

**OFFICIAL COPY
DIVISION OF
WATER AND SEWER
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WATER AND/OR WASTEWATER UTILITIES**

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

ANNUAL REPORT

OF

SU644-01-AR
Harder Hall - Howard, Inc.
122 East Lake Drive Blvd.
Sebring, FL 33872-5018

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2001

RECEIVED
PUBLIC SERVICE
COMMISSION
DECEMBER 21 2001

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA). Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional pages should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceeding year ending December 31.

Florida Public Service Commission
Division of Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7) (a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Water and Wastewater, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

GENERAL DEFINITIONS

ADVANCES FOR CONSTRUCTION - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION (AFUDC) - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

AMORTIZATION - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement, or construction costs of the utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

CONSTRUCTION WORK IN PROGRESS (CWIP) - This account shall include the cost of water or wastewater plant in process of construction, but not yet ready for services. (USOA)

DEPRECIATION - The loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (i), Florida Administrative Code)

EFFLUENT REUSE - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER) - (Rule 25-30.515 (8), Florida Administrative Code.)

- (a) 350 gallons per day;
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER) - Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to the cost of the operation, maintenance, depreciation, and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

LONG TERM DEBT - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

PROPRIETARY CAPITAL (For proprietorships and partnerships only) - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

RETAINED EARNINGS - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

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-6
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

FINANCIAL SECTION

REPORT OF

Harder Hall-Howard, Inc.

(EXACT NAME OF UTILITY)

3600 Golfview Drive Sebring, FL 33872	3600 Golfview Drive Sebring, FL 33872	Highlands County
Mailing Address	Street Address	County
Telephone Number (863)382-0500	Date Utility First Organized	10-24-90

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: 3600 Golfview Drive
Sebring, FL 33872 (863)382-0500

Name of subdivisions where services are provided: _____

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Paul E. Howard	President	3600 Golfview Drive Sebring, FL 33872	
Person who prepared this report: The NCT Group CPA's, L.L.P.	CPA	435 South Commerce Ave. Sebring, FL 33870	
Officers and Managers: Paul E. Howard	President	Same	\$ 0
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

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
Paul E. Howard	90%	Same	\$ 0
Evelyn N. Howard	10%	Same	\$ 0
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31 2001

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ _____	55,953	\$ _____	\$ 55,953
Commercial _____		_____	_____	_____	_____
Industrial _____		_____	_____	_____	_____
Multiple Family _____		_____	_____	_____	_____
Guaranteed Revenues _____		_____	_____	_____	_____
Other (Specify) _____		_____	_____	_____	_____
Total Gross Revenue _____		\$ _____	\$ 55,953	\$ _____	\$ 55,953
Operation Expense (Must tie to pages W-3 and S-3)					
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ _____	\$ 49,914	\$ _____	\$ 49,914
Depreciation Expense(Net) _____	F-5	_____	4,838	_____	4,838
Amortization Expense _____	F-8	_____	(9,836)	_____	(9,836)
Taxes Other Than Income _____	F-7	_____	6,132	_____	6,132
Income Taxes _____	F-7	_____	0	_____	0
Total Operating Expense _____		\$ _____	51,048	\$ _____	\$ 51,048
Net Operating Income (Loss) _____		\$ _____	\$ 4,905	\$ _____	\$ 4,905
Other Income:					
_____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense _____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss) _____		\$ _____	\$ 4,905	\$ _____	\$ 4,905

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31, 2001

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 398,850	\$ 396,925
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-3	<u>(213,771)</u>	<u>(208,933)</u>
Net Utility Plant -----		\$ 185,079	\$ 187,992
Cash -----		401	974
Customer Accounts Receivable (141) -----		1,162	1,491
Other Assets (Specify): -----			
Rate Case Expense (Net) -----		750	0
Construction in Process -----		6,798	0
Total Assets -----		\$ <u>194,190</u>	\$ <u>190,457</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	1,000	1,000
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		9,000	9,000
Retained Earnings (215) -----	F-6	<u>(146,606)</u>	<u>(151,511)</u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ <u>(136,606)</u>	\$ <u>(141,511)</u>
Long Term Debt (224) -----	F-6	\$ 65,629	\$ 65,629
Accounts Payable (231) -----		2,101	2,940
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) -----			
Accrued Interest -----		3,166	3,166
Due to P.E.H. -----		10,724	10,724
Due to Others -----		74,455	67,352
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>174,721</u>	<u>182,157</u>
Total Liabilities and Capital -----		\$ <u>194,190</u>	\$ <u>190,457</u>

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31, 2001

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ _____	\$ 621,773	\$ _____	\$ 621,773
Construction Work in -----	_____	_____	_____	_____
Other (Specify) _____ *Plant Held for Future Use	_____	(222,923)	_____	(222,923)
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ _____	\$ 398,850	\$ _____	\$ 398,850

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

Account 108	Water	Wastewater	A/D & CIAC AM. Other Than Reporting Systems	Total
Balance First of Year _____	\$ _____	\$ 208,933	\$ _____	\$ 208,933
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ _____	\$ 13,090	\$ _____	\$ 13,090
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____ Amortization Expense _____	_____	734	_____	734
Total Credits _____	\$ _____	\$ 13,824	\$ _____	\$ 13,824
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) *Plant Held for Future Use _____	_____	8,986	_____	8,986
Total Debits _____	\$ _____	\$ 8,986	\$ _____	\$ 8,986
Balance End of Year _____	\$ _____	\$ 213,771	\$ _____	\$ 213,771

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31, 2001

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1.00	N/A
Shares authorized _____	50,000	
Shares issued and outstanding _____	1000	
Total par value of stock issued _____	1000	
Dividends declared per share for year _____	0.00	

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ _____	\$ (151,511)
Changes during the year (Specify):		
Net Income - 2000 _____		4,905

Balance end of year _____	\$ _____	\$ (146,606)

PROPRIETARY CAPITAL (218)

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

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	
Note Payable to PEH Enterprises _____	5%	45	\$ 65,629

Total _____			\$ 65,629

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31, 2001

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 _____	_____	_____	_____	_____
Local property tax _____	_____	2,101	_____	2,101
Regulatory assessment fee _____	_____	2,398	_____	2,398
Other (Specify) FI Int _____	_____	70	_____	70
Licenses and taxes _____	_____	1,563	_____	1,563
Total Taxes Accrued _____	\$ _____	\$ _____	\$ _____	\$ _____

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

<p>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.</p>			
Name of Recipient	Water Amount	Wastewater Amount	Description of Service
The NCT Group CPA's, L.L.P.	\$ _____	\$ 2,000	Accounting and Consulting
Ted Long	\$ _____	\$ 9,828	Operation and Maintenance
Short Environmental Labs	\$ _____	\$ 1,769	Water Analysis Services
H & H Liquid Sludge Disposal	\$ _____	\$ 3,920	Operations and Maintenance
Harder Hall Country Club	\$ _____	\$ 14,402	Operations and Maintenance
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31 2001
--

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ <u>463,845</u>	\$ <u>463,845</u>
2) Add credits during year _____	\$ _____	\$ <u>2,400</u>	\$ <u>2,400</u>
3) Total _____	_____	<u>466,245</u>	<u>466,245</u>
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	<u>466,245</u>	<u>466,245</u>
6) Less Accumulated Amortization _____	_____	<u>291,524</u>	<u>291,524</u>
7) Net CIAC _____	\$ _____	\$ <u>174,721</u>	\$ <u>174,721</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
N/A		_____	_____	_____
_____		_____	_____	_____
_____		_____	_____	_____
_____		_____	_____	_____
_____		_____	_____	_____
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		
Tap Fees	8	\$ 300	\$ _____	\$ 2,400
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____	\$ <u>2,400</u>

ACCUMULATED AMORTIZATION OF CIAC (272)

	<u>Water</u>	<u>Wastewater</u>	<u>Total</u>
Balance First of Year _____	\$ _____	\$ <u>281,688</u>	\$ <u>281,688</u>
Add Credits During Year: _____	_____	<u>13,426</u>	<u>13,426</u>
Deduct Debits During Year: Plant held for future use _____	_____	<u>(3,590)</u>	<u>(3,590)</u>
Balance End of Year (Must agree with line #6 above.) _____	\$ _____	\$ <u>291,524</u>	\$ <u>291,524</u>

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

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT DECEMBER 31 2001

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: Harder Hall-Howard, Inc.

YEAR OF REPORT
DECEMBER 31, 2001

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):

WATER OPERATING SECTION

Note: This utility is a wastewater only service; therefore, Pages W-1 through W-7 have been omitted from this report.

**WASTEWATER
OPERATING
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization _____	\$ 18,776	\$ _____	\$ _____	\$ 18,776
352	Franchises _____	_____	_____	_____	_____
353	Land and Land Rights _____	5,000	_____	_____	5,000
354	Structures and Improvements _____	56,160	_____	_____	56,160
355	Power Generation Equipment _____	46,672	_____	_____	46,672
360	Collection Sewers - Force _____	331,255	_____	_____	331,255
361	Collection Sewers - Gravity _____	_____	_____	_____	_____
362	Special Collecting Structures _____	6,956	_____	_____	6,956
363	Services to Customers _____	_____	_____	_____	_____
364	Flow Measuring Devices _____	_____	_____	_____	_____
365	Flow Measuring Installations _____	_____	_____	_____	_____
370	Receiving Wells _____	_____	_____	_____	_____
371	Pumping Equipment _____	_____	_____	_____	_____
380	Treatment and Disposal Equipment _____	154,138	1,325	_____	155,463
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 _____	891	600	_____	1,491
	Total Wastewater Plant _____	\$ 619,848	\$ 1,925	\$ 0	\$ 621,773 *

* This amount should tie to sheet F-5.

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT
DECEMBER 31, 2001

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	22	%	4.55 %	\$ 36,440	\$	\$ 1,606	\$ 38,046
355	Power Generation Equipment	27	%	3.70 %	29,632		1,666	31,298
360	Collection Sewers - Force	40	%	2.50 %	149,537		8,281	157,818
361	Collection Sewers - Gravity		%					
362	Special Collecting Structures	35	%	2.86 %	3,874		199	4,073
363	Services to Customers		%					
364	Flow Measuring Devices		%					
365	Flow Measuring Installations		%					
370	Receiving Wells		%					
371	Pumping Equipment		%					
380	Treatment and Disposal Equipment	Various	%	Various %	145,304		1,219	146,523
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		%					
251	Miscellaneous Equipment**	Various	%	Various %	(163,465)	8,986		(172,451)
398	Other Tangible Plant	10	%	10.00 %	635		119	754
303	Organization	25	%	4.00 %	6,976		734	7,710
	Totals				\$ 208,933	\$ 8,986	\$ 13,824	\$ 213,771 *

* This amount should tie to Sheet F-5.

**Amounts represent accumulated amortization of plant held for future use.

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 _____	3,920
715	Purchased Power _____	6,479
716	Fuel for Power Production _____	_____
718	Chemicals _____	4,253
720	Materials and Supplies _____	_____
730	Contractual Services:	_____
	Billing _____	_____
	Professional _____	2,000
	Testing _____	1,769
	Other (Operations and Management) _____	24,407
740	Rents _____	_____
750	Transportation Expense _____	876
755	Insurance Expense _____	800
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	250
770	Bad Debt Expense _____	_____
775	Misc. Expenses (Repair and Maintenance, Office Exp and Misc) _____	5,160
	Total Wastewater Operation And Maintenance Expense _____	\$ 49,914 *

* 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): Comm 5/8 x 3/4 Comm 1"	_____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____
Unmetered Customers			<u>81</u>	<u>89</u>	<u>89</u>
Total			<u>81</u>	<u>89</u>	<u>89</u>

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT December 31, 2001
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PUMPING EQUIPMENT

Lift Station Number _____	<u>1</u>	<u>2</u>	<u>3</u>	_____	_____	_____
Make or Type and nameplate data on pump _____ Gorman Rupp 13a 25	<u>Flygt</u>	<u>Flygt</u>	<u>Flygt</u>	_____	_____	_____
Year installed _____	<u>1982</u>	<u>1982</u>	<u>1982</u>	_____	_____	_____
Rated capacity _____	<u>5HP</u>	<u>3HP</u>	<u>2.5HP</u>	_____	_____	_____
Size _____	<u>4"</u>	<u>4"</u>	<u>4"</u>	_____	_____	_____
Power:						
Electric _____	<u>Elec</u>	<u>Elec</u>	<u>Elec</u>	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor - U.S. Electric _____	<u>5HP</u>	<u>3HP</u>	<u>2.5HP</u>	_____	_____	_____
_____	<u>Flygt</u>	<u>Flygt</u>	<u>Flygt</u>	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	<u>4"</u>	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	<u>PVC</u>	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	_____	_____	_____	_____	_____	_____
Beginning of year _____	<u>81</u>	_____	_____	_____	_____	_____
Added during year _____	<u>8</u>	_____	_____	_____	_____	_____
Retired during year _____	<u>0</u>	_____	_____	_____	_____	_____
End of year _____	<u>89</u>	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains		
Size (inches) _____	<u>8"</u>	_____	_____	_____	<u>4"</u>	<u>6"</u>
Type of main _____	<u>PVC</u>	_____	_____	_____	<u>PVC</u>	<u>PVC</u>
Length of main (nearest foot) _____	<u>16,183</u>	_____	_____	_____	<u>734</u>	<u>4,244</u>
Beginning of year _____	<u>16,183</u>	_____	_____	_____	<u>734</u>	<u>4,244</u>
Added during year _____	<u>0</u>	_____	_____	_____	<u>0</u>	<u>0</u>
Retired during year _____	<u>0</u>	_____	_____	_____	_____	_____
End of year _____	<u>16,183</u>	_____	_____	_____	<u>734</u>	<u>4,244</u>

MANHOLES

Size (inches) _____	<u>4" Diam</u>	_____	_____	_____
Type of Manhole _____	<u>Brick</u>	_____	_____	_____
Number of Manholes: _____	<u>& Precast</u>	_____	_____	_____
Beginning of year _____	<u>63</u>	_____	_____	_____
Added during year _____	<u>0</u>	_____	_____	_____
Retired during year _____	<u>0</u>	_____	_____	_____
End of Year _____	<u>63</u>	_____	_____	_____

UTILITY NAME: Harder Hall-Howard, Inc.

SYSTEM NAME: N/A

YEAR OF REPORT DECEMBER 31 2001

TREATMENT PLANT

Manufacturer _____	Davco _____		
Type _____	Steel _____		
"Steel" or "Concrete" _____			
Total Capacity _____	60,000 GPD _____		
Average Daily Flow _____	35,000 GPD _____		
Effluent Disposal _____	Spray irrigation _____		
Total Gallons of Wastewater treated _____	10,460,000 _____		

MASTER LIFT STATION PUMPS

Manufacturer _____	Davco _____					
Capacity (GPM's) _____	125GPM _____					
Motor: _____						
Manufacturer _____	FMV _____					
Horsepower _____	3 _____					
Power (Electric or Mechanical) _____	Electric _____					

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	1,126,000 _____		1,126,000 _____
February _____	888,000 _____		888,000 _____
March _____	685,000 _____		685,000 _____
April _____	751,000 _____		751,000 _____
May _____	490,000 _____		490,000 _____
June _____	460,000 _____		460,000 _____
July _____	912,000 _____		912,000 _____
August _____	842,000 _____		842,000 _____
September _____	1,506,000 _____		1,506,000 _____
October _____	1,293,000 _____		1,293,000 _____
November _____	840,000 _____		840,000 _____
December _____	667,000 _____		667,000 _____
Total for year _____	10,460,000 _____		10,460,000 _____

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

UTILITY NAME: Harder Hall-Howard, Inc.

YEAR OF REPORT December 31, 2001

SYSTEM NAME: N/A

GENERAL 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 **102** $[(10,460,000 / 365) / 280 = 102]$
2. Maximum ERCs ** that system can efficiently serve **214** $(60,000 / 280 = 214)$
3. Present system connection capacity (in ERC's) using existing lines **214**
4. Future connection capacity (in ERC's) upon service area buildout **214**
5. Estimated annual increase in ERCs * **5**
6. Describe any plans and estimated completion dates for any improvements of this sy: **None**
7. List percent of certificated area where service connections are installed (total for each county)
N/A
8. If present systems do not meet the requirements of DEP Rule 62-4, Florida Administrative Code, submit the following: **N/A**
 - 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? **No**
10. Department of Environmental Protection ID # **D028192714**
Water Management District ID # **None**

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

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

** Total Plant Capacity / 280 gallons

CERTIFICATION OF ANNUAL REPORT

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

- | | | |
|--|--------------------------------|---|
| YES
<input checked="" type="checkbox"/> | NO
<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
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
<input checked="" type="checkbox"/> | NO
<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
<input checked="" type="checkbox"/> | NO
<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. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	_____ <i>Paul E. Howard</i> (signature of chief executive officer of the utility) Paul E. Howard, President	*
1. <input type="checkbox"/>	2. <input type="checkbox"/>	3. <input type="checkbox"/>	4. <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.