

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

(Gross Revenue of Less Than \$150,000 Each)

ANNUAL REPORT

SU517 23
Gulf Aire Wastewater Treatment Plant
P. O. Box 9595
Panama City Beach, FL 32417-9595

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WATER AND SEWER
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Florida Public Service Commission
Division of Water and Wastewater

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1998

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**FINANCIAL
SECTION**

REPORT OF

GULFAIRE WASTEWATER TREATMENT PLANT
(EXACT NAME OF UTILITY)

PO BOX 9595
PANAMA CITY BEACH, FL 32417 | GULF
Mailing Address | Street Address | County

Telephone Number (850) 230-0060 | Date Utility First Organized JUNE 1986

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

- Individual Sub Chapter S Corporation 1120 Corporation Partnership

Name, Address and phone where records are located: ISSAC K. DUREN PO BOX 9595
PANAMA CITY BEACH, FL 32417 (850) 230-0060

Name of subdivisions where services are provided: GULFAIRE, SEA SHORES, POLICAN WALK
GULF CO, FL

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>ISSAC K. DUREN</u>	<u>PRESIDENT</u>	<u>ABOVE</u>	
Person who prepared this report:			
Officers and Managers:			\$ _____
			\$ _____
			\$ _____
			\$ _____
			\$ _____

Report every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Percent Ownership in Utility	Principle Business Address	Salary Charged Utility
<u>ISSAC K. DUREN</u>	<u>100</u>	<u>ABOVE</u>	\$ _____
			\$ _____
			\$ _____
			\$ _____
			\$ _____
			\$ _____

UTILITY NAME: GULFAIRE WASTEWATER TREATMENT PLANT
INCOME STATEMENT

YEAR OF REPORT
DECEMBER 31, 98

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential -----		\$ _____	\$ <u>82453.57</u>	\$ _____	\$ <u>82453.57</u>
Commercial -----		_____	_____	_____	_____
Industrial -----		_____	_____	_____	_____
Multiple Family -----		_____	_____	_____	_____
Guaranteed Revenues -----		_____	<u>3369.82</u>	_____	<u>3369.82</u>
Other (Specify) -----		_____	_____	_____	_____
Total Gross Revenue -----		\$ _____	\$ <u>85823</u>	\$ _____	\$ <u>85823</u>
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ _____	\$ <u>53348</u>	\$ _____	\$ <u>53348</u>
Depreciation Expense -----	F-5	_____	<u>22659</u>	_____	<u>22659</u>
CIAC Amortization Expense -----	F-8	_____	<u>(6362)</u>	_____	<u>(6362)</u>
Taxes Other Than Income -----	F-7	_____	_____	_____	_____
Income Taxes -----	F-7	_____	_____	_____	_____
Total Operating Expense		\$ _____	\$ <u>69645</u>	\$ _____	\$ <u>69645</u>
Net Operating Income (Loss)		\$ _____	\$ <u>16178</u>	\$ _____	\$ <u>16178</u>
Other Income:					
Nonutility Income -----		\$ _____	\$ _____	\$ _____	\$ _____
-----		_____	_____	_____	_____
-----		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses -----		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense -----		_____	<u>21959</u>	_____	<u>21959</u>
<u>VALUATION ADJUST</u>		_____	<u>856</u>	_____	<u>856</u>
-----		_____	_____	_____	_____
-----		_____	_____	_____	_____
Net Income (Loss)		\$ _____	\$ <u>(6637)</u>	\$ _____	\$ <u>(6637)</u>

UTILITY NAME: GULFAIRE WASTE WATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 78

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>488643</u>	\$ <u>465554</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-3	<u>(227741)</u>	<u>(205082)</u>
Net Utility Plant -----		\$ <u>260902</u>	\$ <u>260472</u>
Cash -----		_____	_____
Customer Accounts Receivable (141) -----		_____	_____
Other Assets (Specify):		_____	_____
<u>UNAMORTIZED VALUATION</u>		<u>10683</u>	<u>11539</u>
<u>UNAMORTIZED RATE CASE EXP</u>		<u>453</u>	<u>453</u>
Total Assets -----		\$ <u>275738</u>	\$ <u>276164</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	_____	_____
Preferred Stock Issued (204) -----	F-6	_____	_____
Other Paid in Capital (211) -----	F-6	<u>(220364)</u>	<u>(213727)</u>
Retained Earnings (215) -----	F-6	_____	_____
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6	_____	_____
Total Capital -----		\$ <u>(220364)</u>	\$ <u>(213727)</u>
Long Term Debt (224) -----	F-6	\$ <u>189674</u>	\$ <u>189674</u>
Accounts Payable (231) -----		<u>11896</u>	<u>11896</u>
Notes Payable (232) -----		_____	_____
Customer Deposits (235) -----		<u>8334</u>	<u>8334</u>
Accrued Taxes (236) -----		_____	_____
Other Liabilities (Specify)		_____	_____
<u>INTERCO ACCOUNT</u>		<u>24767</u>	<u>24767</u>
<u>ACCRUED SALARIES</u>		<u>3500</u>	<u>3500</u>
<u>LOAN PAYABLE</u>		<u>132245</u>	<u>120672</u>
Advances for Construction -----		_____	_____
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>124686</u>	<u>131048</u>
Total Liabilities and Capital -----		\$ <u>275738</u>	\$ <u>276164</u>

UTILITY NAME: GULFAIRK WASTEWATER
TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101) _____	\$ _____	\$ <u>488643</u>	\$ _____	\$ <u>488643</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ _____	\$ <u>488643</u>	\$ _____	\$ <u>488643</u>

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

Account 108	Water	Wastewater	A/D & CIAC AM Other Than Reporting Systems	Total
Balance First of Year <u>1998</u>	\$ _____	\$ <u>205082</u>	\$ _____	\$ <u>205082</u>
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ _____	\$ <u>22659</u>	\$ _____	\$ <u>22659</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ _____	\$ <u>22659</u>	\$ _____	\$ <u>22659</u>
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ _____	\$ <u>227741</u>	\$ _____	\$ <u>227741</u>

UTILITY NAME: GULFAIRE WASTEWATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

CAPITAL STOCK (201 - 204)

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

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ <u>(213,727)</u>
Changes during the year (Specify): <u>LOSS</u>	_____	<u>(16,637)</u>
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ <u>(220,364)</u>

PROPRIETARY CAPITAL (218)

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

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
<u>DAY BANK</u>	<u>9.75</u>	_____	\$ <u>189,674</u>
_____	_____	_____	_____
_____	_____	_____	_____
Total _____	_____	_____	\$ <u>189,674</u>

UTILITY NAME: GULFAIRE WASTE WATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
1. Balance first of year	\$ _____	\$ <u>8334</u>	\$ _____	\$ <u>8334</u>
Add Accruals charged:				
State ad valorem tax	\$ _____	\$ _____	\$ _____	\$ _____
Local property tax	_____	_____	_____	_____
Federal income tax	_____	_____	_____	_____
State income tax	_____	_____	_____	_____
Regulatory assessment fee	_____	_____	_____	_____
Other (Specify)	_____	_____	_____	_____
2. Total Taxes Accrued	\$ _____	\$ _____	\$ _____	\$ _____
Deduct Taxes Paid:				
State ad valorem tax	\$ _____	\$ _____	\$ _____	\$ _____
Local property tax	_____	_____	_____	_____
Federal income tax	_____	_____	_____	_____
State income tax	_____	_____	_____	_____
Regulatory assessment fee	_____	_____	_____	_____
Other (Specify)	_____	_____	_____	_____
3. Total Taxes Paid	\$ _____	\$ _____	\$ _____	\$ _____
4. Balance end of year (1 + 2 - 3 = 4)	\$ _____	\$ <u>8334</u>	\$ _____	\$ <u>8334</u>

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similiar professional services rendered the respondent for which aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever amounting to \$500 or more.

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: GULFAIRE WASTEWATER
TREATMENT PLANT

YEAR OF REPORT
 DECEMBER 31, 98

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ <u>212054</u>	\$ <u>212054</u>
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	<u>212054</u>	<u>212054</u>
4) Deduct charges during the year _____	_____	<u>212054</u>	<u>212054</u>
5) Balance end of year _____	_____	<u>87368</u>	<u>87368</u>
6) Less Accumulated Amortization _____	_____	_____	_____
7) Net CIAC _____	\$ _____	\$ <u>124686</u>	\$ <u>124686</u>

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

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

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ <u>81006</u>	\$ <u>81006</u>
Add Credits During Year: _____	_____	_____	_____
Deduct Debits During Year: _____	_____	<u>6362</u>	<u>6362</u>
Balance End of Year (Must agree with line #6 above.) _____	\$ _____	\$ <u>87368</u>	\$ <u>87368</u>

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

UTILITY NAME: GULFAIRE WASTE WATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

SCHEDULE "A"

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

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

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

APPROVED AFUDC RATE

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

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

UTILITY NAME: GULFAIRE WASTE WATER
TREATMENT PLANT

YEAR OF REPORT
 DECEMBER 31, 98

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

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

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

WATER OPERATING SECTION

Note: This utility is a wastewater only service; therefore, Pages W-1 through W-6 have been omitted from this report.

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: GULFAIRE WASTE WATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 12885	\$	\$	\$ 12885
352	Franchises				
353	Land and Land Rights	14364			14364
354	Structures and Improvements	2200			2200
360	Collection Sewers - Force	5985			5985
361	Collection Sewers - Gravity	184526			184526
362	Special Collecting Structures				
363	Services to Customers	980			980
364	Flow Measuring Devices				
365	Flow Measuring Installations				
370	Receiving Wells	29650			29650
371	Pumping Equipment				
380	Treatment and Disposal Equipment	214964	23089		238053
381	Plant Sewers				
382	Outfall Sewer Lines				
389	Other Plant and Miscellaneous Equipment				
390	Office Furniture and Equipment				
391	Transportation Equipment				
392	Stores Equipment				
393	Tools, Shop and Garage Equipment				
394	Laboratory Equipment				
395	Power Operated Equipment				
396	Communication Equipment				
397	Miscellaneous Equipment				
398	Other Tangible Plant				
	Total Wastewater Plant	\$ 465554	\$ 23089	\$	\$ 488643*

* This amount should tie to sheet F-5.

UTILITY NAME: GULFAIRE WASTEWATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
354	ORGANIZATION	22	%	4.5%	\$ 5866	\$	\$ 580	\$ 6446
360	Structures and Improvements	27	%	3.7%	956		81	1017
361	Collection Sewers - Force	27	%	3.7%	2525		221	2746
362	Collection Sewers - Gravity	40	%	2.5%	47779		4613	52392
363	Special Collecting Structures		%					
364	Services to Customers	35	%	2.86%	294		28	322
365	Flow Measuring Devices		%					
366	Flow Measuring Installations		%					
370	Receiving Wells		%		12136		1186	13322
371	Pumping Equipment	25	%	4.0%				
380	Treatment and Disposal Equipment	15	%	6.7%	135546		12950	151496
381	Plant Sewers		%					
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment		%					
390	Office Furniture and Equipment		%					
391	Transportation Equipment		%					
392	Stores Equipment		%					
393	Tools, Shop and Garage Equipment		%					
394	Laboratory Equipment		%					
395	Power Operated Equipment		%					
396	Communication Equipment		%					
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
	Totals				\$ 205082	\$	\$ 22659	\$ 227741

* This amount should tie to Sheet F-5.

UTILITY NAME: GULFAIRE WASTEWATER
TREATMENT PLANT

YEAR OF REPORT
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WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$ _____
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	_____
704	Employee Pensions and Benefits	_____
710	Purchased Wastewater Treatment	_____
711	Sludge Removal Expense	_____
715	Purchased Power	6139
716	Fuel for Power Production	_____
718	Chemicals	2317
720	Materials and Supplies	_____
730	Contractual Services:	10288
	Operator and Management	808
	Testing	4543
	Other	8260
740	Rents	1831
750	Transportation Expense	_____
755	Insurance Expense	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
770	Bad Debt Expense	19162
775	Miscellaneous Expenses	_____
	Total Wastewater Operation And Maintenance Expense	\$ 53348

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
5/8"	D	1.0	_____	_____	_____
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	_____	_____	_____
1 1/2"	D,T	5.0	_____	_____	_____
2"	D,C,T	8.0	_____	_____	_____
3"	D	15.0	_____	_____	_____
3"	C	16.0	_____	_____	_____
3"	T	17.5	_____	_____	_____
4"	D,C	25.0	_____	_____	_____
4"	T	30.0	_____	_____	_____
6"	D,C	50.0	_____	_____	_____
6"	T	62.5	_____	_____	_____
Other (Specify): _____ _____	_____ _____	_____ _____	_____	_____	_____
Unmetered Customers			217	217	_____
Total			217	217	_____

** D = Displacement
 C = Compound
 T = Turbine

UTILITY NAME: GULFAIRE WASTEWATER TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

PUMPING EQUIPMENT

	#1	#1	#2	#2		
Lift Station Number						
Make or Type and nameplate data on pump	Midland AT Poot	Midland AT Poot	HY 54F500	HYPRO 54F500		
Year installed	1982	1982	1982	1982		
Rated capacity	1226 PM	1226 PM	180	180		
Size	4"	4"	4"	4"		
Power:						
Electric						
Mechanical						
Nameplate data of motor	4HP 230V	4HP 230V	5HP 230V	5HP 230V		

SERVICE CONNECTIONS

Size (inches)						
Type (PVC, VCP, etc.)						
Average length						
Number of active service connections						
Beginning of year	217					
Added during year						
Retired during year						
End of year	217					
Give full particulars concerning inactive connections						

COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains		
Size (inches)	8"			4"		
Type of main	PVC			PVC		
Length of main (nearest foot)						
Beginning of year	14638			1650		
Added during year						
Retired during year						
End of year	14638			1650		

MANHOLES

Size (inches)	8"			
Type of Manhole				
Number of Manholes:				
Beginning of year	48			
Added during year				
Retired during year				
End of Year	48			

UTILITY NAME: GULFAIRE WASTE WATER TREATMENT PLANT
 SYSTEM NAME: _____

YEAR OF REPORT
 DECEMBER 31, 98

TREATMENT PLANT

Manufacturer _____	<u>DAVCO</u>	_____	_____
Type _____	<u>CONCRETE SLAB</u>	_____	_____
"Steel" or "Concrete" _____	<u>CONCRETE</u>	_____	_____
Total Capacity _____	<u>70000</u>	_____	_____
Average Daily Flow _____	<u>19500</u>	_____	_____
Effluent Disposal _____	<u>EVAB / PERK POND</u>	_____	_____
Total Gallons of Wastewater treated _____	<u>7.25 MC</u>	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	_____	_____	_____	_____	_____	_____
Capacity (GPM's) _____	_____	_____	_____	_____	_____	_____
Motor _____	_____	_____	_____	_____	_____	_____
Manufacturer _____	_____	_____	_____	_____	_____	_____
Horsepower _____	_____	_____	_____	_____	_____	_____
Power (Electric or Mechanical) _____	_____	_____	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	_____	_____	_____
February _____	_____	_____	_____
March _____	_____	_____	_____
April _____	_____	_____	_____
May _____	_____	_____	_____
June _____	_____	_____	_____
July _____	_____	_____	_____
August _____	_____	_____	_____
September _____	_____	_____	_____
October _____	_____	_____	_____
November _____	_____	_____	_____
December _____	_____	_____	_____
Total for year _____	_____	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: GULFAIRE WASTEWATER
TREATMENT PLANT

YEAR OF REPORT
DECEMBER 31, 98

OTHER WASTEWATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1. Present ERCs * now being served 217
2. Maximum ERCs ** that system can efficiently serve 291.67
3. Present system connection capacity (in ERC's) using existing lines _____
4. Future connection capacity (in ERC's) upon service area buildout _____
5. Estimated annual increase in ERCs * 14.1
6. State any plans and estimated completion dates for any enlargements of this system. _____

7. List percent of certificated area where service connections are installed (total for each county) _____

8. If present systems do not meet the requirements of DEP Rule 62-4, Florida Administrative Code, submit the following:
 - a. Evaluation of the present plant or plants in regard to meeting the DEP's rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DEP? _____
 - d. Do they concur? _____
 - e. When will construction begin? _____
9. Do you discharge effluent to surface waters? _____
10. Department of Environmental Protection ID # DO 2387606
Water Management District ID # _____

* $ERC = (Total\ Gallons\ Treated / 365\ days) / 280\ Gallons\ Per\ Day$

Note: Total Gallons Treated includes both Wastewater treated and Purchased Wastewater Treatment.

** Total Plant Capacity / 280 gallons

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31,

CERTIFICATION OF ANNUAL REPORT

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

- YES NO
 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code.
- YES NO
 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.
- YES NO
 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility.
- YES NO
 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct, and complete for the period for which it represents.

Items Certified

1. 2. 3. 4. _____ *

(signature of chief executive officer of the utility)

1. 2. 3. 4. _____ *

(signature of chief financial officer of the utility)

* Each of the four items must be certified YES or NO. Each item need not be certified by both officer. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.

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**EXECUTIVE
SUMMARY**

CERTIFICATION OF ANNUAL REPORT

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

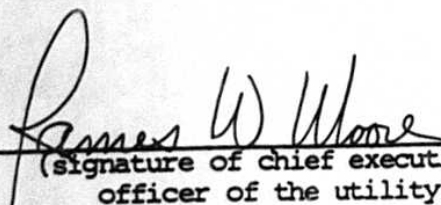
UTILITY NAME: GULF UTILITY COMPANY

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

- | | | | |
|-----|-----|----|---|
| YES | NO | | |
| () | () | 1. | The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission. |
| YES | NO | | |
| () | () | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES | NO | | |
| () | () | 3. | There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility. |
| YES | NO | | |
| () | () | 4. | The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents. |

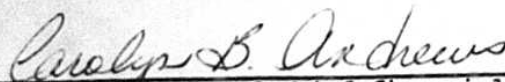
Items Certified

1.	2.	3.	4.
(N)	(N)	(N)	(N)



 (signature of chief executive officer of the utility)

1.	2.	3.	4.
(Y)	(Y)	(Y)	(Y)



 (signature of chief financial officer of the utility)

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

NOTICE: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.

ANNUAL REPORT OF

GULF UTILITY COMPANY
(Exact Name of Utility)

County: Lee

List below the exact mailing address of the utility for which normal correspondence should be sent:

P. O. Box 350
Estero, FL 33928-0350

Telephone: (941) 498-1000

Name and address of person to whom correspondence concerning this report should be addressed:

James W. Moore
P. O. Box 350
Estero, FL 33928-0350

Telephone: (941) 498-1000

List below the address of where the utility's books and records are located:

19910 S. Tamiami Trail
Estero, FL 33928-0350

Telephone: (941) 498-1000

List below any groups auditing or reviewing the records and operations:

Cronin, Jackson, Nixon & Wilson
Clearwater, FL 34625

Date of original organization of the utility: 04 / 07 / 74*

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

Individual Partnership Sub S Corporation 1120 Corporation

List below every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the utility:

Name	Percent Ownership
1. Russell B. Newton, Jr.	80 %
2. James W. Moore	20 %
3.	%
4.	%
5.	%
6.	%
7.	%
8.	%
9.	%
10.	%

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 19 97

DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION

NAME OF COMPANY REPRESENTATIVE (1)(2)	TITLE OR POSITION	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
James W. Moore	President	Gulf Utility Co.	Administrative
Steve M. Messner	Oper. Mgr.	Gulf Utility Co.	Operations
Carolyn B. Andrews	Chief Fin. Officer	Gulf Utility Co.	Accounting & Customer Related
Kathleen M. Babcock	Adm. Mgr.	Gulf Utility Co.	Developer Related
B. Kenneth Gatlin	Attorney	Gatlin, Schiefelbein & Cowdery, P.A.	Legal
Randall Mann	Vice Pres.	Gulf Utility Co.	Financial, Tax & Regulatory Acctng.

- (1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.
- (2) Provide individual telephone numbers if the person is not normally reached at the company.
- (3) Name of company employed by if not on general payroll.

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 1997

COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

- A. Gulf began operations in 1972 as San Carlos Utilities, Inc. (SCU). SCU was a wholly owned subsidiary of Coastland Corporation of Florida, a real estate development company. Coastland developed San Carlos Park which was the original service area of SCU.

In 1982, Gulf Utility Company was formed to acquire the assets of SCU. In November of 1982, the F.P.S.C. water and sewer certificates were transferred to Gulf and the purchase of the SCU assets was completed.

Today Gulf serves approximately 7,562 water and 2,805 sewer customers in South Lee County in a service area seven times the size of the original service area. The company has more than tripled the number of customers it serves since 1982, and facilities have been expanded accordingly to meet this ever increasing demand for service.

- B. Gulf's sole business is the delivery of water and sewer service in its certified service area.

- C. The Company's goal is to manage its service area in the most efficient manner possible, considering:

1. The quality of customer service while maintaining efficient and cost effective operations.
2. The expansion of operations and capacity to meet the increased service requirements dictated by the population growth in Gulf's service area.
3. The requirements for additional capital investment to meet the needs of existing and future customers.
4. The requirements for additional operating cost and capital investment required to comply with new and increasingly complex laws and regulations.
5. The prospect for shareholders to earn a fair and adequate return on their investment.

- D. Gulf has three operating divisions. The Operations Division is responsible for all plant, distribution and collection system operations and maintenance. The Finance & Accounting Division is responsible for data processing, billing, purchasing, records, accounting and customer service. The Customer Service Department handles opening, closing and transferring accounts; turn-ons and turn-offs; meter reading, customer inquiries and complaints. The Administrative Division handles all developer related activity from initial contact through final acceptance and connection. This division is also responsible for Operations Administration, including safety, training, record keeping and equipment maintenance programs.

UTILITY NAME: Gulf Utility Company

Company Profile
Continuation of Page E-4

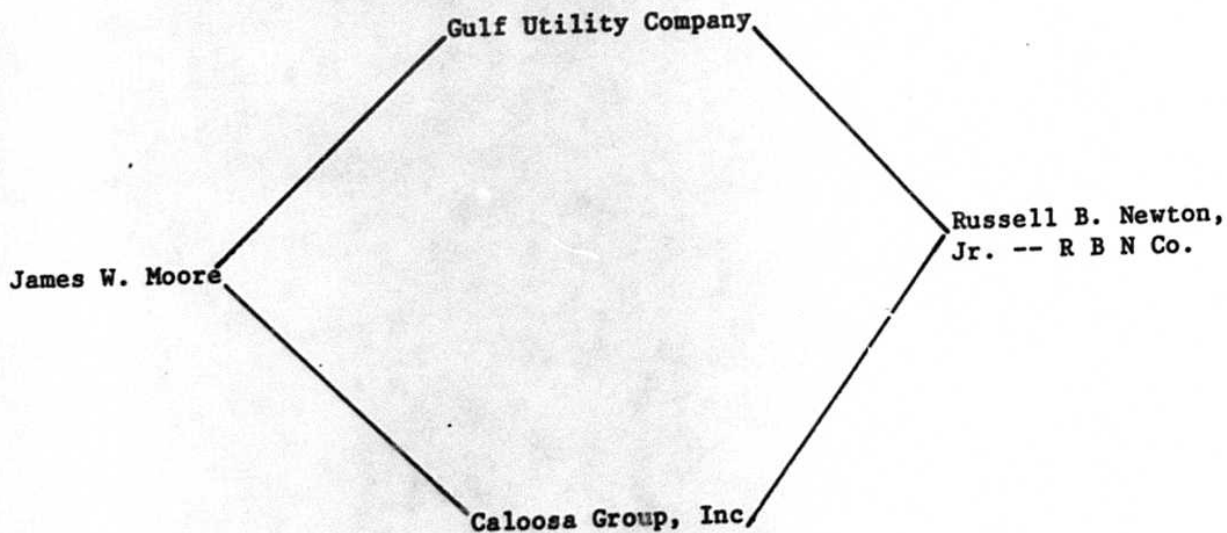
- E. Currently a majority of new customers are located in already developed portions of the service area - primarily the north and northwestern areas. Based on approved development plans and developer agreements entered into, growth in the next 3 to 5 years will be in the south and west of existing development. In 1992, Gulf added to its service area lands that will include the Florida Gulf Coast University. This will further reinforce these trends.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY NAME: GULF UTILITY COMPANY

PARENT / AFFILIATE ORGANIZATION CHART
Current as of 12/31/97

Complete below an organizational chart that shows all parents and subsidiaries of the utility. The chart must also show the relationship between the utility and the affiliates listed on E-7, E-10(a) and E-10(b).



UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT DECEMBER 31, 1997

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.

NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF UTILITY (c)	OFFICERS COMPENSATION (d)
James W. Moore	President	100 %	\$ 122,451
Russell B. Newton, Jr.	Shareholder	5 %	\$ -0-
W. Randall Mann	Vice-President	varies	\$ 57,009
Kathleen Babcock	Vice-President	100 %	\$ 37,934
Carolyn B. Andrews	Vice-President & Sec.	100 %	\$ 59,404
		%	\$
		%	\$
		%	\$
		%	\$

COMPENSATION OF DIRECTORS

For each director, list the number of director meetings attended by each director and the compensation received as a director from the respondent.

NAME (a)	TITLE (b)	NUMBER OF DIRECTORS MEETINGS ATTENDED (c)	DIRECTORS COMPENSATION (d)
Russell B. Newton, Jr.	Shareholder	3	\$4,500
James W. Moore	President	3	\$ -0-
Russell B. Newton, III	Chairman of the Board	3	\$9,000
W. Randall Mann	Vice-President	3	\$-0-
William Newton	Director	3	\$4,500
			\$
			\$
			\$
			\$

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, or other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
James W. Moore Russell B. Newton, Jr.	Computer time Rent & Supplies Fuel Insurance Lease Interest Water connection Water service Backhoe rental	\$ 600.00 600.00 30.80 935.93 57,770.64 324.91 965.00 1,956.96 773.80	Caloosa Group, Inc. P. O. Box 462 Estero, FL 33928-0462

*Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 19 97

AFFILIATION OF OFFICERS AND DIRECTORS

For each of the officials listed on page E-6, list the principle occupation or business affiliation and all affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
James W. Moore	Affiliation	President	Caloosa Group, Inc. P. O. Box 350 Estero, FL 33928-0350
Russell B. Newton, Jr.	Principal Occupation	Chairman	Timucuan Asset Management 111 Riverside Blvd. Suite 140 Jacksonville, FL 32202
	Affiliation	Chairman	Caloosa Group, Inc. P. O. Box 350 Estero, FL 33928-0350

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 1997

BUSINESSES WHICH ARE A BYPRODUCT, COPRODUCT OR JOINT PRODUCT RESULT OF PROVIDING WATER OR SEWER SERVICE

Complete the following for any business which is conducted as a byproduct, coproduct or joint product as a result of providing water and/or sewer service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenues and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
None	\$		\$		\$	

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 1997

BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6 identifying the parties, amounts, dates and product, asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:
 - management, legal and accounting services
 - computer services
 - engineering & construction services
 - repairing and servicing of equipment
 - material and supplies furnished
 - leasing of structures, land and equipment
 - rental transactions
 - sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased/ or (S)old (d)	AMOUNT (e)
Caloosa Group, Inc.	Water for irrigation	10/26/95	S	\$ 1,956.96
	Connection fee	12/11/97	S	965.00
	Computer time	Annual	S	600.00
	Rent	Annual	S	600.00
	Fuel	Annual	S	30.80
	Backhoe rental	Annual	P	773.80
	Insurance	Annual	S	935.93
	Lease expense	11/8/95	P	57,770.64
	Interest	7/10/97	P	324.91

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

Part II. Specific Instructions: Sale, Purchase and Transfer of Assets

1. Enter in this part all transactions relating to the purchase, sale or transfer of assets.

2. Below are examples of some types of transactions to include:

- purchase, sale or transfer of equipment
- purchase, sale or transfer of land and structures
- purchase, sale or transfer of securities
- noncash transfers of assets
- noncash dividends other than stock dividends
- writeoff of bad debts or loans

3. The columnar instructions follow:

- (a) Enter name of related party or company.
- (b) Describe briefly the type of assets purchased, sold or transferred.
- (c) Enter the total received or paid. Indicate purchase with "p" and sale with "s".
- (d) Enter the net book value for each item reported.
- (e) Enter the net profit or loss for each item (column (c) - column (d)).
- (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
None		\$	\$	\$	\$

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 1997

COMPOSITE STATISTICS FOR ALL
PRIVATELY OWNED WATER AND SEWER UTILITIES UNDER AGENCY JURISDICTION

DESCRIPTION (a)	WATER (b)	SEWER (c)
PLANT (Intrastate Only)(000's Omitted):		
Plant in Service	\$ 19,517,047	\$ 16,001,404
Construction Work In Progress	195,828	2,084,649
Plant Acquisition Adjustment	(131,090)	(27,694)
Plant Held For Future Use		102,740
Materials and Supplies	36,024	4,245
Less:		
Accumulated Depreciation and Accumulated Amortization	1,416,929	1,407,128
Contributions In Aid Of Construction		
Net Book Cost	\$ 18,200,880	\$ 19,572,472
REVENUES AND EXPENSES (Intrastate Only)(000's Omitted):		
Operating Revenues	\$ 2,068,756	\$ 1,556,271
Depreciation and Amortization Expense	\$ 301,673	\$ 254,908
Income Tax Expense	244,254	155,522
Taxes Other Than Income	1,414,078	866,956
Other Operating Expenses		
Total Operating Expenses	\$ 1,960,005	\$ 1,277,386
Net Operating Income	\$ 108,751	\$ 278,885
Other Income	\$ 428,864	\$ 230,927
Other Income Deductions	556,854	299,845
Net Income	\$ (19,239)	\$ 209,967
CUSTOMERS (Intrastate Only):		
Residential - Yearly Average	7,109	2,478
Commercial - Yearly Average	167	124
Industrial - Yearly Average		
Others - Yearly Average	170	93
Total	7,440	2,695
OTHER STATISTICS (Intrastate Only):		
Average Annual Residential Use Per 1,000 Gallons	77.16	70.92
Average Annual Residential Cost Per 1,000 Gallons	\$ 2.86	\$ 5.62
Average Residential Monthly Bill	\$ 22.02	\$ 49.44
Gross Plant Investment Per Customer	\$ 2,623.26	\$ 5,937.44

**FINANCIAL
SECTION**

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-5	\$ 37,901,668	\$ 34,082,284
108-110	Less: Accumulated Depreciation and Amortization	F-6	8,752,793	7,655,393
	Net Plant		\$ 29,148,875	\$ 26,426,891
114-115	Utility Plant Acquisition Adjustments (Net)	F-5	(158,784)	<167,688>
116	Other Utility Plant Adj.			
	Total Net Utility Plant		\$ 28,990,091	\$ 26,259,203
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-7	\$ -	\$ -0-
122	Less: Accumulated Depreciation and Amortization			
	Net Nonutility Property		\$ -	\$ -0-
123	Investment In Associated Companies	F-8		
124	Utility Investments	F-8		
125	Other Investments	F-8		
126-127	Special Funds	F-8	1,573,472	1,950,396
	Total Other Property & Investments		\$ 1,573,472	\$ 1,950,396
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ 1,637,849	\$ 1,274,971
132	Special Deposits	F-7		
133	Other Special Deposits	F-7		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-9	307,036	315,783
145	Accounts Receivable from Associated Companies	F-10	100	100
146	Notes Receivable from Associated Companies	F-10		
151-153	Material and Supplies	F-11	41,382	48,981
161	Stores Expense			
162	Prepayments	F-11	546,697	247,958
171	Accrued Interest and Dividends Receivable		25,102	33,626
172	Rents Receivable			
173	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets			
	Total Current and Accrued Assets		\$ 2,558,166	\$ 1,921,419

UTILITY NAME: GULF UTILITY COMPANY

YEAR OF REPORT
DECEMBER 31, 1997

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED DEBITS				
181	Unamortized Debt Discount & Expense	F-12	\$ 364,586	\$ 381,398
182	Extraordinary Property Losses	F-12		
183	Preliminary Survey & Investigation Charges		(28,578)	<11,318>
184	Clearing Accounts		(5,722)	=0=
185	Temporary Facilities			
186	Misc. Deferred Debits	F-11	469,746	452,341
187	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes *		2,678,017	5,757,882
Total Deferred Debits			\$ 3,478,049	\$ 6,580,303
TOTAL ASSETS AND OTHER DEBITS			\$ 36,599,778	\$ 36,711,321

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

* To record deferred taxes under SFAS109, primarily to CIAC & depreciation.

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-14	\$ 416	\$ 416
204	Preferred Stock Issued	F-14		
202, 205	Capital Stock Subscribed			
203, 206	Capital Stock Liability for Conversion			
207	Premium on Capital Stock			
209	Reduction in Par or Stated Value of Capital Stock			
210	Gain on Resale or Cancellation of Acquired Capital Stock			
211	Other Paid-In Capital		952,711	952,711
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-15	94,618	<96,112>
216	Acquired Capital Stock Unrealized gain on assets		15,272	<12,856>
218	Proprietary Capital (Proprietorship and Partnership Only)			
	Total Equity Capital		\$ 1,063,019	\$ 844,159
LONG TERM DEBT				
221	Bonds	F-16	\$ 9,555,000	\$ 9,670,000
222	Acquired Bonds			
223	Advances from Associated Companies	F-16		
224	Other Long Term Debt	F-14		
	Total Long Term Debt		\$ 9,555,000	\$ 9,670,000
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		\$ 678,391	\$ 716,041
232	Notes Payable	F-13		
233	Accounts Payable to Associated Co.	F-13	1,570	-0-
234	Notes Payable to Associated Co.	F-13	1,544,360	75,360
235	Customer Deposits		223,512	207,141
236	Accrued Taxes	F-17	188,753	156,247
237	Accrued Interest	F-18	249,076	236,283
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-19	340,858	176,296
	Total Current and Accrued Liabilities		\$ 3,226,520	\$ 1,567,368

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium on Debt	F-12	\$	\$
252	Advances for Construction	F-19	265,624	324,174
253	Other Deferred Credits Contributed taxes*		129	384,870
255	Accumulated Deferred Investment Tax Credits			
	Total Deferred Credits		\$ 265,753	\$ 709,044
OPERATING RESERVES				
261	Property Insurance Reserve		\$	\$
262	Injuries and Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
	Total Operating Reserves		\$	\$
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions In Aid of Construction	F-20	\$ 24,485,885	\$ 22,526,727
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	5,909,948	<5,242,661>
	Total Net C.I.A.C.		\$ 18,575,937	\$ 17,284,066
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$	\$
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other *		3,913,549	6,636,684
	Total Accum. Deferred Income Taxes		\$ 3,913,549	\$ 6,636,684
	TOTAL EQUITY CAPITAL AND LIABILITIES		\$ 36,599,778	\$ 36,711,321

UTILITY NAME: GULF UTILITY COMPANY

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	UTILITY OPERATING INCOME			
400	Operating Revenues	\$ 3,403,421	F-3(b)	\$ 3,625,027
401	Operating Expenses	\$ 2,075,966	F-3(b)	\$ 2,281,034
403	Depreciation Expense	384,300	F-6	556,581
406	Amortization of Utility Plant Acquisition Adjustment			
407	Amortization Expense			
408.1	Taxes Other Than Income	349,314	F-17	399,776
409.1	Income Taxes		F-17	
410.10	Deferred Federal Income Taxes			
410.11	Deferred State Income Taxes			
411.10	Provision for Deferred Income Taxes - Credit			
412.10	Investment Tax Credits Deferred to Future Periods			
412.11	Investment Tax Credits Restored to Operating Income			
	Utility Operating Expenses	\$ 2,809,580		\$ 3,237,391
	Utility Operating Income	\$ 593,841		\$ 387,636
413	Income From Utility Plant Leased to Others			
414	Gains (Losses) From Disposition of Utility Property			
	Total Utility Operating Income [Enter here and on Page F-3(c)]	\$ 593,841		\$ 387,636

F-3(a)