.92	5.23
12	Return on Plant Current Year	48.42	47.29	46.15	45.02	43.89
13	Earnings Prior Year	-	48.42	100.95	157.93	219.71
14	Compound Earnings from Prior Year	-	3.94	8.21	12.84	17.86
15	Total Compounded Earnings	48.42	100.95	157.93	219.71	286.69
16						
17	Earnings Expansion Factor for Tax	1.483	1.483	1.483	1.483	1.483
18						
19	Revenue Required to Fund Earnings	71.79	149.67	234.14	325.74	425.05
20	Revenue Required to Fund Expenses	16.08	32.17	48.25	64.33	80.42
21	Subtotal	87.87	181.84	282.39	390.07	505.47
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	92.01	190.41	295.70	408.45	529.29

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	7.67	100.21	199.18	305.09	418.52
25	February	15.33	108.41	207.95	314.49	428.59
26	March	23.00	116.61	216.73	323.88	438.66
27	April	30.67	124.81	225.50	333.28	448.73
28	May	38.34	133.01	234.28	342.68	458.80
29	June	46.00	141.21	243.05	352.07	468.87
30	July	53.67	149.41	251.83	361.47	478.94
31	August	61.34	157.61	260.60	370.87	489.01
32	September	69.01	165.81	269.37	380.26	499.08
33	October	76.67	174.01	278.15	389.66	509.15
34	November	84.34	182.21	286.92	399.05	519.22
35	December	92.01	190.41	295.70	408.45	529.29

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**48 Estates**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

		2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Month:</b>						
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

48 Estates  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	7.67	100.21	199.18	305.09	418.52
2	15.33	108.41	207.95	314.49	428.59
3	23.00	116.61	216.73	323.88	438.66
4	30.67	124.81	225.50	333.28	448.73
5	38.34	133.01	234.28	342.68	458.80
6	46.00	141.21	243.05	352.07	468.87
7	53.67	149.41	251.83	361.47	478.94
8	61.34	157.61	260.60	370.87	489.01
9	69.01	165.81	269.37	380.26	499.08
10	76.67	174.01	278.15	389.66	509.15
11	84.34	182.21	286.92	399.05	519.22
12	92.01	190.41	295.70	408.45	529.29

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Carlton Village**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	69	-
2			
3	Net Cost of Qualifying Assets (NU&U)	157,554	-
4	Net Cost of Qualifying Assets per ERC	2,270	-
5	Multiply By Rate of Return	7.93%	0.00%
6	Annual Return Per ERC	179.99	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.33%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	3,666	-
12	Annual Depr. Cost per ERC	52.82	-
13	Annual Reduction in Return per ERC	4.19	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	1,086	-
17	Annual Prop. Tax per ERC	15.64	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.03%	0.00%
25	Divided by Rate of Return	7.93%	0.00%
26	% of Equity in Return	75.98%	0.00%
27			
28	Effective Tax on Return	29.31%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.71%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Carlton Village**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	52.82	52.82	52.82	52.82	52.82
3	Unfunded Property Tax	15.64	15.64	15.64	15.64	15.64
4	Subtotal Unfunded Annual Expense	68.46	68.46	68.46	68.46	68.46
5						
6	Unfunded Expenses Prior Year	-	68.46	136.91	205.37	273.82
7	Total Unfunded Expenses	68.46	136.91	205.37	273.82	342.28
8						
9	Return on Expenses Current Year	5.43	5.43	5.43	5.43	5.43
10						
11	Return on Expenses Prior Year	-	5.43	10.86	16.29	21.72
12	Return on Plant Current Year	179.99	175.80	171.61	167.42	163.23
13	Earnings Prior Year	-	179.99	375.50	587.75	818.07
14	Compound Earnings from Prior Year	-	14.27	29.78	46.61	64.88
15	Total Compounded Earnings	179.99	375.49	587.75	818.07	1,067.90
16						
17	Earnings Expansion Factor for Tax	1.477	1.477	1.477	1.477	1.477
18						
19	Revenue Required to Fund Earnings	265.87	554.65	868.18	1,208.40	1,577.42
20	Revenue Required to Fund Expenses	68.46	136.91	205.37	273.82	342.28
21	Subtotal	334.33	691.56	1,073.55	1,482.22	1,919.70
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	350.08	724.15	1,124.14	1,552.06	2,010.16

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	29.17	381.26	757.48	1,159.80	1,590.23
25	February	58.35	412.43	790.82	1,195.46	1,628.41
26	March	87.52	443.60	824.15	1,231.12	1,666.58
27	April	116.69	474.77	857.48	1,266.78	1,704.76
28	May	145.87	505.94	890.81	1,302.44	1,742.93
29	June	175.04	537.12	924.14	1,338.10	1,781.11
30	July	204.21	568.29	957.48	1,373.76	1,819.28
31	August	233.39	599.46	990.81	1,409.42	1,857.46
32	September	262.56	630.63	1,024.14	1,445.08	1,895.63
33	October	291.74	661.81	1,057.47	1,480.74	1,933.81
34	November	320.91	692.98	1,090.80	1,516.40	1,971.98
35	December	350.08	724.15	1,124.14	1,552.06	2,010.16



**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Carlton Village**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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 Preparer: T Rendell

		<b>SEWER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Carlton Village  
Lake County

(Month)	Year 1	Year 2	Year 3	Year 4	Year 5
1	29.17	381.26	757.48	1,159.80	1,590.23
2	58.35	412.43	790.82	1,195.46	1,628.41
3	87.52	443.60	824.15	1,231.12	1,666.58
4	116.69	474.77	857.48	1,266.78	1,704.76
5	145.87	505.94	890.81	1,302.44	1,742.93
6	175.04	537.12	924.14	1,338.10	1,781.11
7	204.21	568.29	957.48	1,373.76	1,819.28
8	233.39	599.46	990.81	1,409.42	1,857.46
9	262.56	630.63	1,024.14	1,445.08	1,895.63
10	291.74	661.81	1,057.47	1,480.74	1,933.81
11	320.91	692.98	1,090.80	1,516.40	1,971.98
12	350.08	724.15	1,124.14	1,552.06	2,010.16

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Hermits Cove**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	1	-
2			
3	Net Cost of Qualifying Assets (NU&U)	59,900	-
4	Net Cost of Qualifying Assets per ERC	79,867	-
5	Multiply By Rate of Return	8.11%	0.00%
6	Annual Return Per ERC	6,477.65	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	3.68%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	2,203	-
12	Annual Depr. Cost per ERC	2,936.69	-
13	Annual Reduction in Return per ERC	238.18	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	833	-
17	Annual Prop. Tax per ERC	1,110.86	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.22%	0.00%
25	Divided by Rate of Return	8.11%	0.00%
26	% of Equity in Return	76.72%	0.00%
27			
28	Effective Tax on Return	29.59%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.18%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Hermits Cove**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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Preparer: T Rendell

Line No.	(1) Description	WATER				
		(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	2,936.69	2,936.69	2,936.69	2,936.69	2,936.69
3	Unfunded Property Tax	1,110.86	1,110.86	1,110.86	1,110.86	1,110.86
4	Subtotal Unfunded Annual Expense	4,047.55	4,047.55	4,047.55	4,047.55	4,047.55
5						
6	Unfunded Expenses Prior Year	-	4,047.55	8,095.10	12,142.66	16,190.21
7	Total Unfunded Expenses	4,047.55	8,095.10	12,142.66	16,190.21	20,237.76
8						
9	Return on Expenses Current Year	328.28	328.28	328.28	328.28	328.28
10						
11	Return on Expenses Prior Year	-	328.28	656.56	984.84	1,313.12
12	Return on Plant Current Year	6,477.65	6,239.47	6,001.28	5,763.10	5,524.92
13	Earnings Prior Year	-	6,477.65	13,570.77	21,329.28	29,807.15
14	Compound Earnings from Prior Year	-	525.38	1,100.67	1,729.93	2,417.54
15	Total Compounded Earnings	6,477.65	13,570.77	21,329.28	29,807.15	39,062.73
16						
17	Earnings Expansion Factor for Tax	1.482	1.482	1.482	1.482	1.482
18						
19	Revenue Required to Fund Earnings	9,598.63	20,109.26	31,605.87	44,168.44	57,883.41
20	Revenue Required to Fund Expenses	4,047.55	8,095.10	12,142.66	16,190.21	20,237.76
21	Subtotal	13,646.18	28,204.36	43,748.53	60,358.65	78,121.17
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	14,289.19	29,533.36	45,809.98	63,202.77	81,802.27

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	1,190.77	15,559.54	30,889.75	47,259.38	64,752.73
25	February	2,381.53	16,829.88	32,246.13	48,708.78	66,302.69
26	March	3,572.30	18,100.23	33,602.52	50,158.18	67,852.65
27	April	4,763.06	19,370.58	34,958.90	51,607.58	69,402.60
28	May	5,953.83	20,640.93	36,315.29	53,056.98	70,952.56
29	June	7,144.59	21,911.28	37,671.67	54,506.37	72,502.52
30	July	8,335.36	23,181.62	39,028.06	55,955.77	74,052.48
31	August	9,526.13	24,451.97	40,384.44	57,405.17	75,602.44
32	September	10,716.89	25,722.32	41,740.83	58,854.57	77,152.40
33	October	11,907.66	26,992.67	43,097.21	60,303.97	78,702.36
34	November	13,098.42	28,263.02	44,453.59	61,753.37	80,252.31
35	December	14,289.19	29,533.36	45,809.98	63,202.77	81,802.27

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Hermits Cove**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 3 of 3  
 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Hermits Cove  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	1,190.77	15,559.54	30,889.75	47,259.38	64,752.73
2	2,381.53	16,829.88	32,246.13	48,708.78	66,302.69
3	3,572.30	18,100.23	33,602.52	50,158.18	67,852.65
4	4,763.06	19,370.58	34,958.90	51,607.58	69,402.60
5	5,953.83	20,640.93	36,315.29	53,056.98	70,952.56
6	7,144.59	21,911.28	37,671.67	54,506.37	72,502.52
7	8,335.36	23,181.62	39,028.06	55,955.77	74,052.48
8	9,526.13	24,451.97	40,384.44	57,405.17	75,602.44
9	10,716.89	25,722.32	41,740.83	58,854.57	77,152.40
10	11,907.66	26,992.67	43,097.21	60,303.97	78,702.36
11	13,098.42	28,263.02	44,453.59	61,753.37	80,252.31
12	14,289.19	29,533.36	45,809.98	63,202.77	81,802.27

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Holiday Haven**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	-	4
2			
3	Net Cost of Qualifying Assets (NU&U)	7,255	83,853
4	Net Cost of Qualifying Assets per ERC	-	19,351
5	Multiply By Rate of Return	8.17%	8.08%
6	Annual Return Per ERC	-	1,564.12
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.30%	4.37%
10			
11	Annual Depreciation Expense (NU&U)	167	3,666
12	Annual Depr. Cost per ERC	-	845.90
13	Annual Reduction in Return per ERC	-	68.37
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	(2)	567
17	Annual Prop. Tax per ERC	-	130.81
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.21%	6.20%
25	Divided by Rate of Return	8.17%	8.08%
26	% of Equity in Return	76.09%	76.71%
27			
28	Effective Tax on Return	29.35%	29.59%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.78%	48.17%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Holiday Haven**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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 Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.478	1.478	1.478	1.478	1.478
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-



Allowance for Funds Prudently Invested - Sewer  
 Calculation of Carrying Costs for Each ERC - cont'd  
 Holiday Haven  
 Docket No. 080121-WS  
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: AFPI  
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 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	845.90	845.90	845.90	845.90	845.90
3	Unfunded Property Tax	130.81	130.81	130.81	130.81	130.81
4	Subtotal Unfunded Annual Expense	976.72	976.72	976.72	976.72	976.72
5						
6	Unfunded Expenses Prior Year	-	976.72	1,953.44	2,930.15	3,906.87
7	Total Unfunded Expenses	976.72	1,953.44	2,930.15	3,906.87	4,883.59
8						
9	Return on Expenses Current Year	78.95	78.95	78.95	78.95	78.95
10						
11	Return on Expenses Prior Year	-	78.95	157.90	236.84	315.79
12	Return on Plant Current Year	-	(68.37)	(136.74)	(205.11)	(273.48)
13	Earnings Prior Year	-	-	10.58	32.59	66.96
14	Compound Earnings from Prior Year	-	-	0.86	2.63	5.41
15	Total Compounded Earnings	-	10.58	32.59	66.96	114.68
16						
17	Earnings Expansion Factor for Tax	1.482	1.482	1.482	1.482	1.482
18						
19	Revenue Required to Fund Earnings	-	15.67	48.29	99.21	169.93
20	Revenue Required to Fund Expenses	976.72	1,953.44	2,930.15	3,906.87	4,883.59
21	Subtotal	976.72	1,969.11	2,978.44	4,006.08	5,053.52
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	1,022.74	2,061.90	3,118.79	4,194.85	5,291.64

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	85.23	1,109.34	2,149.97	3,208.46	4,286.25
25	February	170.46	1,195.94	2,238.05	3,298.13	4,377.65
26	March	255.69	1,282.53	2,326.12	3,387.80	4,469.05
27	April	340.91	1,369.13	2,414.19	3,477.47	4,560.45
28	May	426.14	1,455.73	2,502.27	3,567.15	4,651.85
29	June	511.37	1,542.32	2,590.34	3,656.82	4,743.25
30	July	596.60	1,628.92	2,678.42	3,746.49	4,834.65
31	August	681.83	1,715.51	2,766.49	3,836.16	4,926.05
32	September	767.06	1,802.11	2,854.56	3,925.83	5,017.45
33	October	852.29	1,888.71	2,942.64	4,015.51	5,108.84
34	November	937.51	1,975.30	3,030.71	4,105.18	5,200.24
35	December	1,022.74	2,061.90	3,118.79	4,194.85	5,291.64

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
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**SERVICE AVAILABILITY CHARGES**

Allowance For Funds Prudently Invested (Cont.)

Holiday Haven  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Holiday Haven  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	85.23	1,109.34	2,149.97	3,208.46	4,286.25
2	170.46	1,195.94	2,238.05	3,298.13	4,377.65
3	255.69	1,282.53	2,326.12	3,387.80	4,469.05
4	340.91	1,369.13	2,414.19	3,477.47	4,560.45
5	426.14	1,455.73	2,502.27	3,567.15	4,651.85
6	511.37	1,542.32	2,590.34	3,656.82	4,743.25
7	596.60	1,628.92	2,678.42	3,746.49	4,834.65
8	681.83	1,715.51	2,766.49	3,836.16	4,926.05
9	767.06	1,802.11	2,854.56	3,925.83	5,017.45
10	852.29	1,888.71	2,942.64	4,015.51	5,108.84
11	937.51	1,975.30	3,030.71	4,105.18	5,200.24
12	1,022.74	2,061.90	3,118.79	4,194.85	5,291.64

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Interlachen Lake/Park Manor**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	18	-
2			
3	Net Cost of Qualifying Assets (NU&U)	7,368	-
4	Net Cost of Qualifying Assets per ERC	399	-
5	Multiply By Rate of Return	8.17%	8.13%
6	Annual Return Per ERC	32.60	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.33%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	171	-
12	Annual Depr. Cost per ERC	9.29	-
13	Annual Reduction in Return per ERC	0.76	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	93	-
17	Annual Prop. Tax per ERC	5.03	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.23%	6.22%
25	Divided by Rate of Return	8.17%	8.13%
26	% of Equity in Return	76.23%	76.49%
27			
28	Effective Tax on Return	29.41%	29.50%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.88%	48.03%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Interlachen Lake/Park Manor**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	9.29	9.29	9.29	9.29	9.29
3	Unfunded Property Tax	5.03	5.03	5.03	5.03	5.03
4	Subtotal Unfunded Annual Expense	14.32	14.32	14.32	14.32	14.32
5						
6	Unfunded Expenses Prior Year	-	14.32	28.65	42.97	57.29
7	Total Unfunded Expenses	14.32	28.65	42.97	57.29	71.61
8						
9	Return on Expenses Current Year	1.17	1.17	1.17	1.17	1.17
10						
11	Return on Expenses Prior Year	-	1.17	2.34	3.51	4.68
12	Return on Plant Current Year	32.60	31.84	31.08	30.32	29.56
13	Earnings Prior Year	-	32.60	68.27	107.27	149.86
14	Compound Earnings from Prior Year	-	2.66	5.58	8.76	12.24
15	Total Compounded Earnings	32.60	68.27	107.27	149.86	196.34
16						
17	Earnings Expansion Factor for Tax	1.479	1.479	1.479	1.479	1.479
18						
19	Revenue Required to Fund Earnings	48.21	100.96	158.62	221.61	290.34
20	Revenue Required to Fund Expenses	14.32	28.65	42.97	57.29	71.61
21	Subtotal	62.53	129.61	201.59	278.90	361.95
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	65.47	135.72	211.09	292.04	379.01

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	5.46	71.33	142.00	217.83	299.29
25	February	10.91	77.18	148.28	224.58	306.53
26	March	16.37	83.03	154.56	231.33	313.78
27	April	21.82	88.89	160.84	238.07	321.03
28	May	27.28	94.74	167.12	244.82	328.28
29	June	32.74	100.60	173.40	251.56	335.52
30	July	38.19	106.45	179.68	258.31	342.77
31	August	43.65	112.30	185.96	265.06	350.02
32	September	49.11	118.16	192.25	271.80	357.26
33	October	54.56	124.01	198.53	278.55	364.51
34	November	60.02	129.86	204.81	285.29	371.76
35	December	65.47	135.72	211.09	292.04	379.01

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Interlachen Lake/Park Manor**  
**Docket No. 080121-WS**  
 Historical Test Year Ending December 31, 2007

**Florida Public Service Commission**

Schedule: AFPI  
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 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.480	1.480	1.480	1.480	1.480
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Interlachen Lake/Park Manor  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	5.46	71.33	142.00	217.83	299.29
2	10.91	77.18	148.28	224.58	306.53
3	16.37	83.03	154.56	231.33	313.78
4	21.82	88.89	160.84	238.07	321.03
5	27.28	94.74	167.12	244.82	328.28
6	32.74	100.60	173.40	251.56	335.52
7	38.19	106.45	179.68	258.31	342.77
8	43.65	112.30	185.96	265.06	350.02
9	49.11	118.16	192.25	271.80	357.26
10	54.56	124.01	198.53	278.55	364.51
11	60.02	129.86	204.81	285.29	371.76
12	65.47	135.72	211.09	292.04	379.01

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Leisure Lakes**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 1 of 3  
 Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	11	13
2			
3	Net Cost of Qualifying Assets (NU&U)	17,186	131,205
4	Net Cost of Qualifying Assets per ERC	1,611	10,191
5	Multiply By Rate of Return	8.14%	8.04%
6	Annual Return Per ERC	131.20	819.43
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.32%	3.96%
10			
11	Annual Depreciation Expense (NU&U)	399	5,189
12	Annual Depr. Cost per ERC	37.40	403.05
13	Annual Reduction in Return per ERC	3.05	32.41
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	(117)	759
17	Annual Prop. Tax per ERC	(10.93)	58.91
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.24%	6.14%
25	Divided by Rate of Return	8.14%	8.04%
26	% of Equity in Return	76.61%	76.30%
27			
28	Effective Tax on Return	29.55%	29.43%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.11%	47.92%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			



**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Leisure Lakes**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	37.40	37.40	37.40	37.40	37.40
3	Unfunded Property Tax	(10.93)	(10.93)	(10.93)	(10.93)	(10.93)
4	Subtotal Unfunded Annual Expense	26.48	26.48	26.48	26.48	26.48
5						
6	Unfunded Expenses Prior Year	-	26.48	52.95	79.43	105.90
7	Total Unfunded Expenses	26.48	52.95	79.43	105.90	132.38
8						
9	Return on Expenses Current Year	2.16	2.16	2.16	2.16	2.16
10						
11	Return on Expenses Prior Year	-	2.16	4.31	6.47	8.62
12	Return on Plant Current Year	131.20	128.15	125.11	122.06	119.01
13	Earnings Prior Year	-	131.20	272.20	423.79	586.83
14	Compound Earnings from Prior Year	-	10.68	22.17	34.51	47.79
15	Total Compounded Earnings	131.20	272.19	423.79	586.83	762.25
16						
17	Earnings Expansion Factor for Tax	1.481	1.481	1.481	1.481	1.481
18						
19	Revenue Required to Fund Earnings	194.32	403.15	627.67	869.15	1,128.96
20	Revenue Required to Fund Expenses	26.48	52.95	79.43	105.90	132.38
21	Subtotal	220.80	456.10	707.10	975.05	1,261.34
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	231.20	477.59	740.42	1,020.99	1,320.77

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	19.27	251.74	499.49	763.80	1,045.97
25	February	38.53	272.27	521.39	787.18	1,070.95
26	March	57.80	292.80	543.29	810.56	1,095.94
27	April	77.07	313.33	565.20	833.94	1,120.92
28	May	96.33	333.86	587.10	857.32	1,145.90
29	June	115.60	354.40	609.00	880.70	1,170.88
30	July	134.87	374.93	630.91	904.09	1,195.86
31	August	154.14	395.46	652.81	927.47	1,220.85
32	September	173.40	415.99	674.71	950.85	1,245.83
33	October	192.67	436.52	696.61	974.23	1,270.81
34	November	211.94	457.05	718.52	997.61	1,295.79
35	December	231.20	477.59	740.42	1,020.99	1,320.77

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Leisure Lakes**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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		<b>SEWER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	403.05	403.05	403.05	403.05	403.05
3	Unfunded Property Tax	58.91	58.91	58.91	58.91	58.91
4	Subtotal Unfunded Annual Expense	<u>461.96</u>	<u>461.96</u>	<u>461.96</u>	<u>461.96</u>	<u>461.96</u>
5						
6	Unfunded Expenses Prior Year	-	461.96	923.92	1,385.88	1,847.84
7	Total Unfunded Expenses	<u>461.96</u>	<u>923.92</u>	<u>1,385.88</u>	<u>1,847.84</u>	<u>2,309.80</u>
8						
9	Return on Expenses Current Year	37.15	37.15	37.15	37.15	37.15
10						
11	Return on Expenses Prior Year	-	37.15	74.29	111.44	148.58
12	Return on Plant Current Year	-	(32.41)	(64.82)	(97.23)	(129.64)
13	Earnings Prior Year	-	-	4.74	14.59	29.97
14	Compound Earnings from Prior Year	-	-	0.38	1.17	2.41
15	Total Compounded Earnings	<u>-</u>	<u>4.74</u>	<u>14.59</u>	<u>29.97</u>	<u>51.32</u>
16						
17	Earnings Expansion Factor for Tax	1.479	1.479	1.479	1.479	1.479
18						
19	Revenue Required to Fund Earnings	-	7.01	21.59	44.33	75.92
20	Revenue Required to Fund Expenses	<u>461.96</u>	<u>923.92</u>	<u>1,385.88</u>	<u>1,847.84</u>	<u>2,309.80</u>
21	Subtotal	<u>461.96</u>	<u>930.93</u>	<u>1,407.47</u>	<u>1,892.17</u>	<u>2,385.72</u>
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	<u>483.73</u>	<u>974.79</u>	<u>1,473.79</u>	<u>1,981.33</u>	<u>2,498.14</u>

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	40.31	524.65	1,016.37	1,516.09	2,024.40
25	February	80.62	565.57	1,057.96	1,558.38	2,067.46
26	March	120.93	606.49	1,099.54	1,600.68	2,110.53
27	April	161.24	647.42	1,141.12	1,642.97	2,153.60
28	May	201.55	688.34	1,182.71	1,685.27	2,196.67
29	June	241.86	729.26	1,224.29	1,727.56	2,239.73
30	July	282.17	770.18	1,265.87	1,769.86	2,282.80
31	August	322.49	811.10	1,307.46	1,812.15	2,325.87
32	September	362.80	852.03	1,349.04	1,854.45	2,368.93
33	October	403.11	892.95	1,390.62	1,896.74	2,412.00
34	November	443.42	933.87	1,432.21	1,939.04	2,455.07
35	December	483.73	974.79	1,473.79	1,981.33	2,498.14

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Leisure Lakes  
Highlands County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	19.27	251.74	499.49	763.80	1,045.97
2	38.53	272.27	521.39	787.18	1,070.95
3	57.80	292.80	543.29	810.56	1,095.94
4	77.07	313.33	565.20	833.94	1,120.92
5	96.33	333.86	587.10	857.32	1,145.90
6	115.60	354.40	609.00	880.70	1,170.88
7	134.87	374.93	630.91	904.09	1,195.86
8	154.14	395.46	652.81	927.47	1,220.85
9	173.40	415.99	674.71	950.85	1,245.83
10	192.67	436.52	696.61	974.23	1,270.81
11	211.94	457.05	718.52	997.61	1,295.79
12	231.20	477.59	740.42	1,020.99	1,320.77

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

AQUA UTILITIES FLORIDA, INC.  
WASTEWATER TARIFF

VOLUME II SECTION VI  
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SERVICE AVAILABILITY CHARGES

Allowance For Funds Prudently Invested (Cont.)

Leisure Lakes  
Highlands County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	40.31	524.65	1,016.37	1,516.09	2,024.40
2	80.62	565.57	1,057.96	1,558.38	2,067.46
3	120.93	606.49	1,099.54	1,600.68	2,110.53
4	161.24	647.42	1,141.12	1,642.97	2,153.60
5	201.55	688.34	1,182.71	1,685.27	2,196.67
6	241.86	729.26	1,224.29	1,727.56	2,239.73
7	282.17	770.18	1,265.87	1,769.86	2,282.80
8	322.49	811.10	1,307.46	1,812.15	2,325.87
9	362.80	852.03	1,349.04	1,854.45	2,368.93
10	403.11	892.95	1,390.62	1,896.74	2,412.00
11	443.42	933.87	1,432.21	1,939.04	2,455.07
12	483.73	974.79	1,473.79	1,981.33	2,498.14

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Palm Port**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	4	1
2			
3	Net Cost of Qualifying Assets (NU&U)	-	4,641
4	Net Cost of Qualifying Assets per ERC	-	3,276
5	Multiply By Rate of Return	8.17%	8.09%
6	Annual Return Per ERC	-	265.02
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	0.00%	2.22%
10			
11	Annual Depreciation Expense (NU&U)	-	103
12	Annual Depr. Cost per ERC	-	72.81
13	Annual Reduction in Return per ERC	-	5.89
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	-	38
17	Annual Prop. Tax per ERC	-	26.64
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.25%	6.18%
25	Divided by Rate of Return	8.17%	8.09%
26	% of Equity in Return	76.48%	76.44%
27			
28	Effective Tax on Return	29.50%	29.49%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.03%	48.01%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Palm Port**  
**Docket No. 080121-WS**  
 Historical Test Year Ending December 31, 2007

**Florida Public Service Commission**

Schedule: AFPI  
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		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.480	1.480	1.480	1.480	1.480
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

Allowance for Funds Prudently Invested - Sewer  
 Calculation of Carrying Costs for Each ERC - cont'd  
 Palm Port  
 Docket No. 080121-WS  
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: AFPI  
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 Preparer: T Rendell

		SEWER				
		(2)	(3)	(4)	(5)	(6)
Line No.	(1) Description	2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	72.81	72.81	72.81	72.81	72.81
3	Unfunded Property Tax	26.64	26.64	26.64	26.64	26.64
4	Subtotal Unfunded Annual Expense	99.45	99.45	99.45	99.45	99.45
5						
6	Unfunded Expenses Prior Year	-	99.45	198.90	298.34	397.79
7	Total Unfunded Expenses	99.45	198.90	298.34	397.79	497.24
8						
9	Return on Expenses Current Year	8.04	8.04	8.04	8.04	8.04
10						
11	Return on Expenses Prior Year	-	8.04	16.09	24.13	32.18
12	Return on Plant Current Year	-	(5.89)	(11.78)	(17.67)	(23.56)
13	Earnings Prior Year	-	-	2.15	6.63	13.63
14	Compound Earnings from Prior Year	-	-	0.17	0.54	1.10
15	Total Compounded Earnings	-	2.15	6.63	13.63	23.35
16						
17	Earnings Expansion Factor for Tax	1.480	1.480	1.480	1.480	1.480
18						
19	Revenue Required to Fund Earnings	-	3.19	9.82	20.17	34.56
20	Revenue Required to Fund Expenses	99.45	198.90	298.34	397.79	497.24
21	Subtotal	99.45	202.09	308.16	417.96	531.80
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	104.14	211.61	322.68	437.65	556.86

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	8.68	113.09	220.87	332.26	447.58
25	February	17.36	122.05	230.12	341.84	457.52
26	March	26.03	131.00	239.38	351.42	467.45
27	April	34.71	139.96	248.63	361.00	477.39
28	May	43.39	148.92	257.89	370.58	487.32
29	June	52.07	157.87	267.15	380.17	497.25
30	July	60.75	166.83	276.40	389.75	507.19
31	August	69.42	175.79	285.66	399.33	517.12
32	September	78.10	184.74	294.91	408.91	527.06
33	October	86.78	193.70	304.17	418.49	536.99
34	November	95.46	202.66	313.42	428.07	546.92
35	December	104.14	211.61	322.68	437.65	556.86

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
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**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Palm Port  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO



AQUA UTILITIES FLORIDA, INC.  
WASTEWATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

**Palm Port  
Putnam County**

<b>Month</b>	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>
1	8.68	113.09	220.87	332.26	447.58
2	17.36	122.05	230.12	341.84	457.52
3	26.03	131.00	239.38	351.42	467.45
4	34.71	139.96	248.63	361.00	477.39
5	43.39	148.92	257.89	370.58	487.32
6	52.07	157.87	267.15	380.17	497.25
7	60.75	166.83	276.40	389.75	507.19
8	69.42	175.79	285.66	399.33	517.12
9	78.10	184.74	294.91	408.91	527.06
10	86.78	193.70	304.17	418.49	536.99
11	95.46	202.66	313.42	428.07	546.92
12	104.14	211.61	322.68	437.65	556.86

**Type of Filing: New Service Availability Charges**

**Effective Date:**

**By:**

**Jack Lihvarcik, President and COO**

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Palms MHP**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	5	-
2			
3	Net Cost of Qualifying Assets (NU&U)	859	-
4	Net Cost of Qualifying Assets per ERC	168	-
5	Multiply By Rate of Return	8.16%	0.00%
6	Annual Return Per ERC	13.67	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.30%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	20	-
12	Annual Depr. Cost per ERC	3.86	-
13	Annual Reduction in Return per ERC	0.31	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	5	-
17	Annual Prop. Tax per ERC	0.91	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.26%	0.00%
25	Divided by Rate of Return	8.16%	0.00%
26	% of Equity in Return	76.76%	0.00%
27			
28	Effective Tax on Return	29.61%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.21%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Palms MHP**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	3.86	3.86	3.86	3.86	3.86
3	Unfunded Property Tax	0.91	0.91	0.91	0.91	0.91
4	Subtotal Unfunded Annual Expense	4.77	4.77	4.77	4.77	4.77
5						
6	Unfunded Expenses Prior Year	-	4.77	9.54	14.31	19.08
7	Total Unfunded Expenses	4.77	9.54	14.31	19.08	23.85
8						
9	Return on Expenses Current Year	0.39	0.39	0.39	0.39	0.39
10						
11	Return on Expenses Prior Year	-	0.39	0.78	1.17	1.56
12	Return on Plant Current Year	13.67	13.36	13.04	12.73	12.42
13	Earnings Prior Year	-	13.67	28.53	44.68	62.22
14	Compound Earnings from Prior Year	-	1.11	2.33	3.64	5.07
15	Total Compounded Earnings	13.67	28.53	44.68	62.22	81.27
16						
17	Earnings Expansion Factor for Tax	1.482	1.482	1.482	1.482	1.482
18						
19	Revenue Required to Fund Earnings	20.26	42.28	66.21	92.22	120.46
20	Revenue Required to Fund Expenses	4.77	9.54	14.31	19.08	23.85
21	Subtotal	25.03	51.82	80.52	111.30	144.31
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	26.21	54.27	84.31	116.54	151.11

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	2.18	28.55	56.77	87.00	119.42
25	February	4.37	30.89	59.27	89.69	122.30
26	March	6.55	33.22	61.78	92.37	125.18
27	April	8.74	35.56	64.28	95.06	128.06
28	May	10.92	37.90	66.79	97.74	130.94
29	June	13.10	40.24	69.29	100.43	133.82
30	July	15.29	42.58	71.79	103.11	136.71
31	August	17.47	44.91	74.30	105.80	139.59
32	September	19.66	47.25	76.80	108.48	142.47
33	October	21.84	49.59	79.31	111.17	145.35
34	November	24.03	51.93	81.81	113.85	148.23
35	December	26.21	54.27	84.31	116.54	151.11

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Palms MHP**  
**Docket No. 080121-WS**  
 Historical Test Year Ending December 31, 2007

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 3 of 3  
 Preparer: T Rendell

		<b>SEWER</b>				
	(1)	(2)	(3)	(4)	(5)	(6)
Line No.	Description	2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Palms MHP  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	2.18	28.55	56.77	87.00	119.42
2	4.37	30.89	59.27	89.69	122.30
3	8.55	33.22	61.78	92.37	125.18
4	8.74	35.56	64.28	95.06	128.06
5	10.92	37.90	66.79	97.74	130.94
6	13.10	40.24	69.29	100.43	133.82
7	15.29	42.58	71.79	103.11	136.71
8	17.47	44.91	74.30	105.80	139.59
9	19.66	47.25	76.80	108.48	142.47
10	21.84	49.59	79.31	111.17	145.35
11	24.03	51.93	81.81	113.85	148.23
12	26.21	54.27	84.31	116.54	151.11

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Picciola Island**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	10	-
2			
3	Net Cost of Qualifying Assets (NU&U)	8,605	-
4	Net Cost of Qualifying Assets per ERC	886	-
5	Multiply By Rate of Return	8.18%	0.00%
6	Annual Return Per ERC	72.53	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	3.53%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	304	-
12	Annual Depr. Cost per ERC	31.26	-
13	Annual Reduction in Return per ERC	2.56	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	2	-
17	Annual Prop. Tax per ERC	0.21	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.24%	0.00%
25	Divided by Rate of Return	8.18%	0.00%
26	% of Equity in Return	76.19%	0.00%
27			
28	Effective Tax on Return	29.39%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.85%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Picciola Island**

**Docket No. 080121-WS**

Historical Test Year Ending December 31, 2007

**Florida Public Service Commission**

Schedule: AFPI

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Preparer: T Rendell

Line No.	(1) Description	WATER				
		(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	31.26	31.26	31.26	31.26	31.26
3	Unfunded Property Tax	0.21	0.21	0.21	0.21	0.21
4	Subtotal Unfunded Annual Expense	31.48	31.48	31.48	31.48	31.48
5						
6	Unfunded Expenses Prior Year	-	31.48	62.95	94.43	125.91
7	Total Unfunded Expenses	31.48	62.95	94.43	125.91	157.38
8						
9	Return on Expenses Current Year	2.58	2.58	2.58	2.58	2.58
10						
11	Return on Expenses Prior Year	-	2.58	5.15	7.73	10.30
12	Return on Plant Current Year	72.53	69.97	67.41	64.85	62.29
13	Earnings Prior Year	-	72.53	151.02	235.94	327.83
14	Compound Earnings from Prior Year	-	5.94	12.36	19.31	26.83
15	Total Compounded Earnings	72.53	151.01	235.94	327.83	427.25
16						
17	Earnings Expansion Factor for Tax	1.479	1.479	1.479	1.479	1.479
18						
19	Revenue Required to Fund Earnings	107.24	223.27	348.84	484.69	631.69
20	Revenue Required to Fund Expenses	31.48	62.95	94.43	125.91	157.38
21	Subtotal	138.72	286.22	443.27	610.60	789.07
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	145.25	299.71	464.16	639.37	826.25

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	12.10	158.12	313.41	478.76	654.94
25	February	24.21	170.99	327.12	493.36	670.52
26	March	36.31	183.87	340.82	507.96	686.09
27	April	48.42	196.74	354.53	522.56	701.66
28	May	60.52	209.61	368.23	537.16	717.24
29	June	72.63	222.48	381.93	551.76	732.81
30	July	84.73	235.35	395.64	566.36	748.38
31	August	96.83	248.22	409.34	580.97	763.96
32	September	108.94	261.10	423.05	595.57	779.53
33	October	121.04	273.97	436.75	610.17	795.10
34	November	133.15	286.84	450.45	624.77	810.68
35	December	145.25	299.71	464.16	639.37	826.25

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Picciola Island**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 3 of 3  
 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-



**SERVICE AVAILABILITY CHARGES**

Allowance For Funds Prudently Invested (Cont.)

Picciola Island  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	12.10	158.12	313.41	478.76	654.94
2	24.21	170.99	327.12	493.36	670.52
3	36.31	183.87	340.82	507.96	686.09
4	48.42	196.74	354.53	522.56	701.66
5	60.52	209.61	368.23	537.16	717.24
6	72.63	222.48	381.93	551.76	732.81
7	84.73	235.35	395.64	566.36	748.38
8	96.83	248.22	409.34	580.97	763.96
9	108.94	261.10	423.05	595.57	779.53
10	121.04	273.97	436.75	610.17	795.10
11	133.15	286.84	450.45	624.77	810.68
12	145.25	299.71	464.16	639.37	826.25

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Pomona Park**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	-	-
2			
3	Net Cost of Qualifying Assets (NU&U)	117,638	-
4	Net Cost of Qualifying Assets per ERC	-	-
5	Multiply By Rate of Return	8.06%	0.00%
6	Annual Return Per ERC	-	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.33%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	2,736	-
12	Annual Depr. Cost per ERC	-	-
13	Annual Reduction in Return per ERC	-	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	1,891	-
17	Annual Prop. Tax per ERC	-	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.16%	0.00%
25	Divided by Rate of Return	8.06%	0.00%
26	% of Equity in Return	76.40%	0.00%
27			
28	Effective Tax on Return	29.47%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.98%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

Allowance for Funds Prudently Invested - Water  
 Calculation of Carrying Costs for Each ERC - cont'd  
 Pomona Park  
 Docket No. 080121-WS  
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: AFP1  
 Page: 2 of 3  
 Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.480	1.480	1.480	1.480	1.480
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Pomona Park**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

**Pomona Park  
Putnam County**

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Sebring Lakes**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	35	-
2			
3	Net Cost of Qualifying Assets (NU&U)	61,546	-
4	Net Cost of Qualifying Assets per ERC	1,771	-
5	Multiply By Rate of Return	7.02%	0.00%
6	Annual Return Per ERC	124.28	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	3.91%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	2,405	-
12	Annual Depr. Cost per ERC	69.21	-
13	Annual Reduction in Return per ERC	4.86	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	664	-
17	Annual Prop. Tax per ERC	19.11	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	5.33%	0.00%
25	Divided by Rate of Return	7.02%	0.00%
26	% of Equity in Return	75.95%	0.00%
27			
28	Effective Tax on Return	29.30%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.70%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Sebring Lakes**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	69.21	69.21	69.21	69.21	69.21
3	Unfunded Property Tax	19.11	19.11	19.11	19.11	19.11
4	Subtotal Unfunded Annual Expense	<u>88.32</u>	<u>88.32</u>	<u>88.32</u>	<u>88.32</u>	<u>88.32</u>
5						
6	Unfunded Expenses Prior Year	-	88.32	176.64	264.96	353.27
7	Total Unfunded Expenses	<u>88.32</u>	<u>176.64</u>	<u>264.96</u>	<u>353.27</u>	<u>441.59</u>
8						
9	Return on Expenses Current Year	6.20	6.20	6.20	6.20	6.20
10						
11	Return on Expenses Prior Year	-	6.20	12.39	18.59	24.79
12	Return on Plant Current Year	124.28	119.42	114.57	109.71	104.85
13	Earnings Prior Year	-	124.28	258.62	403.73	560.36
14	Compound Earnings from Prior Year	-	8.72	18.15	28.33	39.32
15	Total Compounded Earnings	<u>124.28</u>	<u>258.62</u>	<u>403.73</u>	<u>560.36</u>	<u>729.32</u>
16						
17	Earnings Expansion Factor for Tax	1.477	1.477	1.477	1.477	1.477
18						
19	Revenue Required to Fund Earnings	183.56	381.98	596.30	827.65	1,077.20
20	Revenue Required to Fund Expenses	88.32	176.64	264.96	353.27	441.59
21	Subtotal	<u>271.88</u>	<u>558.62</u>	<u>861.26</u>	<u>1,180.92</u>	<u>1,518.79</u>
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	<u>284.69</u>	<u>584.95</u>	<u>901.84</u>	<u>1,236.57</u>	<u>1,590.36</u>

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	23.72	309.71	611.35	929.74	1,266.05
25	February	47.45	334.73	637.76	957.63	1,295.53
26	March	71.17	359.76	664.17	985.52	1,325.02
27	April	94.90	384.78	690.58	1,013.42	1,354.50
28	May	118.62	409.80	716.99	1,041.31	1,383.98
29	June	142.35	434.82	743.39	1,069.21	1,413.46
30	July	166.07	459.84	769.80	1,097.10	1,442.95
31	August	189.79	484.86	796.21	1,124.99	1,472.43
32	September	213.52	509.88	822.62	1,152.89	1,501.91
33	October	237.24	534.90	849.03	1,180.78	1,531.39
34	November	260.97	559.92	875.43	1,208.68	1,560.87
35	December	284.69	584.95	901.84	1,236.57	1,590.36

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Sebring Lakes**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 3 of 3  
Preparer: T Rendell

		SEWER				
		(2)	(3)	(4)	(5)	(6)
Line No.	(1) Description	2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-



AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Sebring Lakes  
Highlands County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	23.72	309.71	611.35	929.74	1,266.05
2	47.45	334.73	637.76	957.63	1,295.53
3	71.17	359.76	664.17	985.52	1,325.02
4	94.90	384.78	690.58	1,013.42	1,354.50
5	118.62	409.80	716.99	1,041.31	1,383.98
6	142.35	434.82	743.39	1,069.21	1,413.46
7	166.07	459.84	769.80	1,097.10	1,442.95
8	189.79	484.86	796.21	1,124.99	1,472.43
9	213.52	509.88	822.62	1,152.89	1,501.91
10	237.24	534.90	849.03	1,180.78	1,531.39
11	260.97	559.92	875.43	1,208.68	1,560.87
12	284.69	584.95	901.84	1,236.57	1,590.36

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Silver Lake Oaks**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	-	-
2			
3	Net Cost of Qualifying Assets (NU&U)	1,033	32,073
4	Net Cost of Qualifying Assets per ERC	-	-
5	Multiply By Rate of Return	8.12%	8.05%
6	Annual Return Per ERC	-	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.33%	4.85%
10			
11	Annual Depreciation Expense (NU&U)	24	1,554
12	Annual Depr. Cost per ERC	-	-
13	Annual Reduction in Return per ERC	-	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	21	246
17	Annual Prop. Tax per ERC	-	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.20%	6.06%
25	Divided by Rate of Return	8.12%	8.05%
26	% of Equity in Return	76.37%	75.23%
27			
28	Effective Tax on Return	29.46%	29.02%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.96%	47.24%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Silver Lake Oaks**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 2 of 3  
 Preparer: T Rendell

		WATER				
(1)	(2)	(3)	(4)	(5)	(6)	
Line No.	Description	2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.480	1.480	1.480	1.480	1.480
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Silver Lake Oaks**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFP1  
 Page: 3 of 3  
 Preparer: T Rendell

		SEWER				
		(2)	(3)	(4)	(5)	(6)
Line No.	(1) Description	2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.472	1.472	1.472	1.472	1.472
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

SERVICE AVAILABILITY CHARGES

Allowance For Funds Prudently Invested (Cont.)

Silver Lake Oaks  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

SERVICE AVAILABILITY CHARGES

Allowance For Funds Prudently Invested (Conf.)

Silver Lake Oaks  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**St. John's Highlands**  
**Docket No. 080121-WS**  
Historical Test Year Ending December 31, 2007

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	3	-
2			
3	Net Cost of Qualifying Assets (NU&U)	2,182	-
4	Net Cost of Qualifying Assets per ERC	759	-
5	Multiply By Rate of Return	8.20%	0.00%
6	Annual Return Per ERC	62.25	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.33%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	51	-
12	Annual Depr. Cost per ERC	17.65	-
13	Annual Reduction in Return per ERC	1.45	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	7	-
17	Annual Prop. Tax per ERC	2.48	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.25%	0.00%
25	Divided by Rate of Return	8.20%	0.00%
26	% of Equity in Return	76.27%	0.00%
27			
28	Effective Tax on Return	29.42%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.90%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**St. John's Highlands**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	17.65	17.65	17.65	17.65	17.65
3	Unfunded Property Tax	2.48	2.48	2.48	2.48	2.48
4	Subtotal Unfunded Annual Expense	20.13	20.13	20.13	20.13	20.13
5						
6	Unfunded Expenses Prior Year	-	20.13	40.25	60.38	80.51
7	Total Unfunded Expenses	20.13	40.25	60.38	80.51	100.63
8						
9	Return on Expenses Current Year	1.65	1.65	1.65	1.65	1.65
10						
11	Return on Expenses Prior Year	-	1.65	3.30	4.95	6.60
12	Return on Plant Current Year	62.25	60.80	59.36	57.91	56.46
13	Earnings Prior Year	-	62.25	129.81	203.12	282.64
14	Compound Earnings from Prior Year	-	5.10	10.65	16.66	23.18
15	Total Compounded Earnings	62.25	129.81	203.12	282.64	368.88
16						
17	Earnings Expansion Factor for Tax	1.479	1.479	1.479	1.479	1.479
18						
19	Revenue Required to Fund Earnings	92.07	191.98	300.40	418.01	545.56
20	Revenue Required to Fund Expenses	20.13	40.25	60.38	80.51	100.63
21	Subtotal	112.20	232.23	360.78	498.52	646.19
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	117.48	243.18	377.78	522.01	676.64

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	9.79	127.96	254.39	389.80	534.90
25	February	19.58	138.43	265.61	401.82	547.78
26	March	29.37	148.91	276.83	413.84	560.67
27	April	39.16	159.38	288.04	425.86	573.55
28	May	48.95	169.86	299.26	437.88	586.44
29	June	58.74	180.33	310.48	449.90	599.32
30	July	68.53	190.80	321.70	461.91	612.21
31	August	78.32	201.28	332.91	473.93	625.10
32	September	88.11	211.75	344.13	485.95	637.98
33	October	97.90	222.23	355.35	497.97	650.87
34	November	107.69	232.70	366.56	509.99	663.75
35	December	117.48	243.18	377.78	522.01	676.64



**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**St. John's Highlands**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 3 of 3  
 Preparer: T Rendell

		<b>SEWER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

St. John's Highlands  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	9.79	127.96	254.39	389.80	534.90
2	19.58	138.43	265.61	401.82	547.78
3	29.37	148.91	276.83	413.84	560.67
4	39.16	159.38	288.04	425.86	573.55
5	48.95	169.86	299.26	437.88	586.44
6	58.74	180.33	310.48	449.90	599.32
7	68.53	190.80	321.70	461.91	612.21
8	78.32	201.28	332.91	473.93	625.10
9	88.11	211.75	344.13	485.95	637.98
10	97.90	222.23	355.35	497.97	650.87
11	107.69	232.70	366.56	509.99	663.75
12	117.48	243.18	377.78	522.01	676.64

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Stone Mountain**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	-	-
2			
3	Net Cost of Qualifying Assets (NU&U)	813	-
4	Net Cost of Qualifying Assets per ERC	-	-
5	Multiply By Rate of Return	8.00%	0.00%
6	Annual Return Per ERC	-	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.32%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	19	-
12	Annual Depr. Cost per ERC	-	-
13	Annual Reduction in Return per ERC	-	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	7	-
17	Annual Prop. Tax per ERC	-	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.00%	0.00%
25	Divided by Rate of Return	8.00%	0.00%
26	% of Equity in Return	74.99%	0.00%
27			
28	Effective Tax on Return	28.93%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.10%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Stone Mountain**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**  
 Schedule: AFPI  
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 Preparer: T Rendell

		WATER				
	(1)	(2)	(3)	(4)	(5)	(6)
Line No.	Description	2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.471	1.471	1.471	1.471	1.471
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Stone Mountain**  
**Docket No. 080121-WS**  
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**Florida Public Service Commission**

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		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
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**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Stone Mountain  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Sunny Hills**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
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Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	163	7
2			
3	Net Cost of Qualifying Assets (NU&U)	1,526,407	238,102
4	Net Cost of Qualifying Assets per ERC	9,348	36,631
5	Multiply By Rate of Return	7.53%	8.03%
6	Annual Return Per ERC	704.16	2,941.84
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.34%	2.81%
10			
11	Annual Depreciation Expense (NU&U)	35,699	6,702
12	Annual Depr. Cost per ERC	218.62	1,031.11
13	Annual Reduction in Return per ERC	16.47	82.81
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	12,140	1,807
17	Annual Prop. Tax per ERC	74.35	278.05
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	5.71%	6.11%
25	Divided by Rate of Return	7.53%	8.03%
26	% of Equity in Return	75.81%	76.07%
27			
28	Effective Tax on Return	29.24%	29.34%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.61%	47.77%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Sunny Hills**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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		<b>WATER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	218.62	218.62	218.62	218.62	218.62
3	Unfunded Property Tax	74.35	74.35	74.35	74.35	74.35
4	Subtotal Unfunded Annual Expense	292.97	292.97	292.97	292.97	292.97
5						
6	Unfunded Expenses Prior Year	-	292.97	585.94	878.91	1,171.88
7	Total Unfunded Expenses	292.97	585.94	878.91	1,171.88	1,464.85
8						
9	Return on Expenses Current Year	22.07	22.07	22.07	22.07	22.07
10						
11	Return on Expenses Prior Year	-	22.07	44.14	66.21	88.28
12	Return on Plant Current Year	704.16	687.89	671.22	654.75	638.28
13	Earnings Prior Year	-	704.16	1,466.97	2,292.84	3,186.52
14	Compound Earnings from Prior Year	-	53.04	110.51	172.72	240.04
15	Total Compounded Earnings	704.16	1,466.96	2,292.84	3,186.52	4,153.12
16						
17	Earnings Expansion Factor for Tax	1.476	1.476	1.476	1.476	1.476
18						
19	Revenue Required to Fund Earnings	1,039.39	2,165.35	3,384.40	4,703.54	6,130.31
20	Revenue Required to Fund Expenses	292.97	585.94	878.91	1,171.88	1,464.85
21	Subtotal	1,332.36	2,751.29	4,263.31	5,875.42	7,595.16
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	1,395.14	2,880.93	4,464.20	6,152.27	7,953.05

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	116.26	1,518.96	3,012.87	4,604.87	6,302.33
25	February	232.52	1,642.78	3,144.81	4,745.54	6,452.40
26	March	348.79	1,766.59	3,276.75	4,886.22	6,602.46
27	April	465.05	1,890.41	3,408.69	5,026.89	6,752.53
28	May	581.31	2,014.22	3,540.63	5,167.56	6,902.59
29	June	697.57	2,138.04	3,672.56	5,308.23	7,052.66
30	July	813.83	2,261.85	3,804.50	5,448.91	7,202.72
31	August	930.10	2,385.67	3,936.44	5,589.58	7,352.79
32	September	1,046.36	2,509.48	4,068.38	5,730.25	7,502.85
33	October	1,162.62	2,633.30	4,200.32	5,870.92	7,652.92
34	November	1,278.88	2,757.12	4,332.26	6,011.60	7,802.98
35	December	1,395.14	2,880.93	4,464.20	6,152.27	7,953.05



**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Sunny Hills**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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Preparer: T Rendell

<b>SEWER</b>						
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	1,031.11	1,031.11	1,031.11	1,031.11	1,031.11
3	Unfunded Property Tax	278.05	278.05	278.05	278.05	278.05
4	Subtotal Unfunded Annual Expense	1,309.17	1,309.17	1,309.17	1,309.17	1,309.17
5						
6	Unfunded Expenses Prior Year	-	1,309.17	2,618.33	3,927.50	5,236.67
7	Total Unfunded Expenses	1,309.17	2,618.33	3,927.50	5,236.67	6,545.84
8						
9	Return on Expenses Current Year	105.14	105.14	105.14	105.14	105.14
10						
11	Return on Expenses Prior Year	-	105.14	210.28	315.42	420.56
12	Return on Plant Current Year	-	(82.81)	(165.62)	(248.43)	(331.24)
13	Earnings Prior Year	-	-	22.33	68.78	141.29
14	Compound Earnings from Prior Year	-	-	1.79	5.52	11.35
15	Total Compounded Earnings	-	22.33	68.78	141.29	241.95
16						
17	Earnings Expansion Factor for Tax	1.478	1.478	1.478	1.478	1.478
18						
19	Revenue Required to Fund Earnings	-	33.00	101.64	208.79	357.54
20	Revenue Required to Fund Expenses	1,309.17	2,618.33	3,927.50	5,236.67	6,545.84
21	Subtotal	1,309.17	2,651.33	4,029.14	5,445.46	6,903.38
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	1,370.86	2,776.26	4,218.99	5,702.05	7,228.67

<b>Calculation of Carrying Cost Per ERC Per Month:</b>						
		2009	2010	2011	2012	2013
24	January	114.24	1,487.98	2,896.49	4,342.58	5,829.27
25	February	228.48	1,605.09	3,016.71	4,466.17	5,956.49
26	March	342.71	1,722.21	3,136.94	4,589.76	6,083.71
27	April	456.95	1,839.32	3,257.17	4,713.35	6,210.92
28	May	571.19	1,956.44	3,377.40	4,836.93	6,338.14
29	June	685.43	2,073.56	3,497.63	4,960.52	6,465.36
30	July	799.67	2,190.67	3,617.85	5,084.11	6,592.58
31	August	913.91	2,307.79	3,738.08	5,207.70	6,719.80
32	September	1,028.14	2,424.91	3,858.31	5,331.29	6,847.02
33	October	1,142.38	2,542.02	3,978.54	5,454.87	6,974.23
34	November	1,256.62	2,659.14	4,098.77	5,578.46	7,101.45
35	December	1,370.86	2,776.26	4,218.99	5,702.05	7,228.67

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

**Sunny Hills  
Washington County**

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	116.26	1,518.96	3,012.87	4,604.87	6,302.33
2	232.52	1,642.78	3,144.81	4,745.54	6,452.40
3	348.79	1,766.59	3,276.75	4,886.22	6,602.46
4	465.05	1,890.41	3,408.69	5,026.89	6,752.53
5	581.31	2,014.22	3,540.63	5,167.56	6,902.59
6	697.57	2,138.04	3,672.56	5,308.23	7,052.66
7	813.83	2,261.85	3,804.50	5,448.91	7,202.72
8	930.10	2,385.67	3,936.44	5,589.58	7,352.79
9	1,046.36	2,509.48	4,068.38	5,730.25	7,502.85
10	1,162.62	2,633.30	4,200.32	5,870.92	7,652.92
11	1,278.88	2,757.12	4,332.26	6,011.60	7,802.98
12	1,395.14	2,880.93	4,464.20	6,152.27	7,953.05

Type of Filing: **New Service Availability Charges**

Effective Date:

By: Jack Lihvarcik, President and COO

AQUA UTILITIES FLORIDA, INC.  
WASTEWATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Sunny Hills  
Washington County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	114.24	1,487.98	2,896.49	4,342.58	5,829.27
2	228.48	1,605.09	3,016.71	4,466.17	5,956.49
3	342.71	1,722.21	3,136.94	4,589.76	6,083.71
4	456.95	1,839.32	3,257.17	4,713.35	6,210.92
5	571.19	1,956.44	3,377.40	4,836.93	6,338.14
6	685.43	2,073.56	3,497.63	4,960.52	6,465.36
7	799.67	2,190.67	3,617.85	5,084.11	6,592.58
8	913.91	2,307.79	3,738.08	5,207.70	6,719.80
9	1,028.14	2,424.91	3,858.31	5,331.29	6,847.02
10	1,142.38	2,542.02	3,978.54	5,454.87	6,974.23
11	1,256.62	2,659.14	4,098.77	5,578.46	7,101.45
12	1,370.86	2,776.26	4,218.99	5,702.05	7,228.67

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested  
Calculation of Carrying Costs for Each ERC  
Tangerine**

**Docket No. 080121-WS**

Historical Test Year Ending December 31, 2007

**Florida Public Service Commission**

Schedule: AFPI

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Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	48	-
2			
3	Net Cost of Qualifying Assets (NU&U)	71,561	-
4	Net Cost of Qualifying Assets per ERC	1,495	-
5	Multiply By Rate of Return	8.20%	0.00%
6	Annual Return Per ERC	122.62	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.39%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	1,708	-
12	Annual Depr. Cost per ERC	35.69	-
13	Annual Reduction in Return per ERC	2.93	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	(1,422)	-
17	Annual Prop. Tax per ERC	(29.71)	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.24%	0.00%
25	Divided by Rate of Return	8.20%	0.00%
26	% of Equity in Return	76.09%	0.00%
27			
28	Effective Tax on Return	29.35%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.79%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Tangerine**

**Docket No. 080121-WS**

**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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Preparer: T Rendell

Line No.	(1) Description	WATER				
		(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	35.69	35.69	35.69	35.69	35.69
3	Unfunded Property Tax	(29.71)	(29.71)	(29.71)	(29.71)	(29.71)
4	Subtotal Unfunded Annual Expense	5.98	5.98	5.98	5.98	5.98
5						
6	Unfunded Expenses Prior Year	-	5.98	11.95	17.93	23.91
7	Total Unfunded Expenses	5.98	11.95	17.93	23.91	29.88
8						
9	Return on Expenses Current Year	0.49	0.49	0.49	0.49	0.49
10						
11	Return on Expenses Prior Year	-	0.49	0.98	1.47	1.96
12	Return on Plant Current Year	122.62	119.69	116.77	113.84	110.91
13	Earnings Prior Year	-	122.62	252.86	391.34	538.74
14	Compound Earnings from Prior Year	-	10.05	20.73	32.09	44.18
15	Total Compounded Earnings	122.62	252.86	391.34	538.74	695.79
16						
17	Earnings Expansion Factor for Tax	1.478	1.478	1.478	1.478	1.478
18						
19	Revenue Required to Fund Earnings	181.22	373.69	578.36	796.19	1,028.28
20	Revenue Required to Fund Expenses	5.98	11.95	17.93	23.91	29.88
21	Subtotal	187.20	385.64	596.29	820.10	1,058.16
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	196.02	403.81	624.39	858.74	1,108.02

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	16.33	213.33	422.20	643.92	879.51
25	February	32.67	230.65	440.58	663.45	900.29
26	March	49.00	247.97	458.96	682.98	921.06
27	April	65.34	265.28	477.34	702.50	941.83
28	May	81.67	282.60	495.72	722.03	962.61
29	June	98.01	299.92	514.10	741.56	983.38
30	July	114.34	317.23	532.48	761.09	1,004.15
31	August	130.68	334.55	550.86	780.62	1,024.93
32	September	147.01	351.86	569.24	800.15	1,045.70
33	October	163.35	369.18	587.63	819.68	1,066.47
34	November	179.68	386.50	606.01	839.21	1,087.25
35	December	196.02	403.81	624.39	858.74	1,108.02

Allowance for Funds Prudently Invested - Sewer  
 Calculation of Carrying Costs for Each ERC - cont'd  
 Tangerine  
 Docket No. 080121-WS  
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: AFP1  
 Page: 3 of 3  
 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Tangerine  
Orange County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	16.33	213.33	422.20	643.92	879.51
2	32.67	230.65	440.58	663.45	900.29
3	49.00	247.97	458.96	682.98	921.06
4	65.34	265.28	477.34	702.50	941.83
5	81.67	282.60	495.72	722.03	962.61
6	98.01	299.92	514.10	741.56	983.38
7	114.34	317.23	532.48	761.09	1,004.15
8	130.68	334.55	550.86	780.62	1,024.93
9	147.01	351.86	569.24	800.15	1,045.70
10	163.35	369.18	587.63	819.68	1,066.47
11	179.68	386.50	606.01	839.21	1,087.25
12	196.02	403.81	624.39	858.74	1,108.02

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**The Woods**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	10	10
2			
3	Net Cost of Qualifying Assets (NU&U)	1,616	3,444
4	Net Cost of Qualifying Assets per ERC	166	352
5	Multiply By Rate of Return	7.87%	7.97%
6	Annual Return Per ERC	13.10	28.03
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.22%	2.25%
10			
11	Annual Depreciation Expense (NU&U)	36	77
12	Annual Depr. Cost per ERC	3.70	7.91
13	Annual Reduction in Return per ERC	0.29	0.63
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	15	(4)
17	Annual Prop. Tax per ERC	1.54	(0.43)
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.04%	6.11%
25	Divided by Rate of Return	7.87%	7.97%
26	% of Equity in Return	76.76%	76.71%
27			
28	Effective Tax on Return	29.61%	29.59%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.20%	48.17%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			



**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**The Woods**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		<b>WATER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	3.70	3.70	3.70	3.70	3.70
3	Unfunded Property Tax	1.54	1.54	1.54	1.54	1.54
4	Subtotal Unfunded Annual Expense	<u>5.24</u>	<u>5.24</u>	<u>5.24</u>	<u>5.24</u>	<u>5.24</u>
5						
6	Unfunded Expenses Prior Year	-	5.24	10.47	15.71	20.94
7	Total Unfunded Expenses	<u>5.24</u>	<u>10.47</u>	<u>15.71</u>	<u>20.94</u>	<u>26.18</u>
8						
9	Return on Expenses Current Year	0.41	0.41	0.41	0.41	0.41
10						
11	Return on Expenses Prior Year	-	0.41	0.82	1.24	1.65
12	Return on Plant Current Year	13.10	12.81	12.52	12.23	11.94
13	Earnings Prior Year	-	13.10	27.35	42.84	59.68
14	Compound Earnings from Prior Year	-	1.03	2.15	3.37	4.70
15	Total Compounded Earnings	<u>13.10</u>	<u>27.35</u>	<u>42.84</u>	<u>59.68</u>	<u>77.97</u>
16						
17	Earnings Expansion Factor for Tax	1.482	1.482	1.482	1.482	1.482
18						
19	Revenue Required to Fund Earnings	19.41	40.54	63.49	88.45	115.55
20	Revenue Required to Fund Expenses	5.24	10.47	15.71	20.94	26.18
21	Subtotal	<u>24.65</u>	<u>51.01</u>	<u>79.20</u>	<u>109.39</u>	<u>141.73</u>
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	<u>25.82</u>	<u>53.41</u>	<u>82.93</u>	<u>114.54</u>	<u>148.41</u>

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	2.15	28.12	55.87	85.57	117.36
25	February	4.30	30.42	58.33	88.20	120.18
26	March	6.45	32.71	60.79	90.83	123.01
27	April	8.61	35.01	63.25	93.47	125.83
28	May	10.76	37.31	65.71	96.10	128.65
29	June	12.91	39.61	68.17	98.74	131.47
30	July	15.06	41.91	70.63	101.37	134.30
31	August	17.21	44.21	73.09	104.00	137.12
32	September	19.36	46.51	75.55	106.64	139.94
33	October	21.51	48.81	78.01	109.27	142.76
34	November	23.66	51.11	80.47	111.91	145.59
35	December	25.82	53.41	82.93	114.54	148.41

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**The Woods**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFP1  
Page: 3 of 3  
Preparer: T Rendell

		<b>SEWER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	7.91	7.91	7.91	7.91	7.91
3	Unfunded Property Tax	(0.43)	(0.43)	(0.43)	(0.43)	(0.43)
4	Subtotal Unfunded Annual Expense	7.49	7.49	7.49	7.49	7.49
5						
6	Unfunded Expenses Prior Year	-	7.49	14.97	22.46	29.95
7	Total Unfunded Expenses	7.49	14.97	22.46	29.95	37.44
8						
9	Return on Expenses Current Year	0.60	0.60	0.60	0.60	0.60
10						
11	Return on Expenses Prior Year	-	0.60	1.19	1.79	2.39
12	Return on Plant Current Year	-	(0.63)	(1.26)	(1.89)	(2.52)
13	Earnings Prior Year	-	-	(0.03)	(0.10)	(0.21)
14	Compound Earnings from Prior Year	-	-	(0.00)	(0.01)	(0.02)
15	Total Compounded Earnings	-	(0.03)	(0.10)	(0.21)	(0.36)
16						
17	Earnings Expansion Factor for Tax	1.482	1.482	1.482	1.482	1.482
18						
19	Revenue Required to Fund Earnings	-	(0.05)	(0.15)	(0.31)	(0.53)
20	Revenue Required to Fund Expenses	7.49	14.97	22.46	29.95	37.44
21	Subtotal	7.49	14.92	22.31	29.64	36.91
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	7.84	15.62	23.36	31.04	38.65

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	0.65	8.49	16.27	24.00	31.67
25	February	1.31	9.14	16.91	24.64	32.31
26	March	1.96	9.79	17.56	25.28	32.94
27	April	2.61	10.44	18.20	25.92	33.58
28	May	3.27	11.08	18.85	26.56	34.21
29	June	3.92	11.73	19.49	27.20	34.84
30	July	4.58	12.38	20.14	27.84	35.48
31	August	5.23	13.03	20.78	28.48	36.11
32	September	5.88	13.68	21.43	29.12	36.75
33	October	6.54	14.33	22.07	29.76	37.38
34	November	7.19	14.98	22.72	30.40	38.02
35	December	7.84	15.62	23.36	31.04	38.65

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

**The Woods  
Sumter County**

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	2.15	28.12	55.87	85.57	117.36
2	4.30	30.42	58.33	88.20	120.18
3	6.45	32.71	60.79	90.83	123.01
4	8.61	35.01	63.25	93.47	125.83
5	10.76	37.31	65.71	96.10	128.65
6	12.91	39.61	68.17	98.74	131.47
7	15.06	41.91	70.63	101.37	134.30
8	17.21	44.21	73.09	104.00	137.12
9	19.36	46.51	75.55	106.64	139.94
10	21.51	48.81	78.01	109.27	142.76
11	23.66	51.11	80.47	111.91	145.59
12	25.82	53.41	82.93	114.54	148.41

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

AQUA UTILITIES FLORIDA, INC.  
WASTEWATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

SERVICE AVAILABILITY CHARGES

Allowance For Funds Prudently Invested (Cont.)

The Woods  
Sumter County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.65	8.49	16.27	24.00	31.67
2	1.31	9.14	16.91	24.64	32.31
3	1.96	9.79	17.56	25.28	32.94
4	2.61	10.44	18.20	25.92	33.58
5	3.27	11.08	18.85	26.56	34.21
6	3.92	11.73	19.49	27.20	34.84
7	4.58	12.38	20.14	27.84	35.48
8	5.23	13.03	20.78	28.48	36.11
9	5.88	13.68	21.43	29.12	36.75
10	6.54	14.33	22.07	29.76	37.38
11	7.19	14.98	22.72	30.40	38.02
12	7.84	15.62	23.36	31.04	38.65

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Venetian Village**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	26	4
2			
3	Net Cost of Qualifying Assets (NU&U)	5,559	-
4	Net Cost of Qualifying Assets per ERC	215	-
5	Multiply By Rate of Return	8.11%	8.12%
6	Annual Return Per ERC	17.46	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	4.08%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	227	-
12	Annual Depr. Cost per ERC	8.77	-
13	Annual Reduction in Return per ERC	0.71	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	19	-
17	Annual Prop. Tax per ERC	0.73	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.20%	6.22%
25	Divided by Rate of Return	8.11%	8.12%
26	% of Equity in Return	76.40%	76.51%
27			
28	Effective Tax on Return	29.47%	29.52%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	47.98%	48.05%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Venetian Village**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 2 of 3  
Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	8.77	8.77	8.77	8.77	8.77
3	Unfunded Property Tax	0.73	0.73	0.73	0.73	0.73
4	Subtotal Unfunded Annual Expense	<u>9.51</u>	<u>9.51</u>	<u>9.51</u>	<u>9.51</u>	<u>9.51</u>
5						
6	Unfunded Expenses Prior Year	-	9.51	19.01	28.52	38.02
7	Total Unfunded Expenses	<u>9.51</u>	<u>19.01</u>	<u>28.52</u>	<u>38.02</u>	<u>47.53</u>
8						
9	Return on Expenses Current Year	0.77	0.77	0.77	0.77	0.77
10						
11	Return on Expenses Prior Year	-	0.77	1.54	2.31	3.08
12	Return on Plant Current Year	17.46	16.75	16.04	15.33	14.62
13	Earnings Prior Year	-	17.46	36.39	56.92	79.18
14	Compound Earnings from Prior Year	-	1.42	2.95	4.62	6.42
15	Total Compounded Earnings	<u>17.46</u>	<u>36.40</u>	<u>56.92</u>	<u>79.18</u>	<u>103.30</u>
16						
17	Earnings Expansion Factor for Tax	1.480	1.480	1.480	1.480	1.480
18						
19	Revenue Required to Fund Earnings	25.84	53.86	84.23	117.16	152.86
20	Revenue Required to Fund Expenses	9.51	19.01	28.52	38.02	47.53
21	Subtotal	<u>35.35</u>	<u>72.87</u>	<u>112.75</u>	<u>155.18</u>	<u>200.39</u>
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	<u>37.01</u>	<u>76.30</u>	<u>118.06</u>	<u>162.49</u>	<u>209.83</u>

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	3.08	40.29	79.78	121.77	166.44
25	February	6.17	43.56	83.26	125.47	170.38
26	March	9.25	46.83	86.74	129.17	174.33
27	April	12.34	50.11	90.22	132.87	178.27
28	May	15.42	53.38	93.70	136.57	182.22
29	June	18.51	56.66	97.18	140.28	186.16
30	July	21.59	59.93	100.66	143.98	190.11
31	August	24.67	63.20	104.14	147.68	194.05
32	September	27.76	66.48	107.62	151.38	198.00
33	October	30.84	69.75	111.10	155.09	201.94
34	November	33.93	73.03	114.58	158.79	205.89
35	December	37.01	76.30	118.06	162.49	209.83

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Venetian Village**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 3 of 3  
 Preparer: T Rendell

		<b>SEWER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.481	1.481	1.481	1.481	1.481
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Venetian Village  
Lake County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	3.08	40.29	79.78	121.77	166.44
2	6.17	43.56	83.26	125.47	170.38
3	9.25	46.83	86.74	129.17	174.33
4	12.34	50.11	90.22	132.87	178.27
5	15.42	53.38	93.70	136.57	182.22
6	18.51	56.66	97.18	140.28	186.16
7	21.59	59.93	100.66	143.98	190.11
8	24.67	63.20	104.14	147.68	194.05
9	27.76	66.48	107.62	151.38	198.00
10	30.84	69.75	111.10	155.09	201.94
11	33.93	73.03	114.58	158.79	205.89
12	37.01	76.30	118.06	162.49	209.83

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO



**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Village Water**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	14	-
2			
3	Net Cost of Qualifying Assets (NU&U)	-	218,370
4	Net Cost of Qualifying Assets per ERC	-	-
5	Multiply By Rate of Return	8.16%	8.29%
6	Annual Return Per ERC	-	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	0.00%	1.71%
10			
11	Annual Depreciation Expense (NU&U)	-	3,742
12	Annual Depr. Cost per ERC	-	-
13	Annual Reduction in Return per ERC	-	-
14	(Annual Depr Exp per ERC x ROR)	-	-
15			
16	Annual Property Tax (on NU&U)	-	(2,850)
17	Annual Prop. Tax per ERC	-	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.25%	6.37%
25	Divided by Rate of Return	8.16%	8.29%
26	% of Equity in Return	76.52%	76.83%
27			
28	Effective Tax on Return	29.52%	29.64%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.06%	48.25%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Village Water**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
 Page: 2 of 3  
 Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.481	1.481	1.481	1.481	1.481
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

		2009	2010	2011	2012	2013
<b>Calculation of Carrying Cost Per ERC Per Month:</b>						
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Village Water**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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Line No.	(1) Description	SEWER				
		(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.483	1.483	1.483	1.483	1.483
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Village Water  
Polk County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

SERVICE AVAILABILITY CHARGES

Allowance For Funds Prudently Invested (Cont.)

Village Water  
Polk County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	0.00	0.00	0.00	0.00	0.00
2	0.00	0.00	0.00	0.00	0.00
3	0.00	0.00	0.00	0.00	0.00
4	0.00	0.00	0.00	0.00	0.00
5	0.00	0.00	0.00	0.00	0.00
6	0.00	0.00	0.00	0.00	0.00
7	0.00	0.00	0.00	0.00	0.00
8	0.00	0.00	0.00	0.00	0.00
9	0.00	0.00	0.00	0.00	0.00
10	0.00	0.00	0.00	0.00	0.00
11	0.00	0.00	0.00	0.00	0.00
12	0.00	0.00	0.00	0.00	0.00

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Linvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Welaka/Saratoga Harbour**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
Page: 1 of 3  
Preparer: T Rendell

Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	4	-
2			
3	Net Cost of Qualifying Assets (NU&U)	17,558	-
4	Net Cost of Qualifying Assets per ERC	4,257	-
5	Multiply By Rate of Return	8.12%	0.00%
6	Annual Return Per ERC	345.70	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	3.01%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	529	-
12	Annual Depr. Cost per ERC	128.31	-
13	Annual Reduction in Return per ERC	10.42	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	244	-
17	Annual Prop. Tax per ERC	59.08	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.21%	0.00%
25	Divided by Rate of Return	8.12%	0.00%
26	% of Equity in Return	76.52%	0.00%
27			
28	Effective Tax on Return	29.52%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.05%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

Allowance for Funds Prudently Invested - Water  
 Calculation of Carrying Costs for Each ERC - cont'd  
 Welaka/Saratoga Harbour  
 Docket No. 080121-WS  
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: AFPI  
 Page: 2 of 3  
 Preparer: T Rendell

		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	128.31	128.31	128.31	128.31	128.31
3	Unfunded Property Tax	59.08	59.08	59.08	59.08	59.08
4	Subtotal Unfunded Annual Expense	187.39	187.39	187.39	187.39	187.39
5						
6	Unfunded Expenses Prior Year	-	187.39	374.79	562.18	749.57
7	Total Unfunded Expenses	187.39	374.79	562.18	749.57	936.97
8						
9	Return on Expenses Current Year	15.22	15.22	15.22	15.22	15.22
10						
11	Return on Expenses Prior Year	-	15.22	30.44	45.66	60.88
12	Return on Plant Current Year	345.70	335.28	324.86	314.44	304.02
13	Earnings Prior Year	-	345.70	724.28	1,138.40	1,590.96
14	Compound Earnings from Prior Year	-	28.08	58.82	92.46	129.21
15	Total Compounded Earnings	345.70	724.27	1,138.40	1,590.96	2,085.07
16						
17	Earnings Expansion Factor for Tax	1.481	1.481	1.481	1.481	1.481
18						
19	Revenue Required to Fund Earnings	511.82	1,072.32	1,685.46	2,355.48	3,087.04
20	Revenue Required to Fund Expenses	187.39	374.79	562.18	749.57	936.97
21	Subtotal	699.21	1,447.11	2,247.64	3,105.05	4,024.01
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	732.16	1,515.30	2,353.55	3,251.36	4,213.62

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	61.01	797.42	1,585.15	2,428.37	3,331.55
25	February	122.03	862.68	1,655.01	2,503.18	3,411.74
26	March	183.04	927.95	1,724.86	2,578.00	3,491.93
27	April	244.05	993.21	1,794.72	2,652.82	3,572.11
28	May	305.07	1,058.47	1,864.57	2,727.64	3,652.30
29	June	366.08	1,123.73	1,934.42	2,802.45	3,732.49
30	July	427.09	1,188.99	2,004.28	2,877.27	3,812.68
31	August	488.11	1,254.25	2,074.13	2,952.09	3,892.87
32	September	549.12	1,319.52	2,143.99	3,026.91	3,973.06
33	October	610.13	1,384.78	2,213.84	3,101.72	4,053.25
34	November	671.15	1,450.04	2,283.70	3,176.54	4,133.43
35	December	732.16	1,515.30	2,353.55	3,251.36	4,213.62

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Welaka/Saratoga Harbour**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**  
 Schedule: AFPI  
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 Preparer: T Rendell

		SEWER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-



AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
Original Sheet No.

**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Welaka/Saratoga Harbour  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	61.01	797.42	1,585.15	2,428.37	3,331.55
2	122.03	862.68	1,655.01	2,503.18	3,411.74
3	183.04	927.95	1,724.86	2,578.00	3,491.93
4	244.05	993.21	1,794.72	2,652.82	3,572.11
5	305.07	1,058.47	1,864.57	2,727.64	3,652.30
6	366.08	1,123.73	1,934.42	2,802.45	3,732.49
7	427.09	1,188.99	2,004.28	2,877.27	3,812.68
8	488.11	1,254.25	2,074.13	2,952.09	3,892.87
9	549.12	1,319.52	2,143.99	3,026.91	3,973.06
10	610.13	1,384.78	2,213.84	3,101.72	4,053.25
11	671.15	1,450.04	2,283.70	3,176.54	4,133.43
12	732.16	1,515.30	2,353.55	3,251.36	4,213.62

Type of Filing: New Service Availability Charges

Effective Date:

By: Jack Lihvarcik, President and COO

**Allowance for Funds Prudently Invested**  
**Calculation of Carrying Costs for Each ERC**  
**Wootens**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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Line No.	(1) Description	(2) Water Amount	(1) Sewer Amount
1	Number of Future Customers (ERCs) (2009-2013)	2	-
2			
3	Net Cost of Qualifying Assets (NU&U)	547	-
4	Net Cost of Qualifying Assets per ERC	234	-
5	Multiply By Rate of Return	8.13%	0.00%
6	Annual Return Per ERC	19.06	-
7			
8	Capacity of Qualifying Assets (GPD)	NA	NA
9	Composite Depreciation Rate of Qualifying Assets	2.33%	0.00%
10			
11	Annual Depreciation Expense (NU&U)	13	-
12	Annual Depr. Cost per ERC	5.46	-
13	Annual Reduction in Return per ERC	0.44	-
14	(Annual Depr Exp per ERC x ROR)		
15			
16	Annual Property Tax (on NU&U)	7	-
17	Annual Prop. Tax per ERC	2.94	-
18			
19	State Income Tax Rate	5.50%	5.50%
20	Federal Tax Rate	35.00%	35.00%
21	Effective State Tax Rate	3.58%	3.58%
22	Composite Tax Rate	38.58%	38.58%
23			
24	Weighted Cost of Equity	6.24%	0.00%
25	Divided by Rate of Return	8.13%	0.00%
26	% of Equity in Return	76.72%	0.00%
27			
28	Effective Tax on Return	29.59%	0.00%
29	(Equity % Times Comp. Tax Rate)		
30			
31	Provision For Tax	48.18%	0.00%
32	(Tax on Return/(1-Total Tax Rate))		
33			
34	Other Costs	-	-
35	Other Costs per ERC	-	-
36			

**Allowance for Funds Prudently Invested - Water**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Wootens**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

Schedule: AFPI  
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		WATER				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	5.46	5.46	5.46	5.46	5.46
3	Unfunded Property Tax	2.94	2.94	2.94	2.94	2.94
4	Subtotal Unfunded Annual Expense	8.39	8.39	8.39	8.39	8.39
5						
6	Unfunded Expenses Prior Year	-	8.39	16.79	25.18	33.58
7	Total Unfunded Expenses	8.39	16.79	25.18	33.58	41.97
8						
9	Return on Expenses Current Year	0.68	0.68	0.68	0.68	0.68
10						
11	Return on Expenses Prior Year	-	0.68	1.36	2.05	2.73
12	Return on Plant Current Year	19.06	18.62	18.17	17.73	17.29
13	Earnings Prior Year	-	19.06	39.91	62.68	87.56
14	Compound Earnings from Prior Year	-	1.55	3.24	5.10	7.12
15	Total Compounded Earnings	19.06	39.91	62.68	87.56	114.70
16						
17	Earnings Expansion Factor for Tax	1.482	1.482	1.482	1.482	1.482
18						
19	Revenue Required to Fund Earnings	28.24	59.14	92.88	129.74	169.96
20	Revenue Required to Fund Expenses	8.39	16.79	25.18	33.58	41.97
21	Subtotal	36.63	75.93	118.06	163.32	211.93
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	38.36	79.50	123.62	171.02	221.92

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	3.20	41.79	83.18	127.57	175.26
25	February	6.39	45.22	86.86	131.52	179.50
26	March	9.59	48.64	90.53	135.47	183.74
27	April	12.79	52.07	94.21	139.42	187.99
28	May	15.98	55.50	97.89	143.37	192.23
29	June	19.18	58.93	101.56	147.32	196.47
30	July	22.38	62.36	105.24	151.27	200.71
31	August	25.57	65.79	108.92	155.22	204.95
32	September	28.77	69.22	112.59	159.17	209.19
33	October	31.97	72.65	116.27	163.12	213.43
34	November	35.16	76.07	119.95	167.07	217.67
35	December	38.36	79.50	123.62	171.02	221.92

**Allowance for Funds Prudently Invested - Sewer**  
**Calculation of Carrying Costs for Each ERC - cont'd**  
**Wootens**  
**Docket No. 080121-WS**  
**Historical Test Year Ending December 31, 2007**

**Florida Public Service Commission**

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		<b>SEWER</b>				
Line No.	(1) Description	(2) 2009	(3) 2010	(4) 2011	(5) 2012	(6) 2013
<b>Calculation of Carrying Cost Per ERC Per Year:</b>						
1	Unfunded Other Costs	-	-	-	-	-
2	Unfunded Annual Depreciation	-	-	-	-	-
3	Unfunded Property Tax	-	-	-	-	-
4	Subtotal Unfunded Annual Expense	-	-	-	-	-
5						
6	Unfunded Expenses Prior Year	-	-	-	-	-
7	Total Unfunded Expenses	-	-	-	-	-
8						
9	Return on Expenses Current Year	-	-	-	-	-
10						
11	Return on Expenses Prior Year	-	-	-	-	-
12	Return on Plant Current Year	-	-	-	-	-
13	Earnings Prior Year	-	-	-	-	-
14	Compound Earnings from Prior Year	-	-	-	-	-
15	Total Compounded Earnings	-	-	-	-	-
16						
17	Earnings Expansion Factor for Tax	1.000	1.000	1.000	1.000	1.000
18						
19	Revenue Required to Fund Earnings	-	-	-	-	-
20	Revenue Required to Fund Expenses	-	-	-	-	-
21	Subtotal	-	-	-	-	-
22	Divided by Factor for Regulatory Assessment Fee	0.955	0.955	0.955	0.955	0.955
23	ERC Carrying Cost for 1 Year	-	-	-	-	-

<b>Calculation of Carrying Cost Per ERC Per Month:</b>		2009	2010	2011	2012	2013
24	January	-	-	-	-	-
25	February	-	-	-	-	-
26	March	-	-	-	-	-
27	April	-	-	-	-	-
28	May	-	-	-	-	-
29	June	-	-	-	-	-
30	July	-	-	-	-	-
31	August	-	-	-	-	-
32	September	-	-	-	-	-
33	October	-	-	-	-	-
34	November	-	-	-	-	-
35	December	-	-	-	-	-

AQUA UTILITIES FLORIDA, INC.  
WATER TARIFF

VOLUME II SECTION VI  
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**SERVICE AVAILABILITY CHARGES**

**Allowance For Funds Prudently Invested (Cont.)**

Wootens  
Putnam County

Month	Year 1	Year 2	Year 3	Year 4	Year 5
1	3.20	41.79	83.18	127.57	175.26
2	6.39	45.22	86.86	131.52	179.50
3	9.59	48.64	90.53	135.47	183.74
4	12.79	52.07	94.21	139.42	187.99
5	15.98	55.50	97.89	143.37	192.23
6	19.18	58.93	101.56	147.32	196.47
7	22.38	62.36	105.24	151.27	200.71
8	25.57	65.79	108.92	155.22	204.95
9	28.77	69.22	112.59	159.17	209.19
10	31.97	72.65	116.27	163.12	213.43
11	35.16	76.07	119.95	167.07	217.67
12	38.36	79.50	123.62	171.02	221.92

Type of Filing: New Service Availability Charges

Effective Date:

By:

Jack Lihvarcik, President and COO