

**CLASS "C"**

**WATER AND/OR WASTEWATER UTILITIES**

(Gross Revenue of Less Than \$200,000 Each)

**ANNUAL REPORT**

OF  
SU526-05-AR & WU649-05-AR  
C & H Utilities, Inc.

Exact Legal Name of Respondent

536-W 423-S  
Certificate Number(s)

Submitted To The  
**STATE OF FLORIDA**

RECEIVED  
PUBLIC SERVICE  
COMMISSION  
03 APR -3 PM 12:15  
DIVISION OF  
ECONOMIC REGULATION

**PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 2005**

TABLE OF CONTENTS

FINANCIAL SECTION		PAGE
Identification		F-2
Income Statement		F-3
Balance Sheet		F-4
Net Utility Plant		F-5
Accumulated Depreciation and Amortization of Utility Plant		F-5
Capital Stock		F-6
Retained Earnings		F-6
Proprietary Capital		F-6
Long Term Debt		F-6
Taxes Accrued		F-7
Payment for Services Rendered by Other Than Employees		F-7
Contributions in Aid of Construction		F-8
Cost of Capital Used for AFUDC Calculation		F-9
AFUDC Capital Structure Adjustments		F-10
WATER OPERATING SECTION		PAGE
Water Utility Plant Accounts		W-1
Analysis of Accumulated Depreciation by Primary Account - Water		W-2
Water Operation and Maintenance Expense		W-3
Water Customers		W-3
Pumping and Purchased Water Statistics and Mains		W-4
Wells and Well Pumps, Reservoirs, and High Service Pumping		W-5
Sources of Supply and Water Treatment Facilities		W-6
General Water System Information		W-7
WASTEWATER OPERATING SECTION		PAGE
Wastewater Utility Plant Accounts		S-1
Analysis of Accumulated Depreciation by Primary Account - Wastewater		S-2
Wastewater Operation and Maintenance Expense		S-3
Wastewater Customers		S-3
Pumping Equipment, Collecting and Force Mains and Manholes		S-4
Treatment Plant, Pumps and Pumping Wastewater Statistics		S-5
General Wastewater System Information		S-6
VERIFICATION SECTION		PAGE
Verification		V-1

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# FINANCIAL SECTION

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REPORT OF

C & H Utilities, Inc.  
(EXACT NAME OF UTILITY)

P.O. Box 1088 Sebring, FL 33871-1088		431 S Pine Street Sebring, FL 33870		Highlands
Mailing Address		Street Address		County
Telephone Number	(863) 471-1400	Date Utility First Organized	5-11-87	
Fax Number		E-mail Address		

Sunshine State One-Call of Florida, Inc. Member No. \_\_\_\_\_

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: 431 S Pine Street  
Sebring, FL 33870

Name of subdivisions where services are provided: Valencia Acres and Hickory Ridge

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Wendell L. Faircloth</u>	<u>President</u>	<u>P.O. Box 1088</u> <u>Sebring, FL 33871-1088</u>	
Person who prepared this report: <u>The NCT Group CPA's, L.L.P.</u>	<u>CPA</u>	<u>435 South Commerce Ave.</u> <u>Sebring, FL 33870</u>	
Officers and Managers: <u>Wendell L. Faircloth</u>	<u>President</u>	<u>Same</u>	\$ <u>1,200</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

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>Wendell L. Faircloth</u>	<u>50%</u>	<u>Same</u>	\$ <u>1,200</u>
<u>Mary Jane Faircloth</u>	<u>50%</u>	<u>Same</u>	\$ <u>1,200</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
<b>Gross Revenue:</b>					
Residential_____		\$ 7,093	\$ 12,945	\$ _____	\$ 20,038
Commercial_____		_____	_____	_____	_____
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other (Specify)_____		_____	_____	_____	_____
<b>Total Gross Revenue_____</b>		<b>\$ 7,093</b>	<b>\$ 12,945</b>	<b>\$ _____</b>	<b>\$ 20,038</b>
<b>Operation Expense (Must tie to pages W-3 and S-3)</b>					
	W-3 S-3	\$ 6,872	\$ 18,878	\$ _____	\$ 25,750
Depreciation Expense_____	F-5	1,201	546	_____	1,747
CIAC Amortization Expense_____	F-8	(47)	_____	_____	(47)
Taxes Other Than Income_____	F-7	824	1,274	_____	2,098
Income Taxes_____	F-7	_____	_____	_____	_____
<b>Total Operating Expense</b>		<b>\$ 8,850</b>	<b>20,698</b>	<b>\$ _____</b>	<b>\$ 29,548</b>
<b>Net Operating Income (Loss)</b>		<b>\$ (1,757)</b>	<b>\$ (7,753)</b>	<b>\$ _____</b>	<b>\$ (9,510)</b>
<b>Other Income:</b>					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
<b>Other Deductions:</b>					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		_____	_____	_____	_____
Amortization - loan_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
<b>Net Income (Loss)</b>		<b>\$ (1,757)</b>	<b>\$ (7,753)</b>	<b>\$ _____</b>	<b>\$ (9,510)</b>

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT	
DECEMBER 31,	2005

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
<b>Assets:</b>			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 34,771	\$ 28,381
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	(16,568)	(14,821)
Net Utility Plant -----		\$ 18,203	\$ 13,560
Cash -----		716	86
Customer Accounts Receivable (141) -----		396	335
Other Assets (Specify): -----			
Deposits -----		195	195
Loans to Shareholders -----		4,343	4,343
<b>Total Assets</b> -----		<b>\$ 23,853</b>	<b>\$ 18,519</b>
<b>Liabilities and Capital:</b>			
Common Stock Issued (201) -----	F-6	500	500
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		257	257
Retained Earnings (215) -----	F-6	(38,754)	(29,244)
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ (37,997)	\$ (28,487)
Long Term Debt (224) -----	F-6	\$ 49,678	\$ 38,634
Accounts Payable (231) -----			
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) -----			
Accrued Wages -----		9,600	7,200
Customer Deposits -----		1,447	
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	1,125	1,172
<b>Total Liabilities and Capital</b> -----		<b>\$ 23,853</b>	<b>\$ 18,519</b>

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ <u>15,845</u>	\$ <u>18,926</u>	\$ _____	\$ <u>34,771</u>
Construction Work in Progress (105)-----	_____	_____	_____	_____
Other (Specify) ----- _____ _____	_____	_____	_____	_____
Total Utility Plant-----	\$ <u><u>15,845</u></u>	\$ <u><u>18,926</u></u>	\$ <u><u>_____</u></u>	\$ <u><u>34,771</u></u>

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year-----	\$ <u>3,711</u>	\$ <u>11,110</u>	\$ _____	\$ <u>14,821</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account-----	\$ <u>1,201</u>	\$ <u>546</u>	\$ _____	\$ <u>1,747</u>
Salvage-----	_____	_____	_____	_____
Other Credits (specify)----- _____	_____	_____	_____	_____
Total Credits-----	\$ <u>1,201</u>	\$ <u>546</u>	\$ _____	\$ <u>1,747</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired-----	\$ <u>0</u>	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Cost of removal-----	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits-----	\$ <u>0</u>	\$ _____	\$ _____	\$ <u>0</u>
Balance End of Year-----	\$ <u><u>4,912</u></u>	\$ <u><u>11,656</u></u>	\$ <u><u>_____</u></u>	\$ <u><u>16,568</u></u>

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT	
DECEMBER 31,	2005

CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	\$ 1.00	_____
Shares authorized _____	6,000	_____
Shares issued and outstanding _____	500	_____
Total par value of stock issued _____	\$ 500	_____
Dividends declared per share for year _____	0	_____

RETAINED EARNINGS ( 215 )

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ (29,244)
Changes during the year (Specify):		
Net income (loss) for current year _____	_____	(9,510)
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ (38,754)

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 Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total _____			\$ _____



UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
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**TAXES ACCRUED ( 236 )**

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax _____	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax _____	_____	_____	_____	0
Local property tax _____	377	565	_____	942
Regulatory assessment fee _____	375	601	_____	976
Other (Specify) _____	_____	_____	_____	_____
Licenses _____	72	108	_____	180
Total Taxes Accrued _____	\$ <u>824</u>	\$ <u>1,274</u>	\$ _____	\$ <u>2,098</u>

**PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES**

Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similar 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
<u>Roto-Rooter</u>	\$ _____	\$ 2,100	<u>Sludge Removal</u>
<u>Short Environmental Labs, Inc.</u>	\$ 573	\$ 1,472	<u>Water testing</u>
<u>The NCT Group CPA's, L.L.P.</u>	\$ 688	\$ 1,032	<u>Accounting and consulting</u>
<u>Larry Howard</u>	\$ 90	\$ 1,150	<u>Lawn service &amp; water testing</u>
<u>Pugh Utilities</u>	\$ 464	\$ 3,023	<u>Sludge Removal &amp; Maintenance</u>
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
-------------------------------------

**CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )**

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ <u>1,500</u>	\$ _____	\$ <u>1,500</u>
2) Add credits during year_____	\$ _____	\$ _____	\$ _____
3) Total_____	<u>1,500</u>	_____	<u>1,500</u>
4) Deduct charges during the year_____	_____	_____	_____
5) Balance end of year_____	<u>1,500</u>	_____	<u>1,500</u>
6) Less Accumulated Amortization_____	<u>(375)</u>	_____	<u>(375)</u>
7) Net CIAC_____	<u>\$ 1,125</u>	<u>\$ _____</u>	<u>\$ 1,125</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	
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.)_____			\$ _____

**ACCUMULATED AMORTIZATION OF CIAC (272)**

	Water	Wastewater	Total
Balance First of Year_____	\$ <u>328</u>	\$ _____	\$ <u>328</u>
Add Credits During Year:_____	<u>47</u>	_____	<u>47</u>
Deduct Debits During Year:_____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	<u>\$ 375</u>	<u>\$ _____</u>	<u>\$ 375</u>

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

UTILITY NAME C & H Utilities, Inc.

YEAR OF REPORT	
DECEMBER 31,	2005

N/A

**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 Number approving AFUDC rate:	_____

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

UTILITY NAME C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
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N/A

**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):

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**WATER  
OPERATING  
SECTION**

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
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**WATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization _____	\$ _____	\$ _____	\$ _____	\$ _____
302	Franchises _____	_____	_____	_____	_____
303	Land and Land Rights _____	820	_____	_____	820
304	Structures and Improvements _____	_____	_____	_____	_____
305	Collecting and Impounding Reservoirs _____	_____	_____	_____	_____
306	Lake, River and Other Intakes _____	_____	_____	_____	_____
307	Wells and Springs _____	_____	_____	_____	_____
308	Infiltration Galleries and Tunnels _____	_____	_____	_____	_____
309	Supply Mains _____	_____	_____	_____	_____
310	Power Generation Equipment _____	2890	5554	_____	8444
311	Pumping Equipment _____	6132	_____	_____	6132
320	Water Treatment Equipment _____	_____	_____	_____	_____
330	Distribution Reservoirs and Standpipes _____	_____	_____	_____	_____
331	Transmission and Distribution Lines _____	_____	_____	_____	_____
333	Services _____	_____	_____	_____	_____
334	Meters and Meter Installations _____	_____	_____	_____	_____
335	Hydrants _____	_____	_____	_____	_____
336	Backflow Prevention Devices _____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment _____	_____	_____	_____	_____
340	Office Furniture and Equipment _____	449	_____	_____	449
341	Transportation Equipment _____	_____	_____	_____	_____
342	Stores Equipment _____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment _____	_____	_____	_____	_____
344	Laboratory Equipment _____	_____	_____	_____	_____
345	Power Operated Equipment _____	_____	_____	_____	_____
346	Communication Equipment _____	_____	_____	_____	_____
347	Miscellaneous Equipment _____	_____	_____	_____	_____
348	Other Tangible Plant _____	_____	_____	_____	_____
	<b>Total Water Plant _____</b>	<b>\$ 10291</b>	<b>\$ 5554</b>	<b>\$ 0</b>	<b>\$ 15845</b>

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

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)
304	Structures and Improvements				\$	\$	\$	\$
305	Collecting and Impounding Reservoirs							
306	Lake, River and Other Intakes							
307	Wells and Springs							
308	Infiltration Galleries & Tunnels							
309	Supply Mains							
310	Power Generating Equipment	17		5.88	52		649	701
311	Pumping Equipment	7		14.3	3210		552	3762
320	Water Treatment Equipment							
330	Distribution Reservoirs & Standpipes							
331	Trans. & Dist. Mains							
333	Services							
334	Meter & Meter Installations							
335	Hydrants							
336	Backflow Prevention Devices							
339	Other Plant and Miscellaneous Equipment							
340	Office Furniture and Equipment	Various		Various	449		0	449
341	Transportation Equipment							
342	Stores Equipment							
343	Tools, Shop and Garage Equipment							
344	Laboratory Equipment							
345	Power Operated Equipment							
346	Communication Equipment							
347	Miscellaneous Equipment							
348	Other Tangible Plant							
	Totals				\$ 3711	\$ 0	\$ 1201	\$ 4912 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
-------------------------------------

**WATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	960
604	Employee Pensions and Benefits	
610	Purchased Water	
615	Purchased Power	765
616	Fuel for Power Production	1,051
618	Chemicals	598
620	Materials and Supplies	
630	Contractual Services:	
	Billing	
	Professional	688
	Testing	1,127
	Other	
640	Rents	480
650	Transportation Expense	
655	Insurance Expense	
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	
675	Miscellaneous Expenses (bank charges, postage, office exp., dues & memb., & R/M)	1,203
	<b>Total Water Operation And Maintenance Expense</b>	<b>\$ 6,872 *</b>

\* This amount should tie to Sheet F-3.

**WATER 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)	
<b>Residential Service</b>					
5/8"	D	1.0	51	51	51
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
<b>General Service</b>					
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			
Unmetered Customers					
Other (Specify)					
<b>Total</b>			<u>51</u>	<u>51</u>	<u>51</u>

\*\* D = Displacement  
C = Compound  
T = Turbine



UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
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SYSTEM NAME: Hickory Ridge

**PUMPING AND PURCHASED WATER STATISTICS**

(a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [ (b)+(c)-(d) ] (e)	Water Sold To Customers (Omit 000's) (f)
January _____	_____	157	_____	157	157
February _____	_____	181	_____	181	181
March _____	_____	216	_____	216	216
April _____	_____	185	_____	185	185
May _____	_____	202	_____	202	202
June _____	_____	110	_____	110	110
July _____	_____	130	_____	130	130
August _____	_____	113	_____	113	113
September _____	_____	135	_____	135	135
October _____	_____	141	_____	141	141
November _____	_____	139	_____	139	139
December _____	_____	152	_____	152	152
Total for Year _____	_____	<u>1,861</u>	_____	<u>1,861</u>	<u>1,861</u>

If water is purchased for resale, indicate the following:

Vendor \_\_\_\_\_  
Point of delivery \_\_\_\_\_

If water is sold to other water utilities for redistribution, list names of such utilities below:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**MAINS (FEET)**

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	2"	6,333	0	0	6,333
PVC	4"	945	0	0	945
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
-------------------------------------

SYSTEM NAME: Hickory Ridge

**WELLS AND WELL PUMPS**

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	<u>1988</u>	_____	_____	_____
Types of Well Construction and Casing _____	<u>Steel</u>	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells _____	<u>800'</u>	_____	_____	_____
Diameters of Wells _____	<u>4"</u>	_____	_____	_____
Pump - GPM _____	<u>60 GPM</u>	_____	_____	_____
Motor - HP _____	<u>SHP</u>	_____	_____	_____
Motor Type * _____	<u>Centrifugal</u>	_____	_____	_____
Yields of Wells in GPD _____	<u>80,000</u>	_____	_____	_____
Auxiliary Power _____	<u>No</u>	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

\* Submersible, centrifugal, etc.

**RESERVOIRS**

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	<u>Pneumatic</u>	_____	_____	_____
Capacity of Tank _____	_____	_____	_____	_____
Ground or Elevated _____	<u>Ground</u>	_____	_____	_____
_____	_____	_____	_____	_____

**HIGH SERVICE PUMPING**

(a)	(b)	(c)	(d)	(e)
<u>Motors</u>				
Manufacturer _____	_____	_____	_____	_____
Type _____	_____	_____	_____	_____
Rated Horsepower _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
<u>Pumps</u>				
Manufacturer _____	_____	_____	_____	_____
Type _____	_____	_____	_____	_____
Capacity in GPM _____	_____	_____	_____	_____
Average Number of Hours Operated Per Day _____	_____	_____	_____	_____
Auxiliary Power _____	_____	_____	_____	_____
_____	_____	_____	_____	_____

**UTILITY NAME:**

C & H Utilities, Inc.

**YEAR OF REPORT**

DECEMBER 31, 2005

Hickory Ridge

**SOURCE OF SUPPLY**

List for each source of supply ( Ground, Surface, Purchased Water etc. )

Permitted Gals. per day_____	6,112	_____	_____
Type of Source_____	Ground Water	_____	_____

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:

Type_____	Liquid	_____	_____
Make_____	Chem-Tech	_____	_____
Permitted Capacity (GPD)_____	24	_____	_____
High service pumping	_____	_____	_____
Gallons per minute_____	_____	_____	_____
Reverse Osmosis_____	_____	_____	_____
Lime Treatment	_____	_____	_____
Unit Rating_____	_____	_____	_____
Filtration	_____	_____	_____
Pressure Sq. Ft._____	_____	_____	_____
Gravity GPD/Sq.Ft._____	_____	_____	_____
Disinfection	_____	_____	_____
Chlorinator_____	_____	_____	_____
Ozone_____	_____	_____	_____
Other_____	_____	_____	_____
Auxiliary Power_____	_____	_____	_____

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2005

SYSTEM NAME: Hickory Ridge

### GENERAL WATER SYSTEM INFORMATION

Furnish information below for each system. A separate page should be supplied where necessary.

1. Present ERC's \* the system can efficiently serve. 14  $[(1,861,000 / 365) / 350 = 14.57]$
2. Maximum number of ERCs \* which can be served. 229  $(80,000 / 350 = 229)$
3. Present system connection capacity (in ERCs \*) using existing lines. 14
4. Future connection capacity (in ERCs \*) upon service area buildout. 120
5. Estimated annual increase in ERCs \*. 1 - 5
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? N/A
7. Attach a description of the fire fighting facilities. N/A
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.  
None
9. When did the company last file a capacity analysis report with the DEP? \_\_\_\_\_
10. If the present system does not meet the requirements of DEP rules, submit the following: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP?
  - c. When will construction begin?
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP?
11. Department of Environmental Protection ID # D028155176
12. Water Management District Consumptive Use Permit # N/A
  - a. Is the system in compliance with the requirements of the CUP? \_\_\_\_\_
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

- \* An ERC is determined based on one of the following methods:
- (a) If actual flow data are available from the preceding 12 months:  
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
  - (b) If no historical flow data are available use:  
 $ERC = (\text{Total SFR gallons sold (omit 000/365 days/350 gallons per day)})$

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**WASTEWATER  
OPERATING  
SECTION**

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT	
DECEMBER 31,	2005

**WASTEWATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
352	Franchises_____	_____	_____	_____	_____
353	Land and Land Rights_____	4,589	_____	_____	4,589
354	Structures and Improvements_____	2,000	836	_____	2,836
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	2,000	_____	_____	2,000
361	Collection Sewers - Gravity_____	2,819	_____	_____	2,819
362	Special Collecting Structures_____	_____	_____	_____	_____
363	Services to Customers_____	_____	_____	_____	_____
364	Flow Measuring Devices_____	_____	_____	_____	_____
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	_____	_____	_____	_____
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	_____	_____	_____	_____
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	5,794	_____	_____	5,794
390	Office Furniture and Equipment_____	888	_____	_____	888
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_____	\$ 18,090	\$ 836	\$ 0	\$ 18,926 *

\* This amount should tie to sheet F-5.

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	Structures and Improvements_	7	%	14.3 %	\$ 2,002	\$	\$ 0	\$ 2,002
355	Power Generation Equipment_		%	%				
360	Collection Sewers - Force_	7	%	14.3 %	2,000		0	2,000
361	Collection Sewers - Gravity_	15	%	6.7 %	2,820		0	2,820
362	Special Collecting Structures_		%	%				
363	Services to Customers_		%	%				
364	Flow Measuring Devices_		%	%				
365	Flow Measuring Installations_		%	%				
370	Receiving Wells_		%	%				
371	Pumping Equipment_		%	%				
380	Treatment and Disposal Equipment_		%	%				
381	Plant Sewers_		%	%				
382	Outfall Sewer Lines_		%	%				
389	Other Plant and Miscellaneous Equipment_	7	%	14.3 %	3,395		498	3,893
390	Office Furniture and Equipment_	Various	%	Various %	893		48	941
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_				\$ 11,110	\$ 0	\$ 546	\$ 11,656 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
-------------------------------------

**WASTEWATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees_____	\$ _____
703	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____ 1,440
704	Employee Pensions and Benefits_____	_____
710	Purchased Wastewater Treatment_____	_____
711	Sludge Removal Expense_____	_____ 3,060
715	Purchased Power_____	_____ 479
716	Fuel for Power Production_____	_____
718	Chemicals_____	_____ 4,243
720	Materials and Supplies_____	_____
730	Contractual Services:	_____
	Billing_____	_____
	Professional_____	_____ 1,032
	Testing_____	_____ 5,485
	Other_____	_____
740	Rents_____	_____ 720
750	Transportation Expense_____	_____
755	Insurance Expense_____	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
770	Bad Debt Expense_____	_____
775	Miscellaneous Expenses__(bank charges, postage, office exp., dues & memb., & R/M)_____	_____ 2,419
	Total Wastewater Operation And Maintenance Expense_____	\$ _____ 18,878 *

\* 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)	
Residential Service					
All meter sizes	D	1.0	_____	_____	_____
General Service					
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	_____	_____	_____
Unmetered Customers	_____	_____	92	93	93
Other (Specify)	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____
Total			92	93	93

\*\* D = Displacement  
C = Compound  
T = Turbine



UTILITY NAME: C & H Utilities, Inc.

YEAR OF REPORT DECEMBER 31, 2005
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**PUMPING EQUIPMENT**

Lift Station Number _____	<u>1</u>	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	<u>Goulds</u>	_____	_____	_____	_____	_____
Year installed _____	<u>1993</u>	_____	_____	_____	_____	_____
Rated capacity _____	<u>50 GPM</u>	_____	_____	_____	_____	_____
Size _____	<u>1 HP</u>	_____	_____	_____	_____	_____
Power:						
Electric _____	<u>Electric</u>	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	<u>Goulds</u>	_____	_____	_____	_____	_____

**SERVICE CONNECTIONS**

Size (inches) _____	<u>4"</u>	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	<u>PVC</u>	_____	_____	_____	_____	_____
Average length _____	<u>10'</u>	_____	_____	_____	_____	_____
Number of active service connections _____	<u>93</u>	_____	_____	_____	_____	_____
Beginning of year _____	<u>92</u>	_____	_____	_____	_____	_____
Added during year _____	<u>1</u>	_____	_____	_____	_____	_____
Retired during year _____	<u>0</u>	_____	_____	_____	_____	_____
End of year _____	<u>93</u>	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	<u>N/A</u>	_____	_____	_____	_____	_____

**COLLECTING AND FORCE MAINS**

	Collecting Mains			Force Mains			
Size (inches) _____	<u>6"</u>	<u>8"</u>	_____	_____	_____	_____	_____
Type of main _____	<u>PVC</u>	<u>PVC</u>	_____	_____	_____	_____	_____
Length of main (nearest foot) _____	<u>1,365</u>	<u>3,531</u>	_____	_____	_____	_____	_____
Beginning of year _____	<u>1,365</u>	<u>3,531</u>	_____	_____	_____	_____	_____
Added during year _____	<u>0</u>	<u>0</u>	_____	_____	_____	_____	_____
Retired during year _____	<u>0</u>	<u>0</u>	_____	_____	_____	_____	_____
End of year _____	<u>1,365</u>	<u>3,531</u>	_____	_____	_____	_____	_____

**MANHOLES**

Size (inches) _____	<u>70"</u>	_____	_____	_____
Type of Manhole _____	<u>Concrete</u>	_____	_____	_____
Number of Manholes:				
Beginning of year _____	<u>30</u>	_____	_____	_____
Added during year _____	<u>0</u>	_____	_____	_____
Retired during year _____	<u>0</u>	_____	_____	_____
End of Year _____	<u>30</u>	_____	_____	_____

UTILITY NAME: C & H Utilities, Inc.

SYSTEM NAME: Valencia Acres

YEAR OF REPORT DECEMBER 31, 2005
-------------------------------------

**TREATMENT PLANT**

Manufacturer_____	<u>Triad - Tech</u>	_____	_____
Type_____	<u>Extended Air</u>	_____	_____
"Steel" or "Concrete"_____	<u>Concrete</u>	_____	_____
Total Permitted Capacity_____	<u>10,000 GPD</u>	_____	_____
Average Daily Flow_____	<u>3,600 GPD</u>	_____	_____
Method of Effluent Disposal_____	<u>Perk Pond</u>	_____	_____
Permitted Capacity of Disposal_____	_____	_____	_____
Total Gallons of Wastewater treated_____	<u>3,580,000</u>	_____	_____

**MASTER LIFT STATION PUMPS**

Manufacturer_____	<u>Goulds</u>	<u>Goulds</u>	_____	_____	_____	_____
Capacity (GPM's)_____	<u>50 GPM</u>	<u>40 GPM</u>	_____	_____	_____	_____
Motor:						
Manufacturer_____	_____	_____	_____	_____	_____	_____
Horsepower_____	<u>1 HP</u>	<u>3/4 HP</u>	_____	_____	_____	_____
Power (Electric or Mechanical)_____	<u>Electric</u>	<u>Electric</u>	_____	_____	_____	_____

**PUMPING WASTEWATER STATISTICS**

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January_____	<u>249,000</u>	_____	<u>249,000</u>
February_____	<u>214,000</u>	_____	<u>214,000</u>
March_____	<u>308,000</u>	_____	<u>308,000</u>
April_____	<u>336,000</u>	_____	<u>336,000</u>
May_____	<u>271,000</u>	_____	<u>271,000</u>
June_____	<u>240,000</u>	_____	<u>240,000</u>
July_____	<u>246,000</u>	_____	<u>246,000</u>
August_____	<u>397,000</u>	_____	<u>397,000</u>
September_____	<u>439,000</u>	_____	<u>439,000</u>
October_____	<u>343,000</u>	_____	<u>343,000</u>
November_____	<u>235,000</u>	_____	<u>235,000</u>
December_____	<u>302,000</u>	_____	<u>302,000</u>
Total for year_____	<u>3,580,000</u>	_____	<u>3,580,000</u>

If Wastewater Treatment is purchased, indicate the vendor: N/A

UTILITY NAME: C & H Utilities, Inc.      YEAR OF REPORT  
 DECEMBER 31, 2005

SYSTEM NAME: Valencia Acres

**GENERAL WASTEWATER SYSTEM INFORMATION**

Furnish information below for each system. A separate page should be supplied where necessary.

1. Present number of ERCs\* now being served.      35      [(3,580,000 / 365) / 280 = 35.03]
2. Maximum number of ERCs\* which can be served.      36      (10,000 / 280 = 35.71)
3. Present system connection capacity (in ERCs\*) using existing lines.      16
4. Future connection capacity (in ERCs\*) upon service area buildout.      N/A
5. Estimated annual increase in ERCs\*.      1 - 2
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system  
None
7. If the utility uses reuse as a means of effluent disposal, provide a list of the reuse end users and the amount of reuse provided to each, if known.      N/A
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?      NO  
 If so, when?      N/A
9. Has the utility been required by the DEP or water management district to implement reuse?      NO  
 If so, what are the utility's plans to comply with this requirement?      N/A
10. When did the company last file a capacity analysis report with the DEP?      \_\_\_\_\_
11. If the present system does not meet the requirements of DEP rules, submit the following:
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.      N/A
  - b. Have these plans been approved by DEP?      N/A
  - c. When will construction begin?      N/A
  - d. Attach plans for funding the required upgrading.      N/A
  - e. Is this system under any Consent Order with DEP?      N/A
12. Department of Environmental Protection ID #      D028155176

\* An ERC is determined based on one of the following methods:  
 (a) If actual flow data are available from the preceding 12 months:  
 Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.  
 (b) If no historical flow data are available use:  
 ERC = (Total SFR gallons sold (omit 000/365 days/280 gallons per day).

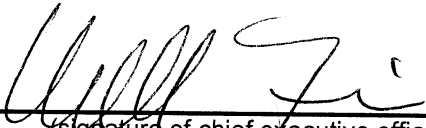
# CERTIFICATION OF ANNUAL REPORT

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

- |  |                                |    |  |
|--|--------------------------------|----|--|
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 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<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.  |
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 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<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 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.<br><input checked="" type="checkbox"/> | 2.<br><input checked="" type="checkbox"/> | 3.<br><input checked="" type="checkbox"/> | 4.<br><input checked="" type="checkbox"/> |
|---|---|---|---|

  
 \_\_\_\_\_  
 (signature of chief executive officer of the utility)  
 Wendell L. Faircloth, President

- |                                |                                |                                |                                |
|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| 1.<br><input type="checkbox"/> | 2.<br><input type="checkbox"/> | 3.<br><input type="checkbox"/> | 4.<br><input type="checkbox"/> |
|--------------------------------|--------------------------------|--------------------------------|--------------------------------|

\_\_\_\_\_  
 (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.