

**CLASS "C"**

**WATER AND/OR WASTEWATER UTILITIES**

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

RECEIVED  
FLORIDA PUBLIC SERVICE  
COMMISSION  
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ECONOMIC REGULATION

**ANNUAL REPORT**

OF

**Fairmont Utilities the 2nd, Inc.**

Exact Legal Name of Respondent

**357-S**

Certificate Number(s)

Submitted To The

**STATE OF FLORIDA**



RECEIVED

APR 02 2001

Florida Public Service Commission  
Division of Water and Wastewater

SU648-00-AR

FAIRMONT UTILITIES THE 2ND, INC.

**PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 2000**

## 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)

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# FINANCIAL SECTION

**REPORT OF**

Fairmount Utilities the 2nd, Inc.

(EXACT NAME OF UTILITY)

P.O. Box 488 Avon Park, FL 33826-0488	3625 Valerie Blvd. Sebring, FL 33870	Highlands
Mailing Address	Street Address	County

Telephone Number (941)385-8542 Date Utility First Organized 10-14-91

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: 3625 Valerie Blvd.  
Sebring, FL 33870

Name of subdivisions where services are provided: Fairmount Mobile Estates

**CONTACTS:**

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Roger Miller</u>	<u>President</u>	<u>P.O. Box 488</u> <u>Avon Park, FL 33826-0488</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>Roger E. Miller</u>	<u>President</u>	<u>Same</u>	\$ <u>11,102</u>
<u>Karen J. Berry</u>	<u>Manager</u>	<u>Same</u>	\$ <u>15,205</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>Roger E. Miller</u>	<u>51%</u>	<u>P.O. Box 488</u> <u>Avon Park, FL 33826-0488</u>	\$ <u>11,102</u>
<u>Karen J. Berry</u>	<u>49%</u>	<u>P.O. Box 488</u> <u>Avon Park, FL 33826-0488</u>	\$ <u>15,205</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_-----		\$ _____	<u>103,842</u>	\$ _____	\$ <u>103,842</u>
Commercial_-----		_____	_____	_____	_____
Industrial_-----		_____	_____	_____	_____
Multiple Family_-----		_____	_____	_____	_____
Guaranteed Revenues_		_____	_____	_____	_____
Other (Specify)_-----		_____	_____	_____	_____
<b>Total Gross Revenue_ _ _</b>		<b>\$ _____</b>	<b>\$ <u>103,842</u></b>	<b>\$ _____</b>	<b>\$ <u>103,842</u></b>
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ _____	\$ <u>82,192</u>	\$ _____	\$ <u>82,192</u>
Depreciation Expense(Net) _	F-5	_____	<u>7,798</u>	_____	<u>7,798</u>
Amortization Expense_ _ _ _	F-8	_____	<u>(91)</u>	_____	<u>(91)</u>
Taxes Other Than Income_ _	F-7	_____	<u>11,995</u>	_____	<u>11,995</u>
Income Taxes_ _ _ _ _	F-7	_____	_____	_____	_____
<b>Total Operating Expense</b>		<b>\$ _____</b>	<b><u>101,894</u></b>	<b>_____</b>	<b>\$ <u>101,894</u></b>
<b>Net Operating Income (Loss)</b>		<b>\$ _____</b>	<b>\$ <u>1,948</u></b>	<b>\$ _____</b>	<b>\$ <u>1,948</u></b>
Other Income:					
Nonutility Income - Rental		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_-----		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_ _ _ _ _		_____	<u>(26,116)</u>	_____	<u>(26,116)</u>
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
<b>Net Income (Loss)</b>		<b>\$ _____</b>	<b>\$ <u>(24,168)</u></b>	<b>\$ _____</b>	<b>\$ <u>(24,168)</u></b>

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT  
DECEMBER 31, 2000

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	\$ 208,640	\$ 208,640
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-3	<u>(151,241)</u>	<u>(143,443)</u>
Net Utility Plant _____		\$ 57,399	\$ 65,197
Cash _____		6,014	2,969
Customer Accounts Receivable (141) _____		9,645	9,512
Other Assets (Specify): _____			
Other Receivables _____		6,800	2,300
Loan Costs _____		149	
		<u>                    </u>	<u>                    </u>
Total Assets _____		\$ 80,007	\$ 79,978
<b>Liabilities and Capital:</b>			
Common Stock Issued (201) _____	F-6	1,000	1,000
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____		46,418	46,418
Retained Earnings (215) _____	F-6	<u>(302,126)</u>	<u>(277,958)</u>
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		\$ (254,708)	\$ (230,540)
Long Term Debt (224) _____	F-6	\$ 46,785	\$ 13,673
Accounts Payable (231) _____		16,518	22,533
Notes Payable (232) _____			
Customer Deposits (235) _____			
Accrued Taxes (236) _____			
Other Liabilities (Specify) - Accrued Taxes _____		656	809
Due to Shareholders _____		184,791	187,447
Accrued Salaries _____		84,898	84,898
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>1,067</u>	<u>1,158</u>
Total Liabilities and Capital _____		\$ 80,007	\$ 79,978



UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT  
DECEMBER 31, 2000

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)_____	\$ _____	\$ <u>208,640</u>	\$ _____	\$ <u>208,640</u>
Construction Work in Progress (105)_____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant_____	\$ _____	\$ <u>208,640</u>	\$ _____	\$ <u>208,640</u>

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_____	\$ _____	\$ <u>143,443</u>	\$ _____	\$ <u>143,443</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account_____	\$ _____	\$ <u>7,798</u>	\$ _____	\$ <u>7,798</u>
Salvage_____	_____	_____	_____	_____
Other Credits (specify)_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits_____	\$ _____	\$ <u>7,798</u>	\$ _____	\$ <u>7,798</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired_____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal_____	_____	_____	_____	_____
Other debits (specify)_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Debits_____	\$ _____	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Balance End of Year_____	\$ _____	\$ <u>151,241</u>	\$ _____	\$ <u>151,241</u>

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

<b>YEAR OF REPORT</b> <b>DECEMBER 31, 2000</b>
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CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	1.00	_____
Shares authorized _____	1,000	_____
Shares issued and outstanding _____	1000	_____
Total par value of stock issued _____	1,000	_____
Dividends declared per share for year _____	0.00	_____

RETAINED EARNINGS ( 215 )

	Appropriated	Un- Appropriated
Balance first of year _____	-	\$ (277,958)
Changes during the year (Specify):		
Net Income (Loss) for current year _____		(24,168)
_____		_____
Balance end of year _____		\$ (302,126)

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	
Note Payable to First Union National Bank _____	13.475	60	\$ 46,785
_____			_____
Total _____			\$ 46,785

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31, 2000
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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 _____	_____	_____	_____	_____
Local property tax _____	_____	2,597	_____	2,597
Regulatory assessment fee _____	_____	4,607	_____	4,607
Other (Specify) Fla. Int. _____	_____	283	_____	283
Licenses and other taxes _____	_____	889	_____	889
Payroll Taxes _____	_____	3,619	_____	3,619
<b>Total Taxes Accrued</b> _____	<b>\$ _____</b>	<b>\$ 11,995</b>	<b>\$ _____</b>	<b>\$ 11,995</b>

**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
The NCT Group CPA's, L.L.P.	\$ _____	\$ 3,615	Accounting and Consulting
Short Environmental	\$ _____	\$ 1,684	Water Testing
Thomas Devane	\$ _____	\$ 3,300	Operations and Management
Pugh Utilities	\$ _____	\$ 515	Maintenance
Highlands Utility Const.	\$ _____	\$ 7,567	Operations and Management
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

<b>YEAR OF REPORT</b> <b>DECEMBER 31 2000</b>
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**CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )**

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ <u>2,463</u>	\$ <u>2,463</u>
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	<u>2,463</u>	<u>2,463</u>
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	<u>2,463</u>	<u>2,463</u>
6) Less Accumulated Amortization _____	_____	<u>(1,396)</u>	<u>(1,396)</u>
7) Net CIAC _____	\$ _____	\$ <u>1,067</u>	\$ <u>1,067</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
None _____ _____ _____ _____ _____	_____ _____ _____ _____ _____	_____ _____ _____ _____ _____	_____ _____ _____ _____ _____
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	
None _____ _____ _____	_____ _____ _____	\$ _____ _____ _____	\$ _____ \$ _____ \$ _____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____ \$ _____

**ACCUMULATED AMORTIZATION OF CIAC (272)**

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ <u>1,305</u>	\$ <u>1,305</u>
Add Credits During Year: _____	_____	<u>91</u>	<u>91</u>
Deduct Debits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.) _____	\$ _____	\$ <u>1,396</u>	\$ <u>1,396</u>

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

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31 2000
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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)	_____	_____ %	_____ %	_____ %
<b>Total</b>	<b>\$ _____</b>	<b>100.00 %</b>		<b>_____ %</b>

(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: Fairmount Utilities the 2nd, Inc.

**YEAR OF REPORT**  
**DECEMBER 31, 2000**

**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)	_____	_____	_____	_____	_____
<b>Total</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>

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

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**THIS COMPANY IS SEWER ONLY**

**WASTEWATER  
OPERATING  
SECTION**



UTILITY NAME: Fairmount Utilities the 2nd, Inc.

<b>YEAR OF REPORT</b> <b>DECEMBER 31, 2000</b>
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**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 _____	1,750			1,750
354	Structures and Improvements _____	28,891			28,891
355	Power Generation Equipment _____				
360	Collection Sewers - Force _____	1,478			1,478
361	Collection Sewers - Gravity _____	54,339			54,339
362	Special Collecting Structures _____	24,260			24,260
363	Services to Customers _____	20,251			20,251
364	Flow Measuring Devices _____				
365	Flow Measuring Installations _____				
370	Receiving Wells _____				
371	Pumping Equipment _____				
380	Treatment and Disposal Equipment _____	74,493			74,493
381	Plant Sewers _____				
382	Outfall Sewer Lines _____				
389	Other Plant and Miscellaneous Equipment _____				
390	Office Furniture and Equipment _____	3,178			3,178
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 _____				
	<b>Total Wastewater Plant _____</b>	<b>\$ 208,640</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ 208,640 *</b>

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

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT  
DECEMBER 31, 2000

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	Various	%	Various %	\$ 28,387	\$	\$ 146	\$ 28,533
355	Power Generation	27	%	3.70 %	1,264		55	1,319
360	Collection Sewers - Force	40	%	2.50 %	36,202		1,358	37,560
361	Collection Sewers - Gravity	27	%	3.70 %	19,643		899	20,542
362	Special Collecting Structures	35	%	2.86 %	14,806		579	15,385
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 %	41,687		4,388	46,075
381	Plant Sewers		%					
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment		%					
390	Office Furniture and Equipment	Various	%	Various %	1,454		373	1,827
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				\$ 143,443	\$	\$ 7,798	\$ 151,241 *

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

**WASTEWATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees _____	\$ 18,809
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	26,307
704	Employee Pensions and Benefits _____	
710	Purchased Wastewater Treatment _____	
711	Sludge Removal Expense _____	1,488
715	Purchased Power _____	4,949
716	Fuel for Power Production _____	
718	Chemicals _____	700
720	Materials and Supplies _____	
730	Contractual Services:	
	Professional _____	3,615
	Testing _____	1,684
	Other _____	12,057
740	Rents _____	3,638
750	Transportation Expense _____	444
755	Insurance Expense _____	1,346
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	
775	Misc. Expenses      Repairs & maintenance, office expense, misc.) _____	7,155
	<b>Total Wastewater Operation And Maintenance Expense _____</b>	<b>\$ 82,192 *</b>

\* 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	425	425	425
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			2	2	2
Comm 1"			1	1	1
Unmetered Customers					
Total			428	428	428

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

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

<b>YEAR OF REPORT</b> December 31, 2000
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**PUMPING EQUIPMENT**

Lift Station Number _____	Main St.	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____		_____	_____	_____	_____	_____
Gorman Rupp 13a 25 _____	2	_____	_____	_____	_____	_____
Year installed _____	1969	_____	_____	_____	_____	_____
Rated capacity _____	200GPM	_____	_____	_____	_____	_____
Size _____	3"	_____	_____	_____	_____	_____
Power:		_____	_____	_____	_____	_____
Electric _____	3HP	_____	_____	_____	_____	_____
Mechanical _____		_____	_____	_____	_____	_____
Nameplate data of motor - U.S. Electric _____	3HP	_____	_____	_____	_____	_____

**SERVICE CONNECTIONS**

Size (inches) _____	4"	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	VCP	_____	_____	_____	_____	_____
Average length _____	50'	_____	_____	_____	_____	_____
Number of active service connections _____	428	_____	_____	_____	_____	_____
Beginning of year _____	428	_____	_____	_____	_____	_____
Added during year _____	0	_____	_____	_____	_____	_____
Retired during year _____	0	_____	_____	_____	_____	_____
End of year _____	428	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	N/A	_____	_____	_____	_____	_____

**COLLECTING AND FORCE MAINS**

	Collecting Mains			Force Mains			
Size (inches) _____	8"	6"	4"	_____	_____	_____	_____
Type of main _____	_____	_____	PVC	_____	_____	_____	_____
Length of main (nearest foot) _____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	610	3,200	1200	_____	_____	_____	_____
Added during year _____	0	0	0	_____	_____	_____	_____
Retired during year _____	0	0	0	_____	_____	_____	_____
End of year _____	610	3200	1200	_____	_____	_____	_____

**MANHOLES**

Size (inches) _____	8"	_____	_____	_____
Type of Manhole _____	Brick	_____	_____	_____
Number of Manholes:		_____	_____	_____
Beginning of year _____	46	_____	_____	_____
Added during year _____	0	_____	_____	_____
Retired during year _____	0	_____	_____	_____
End of Year _____	46	_____	_____	_____

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

SYSTEM NAME: Fairmount Mobile Estates

<b>YEAR OF REPORT</b> <b>DECEMBER 31, 2000</b>
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**TREATMENT PLANT**

Manufacturer _____ Type _____ "Steel" or "Concrete" _____ Total Capacity _____ Average Daily Flow _____ Effluent Disposal _____ Total Gallons of Wastewater treated _____	<u>Extended Air</u> _____ <u>Concrete</u> _____ <u>40,000 GPD</u> _____ <u>22,000 GPD</u> _____ <u>Evaporation &amp; Perk Pond</u> _____ <u>261,000</u> _____		
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**MASTER LIFT STATION PUMPS**

Manufacturer _____ Capacity (GPM's) _____ Motor: Manufacturer _____ Horsepower _____ Power (Electric or Mechanical) _____	<u>Gorman/Rupp</u> <u>200GPM</u> _____ <u>US Elec</u> <u>3 HP</u> _____ <u>Electric</u> _____					
--	--	--	--	--	--	--

**PUMPING WASTEWATER STATISTICS**

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	1,023,000		1,023,000
February _____	899,000		899,000
March _____	806,000		806,000
April _____	690,000		690,000
May _____	713,000		713,000
June _____	510,000		510,000
July _____	558,000		558,000
August _____	620,000		620,000
September _____	660,000		660,000
October _____	682,000		682,000
November _____	441,000		441,000
December _____	558,000		558,000
<b>Total for year _____</b>	<b>8,160,000</b>		<b>8,160,000</b>

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

**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 <b>80</b> [(8,160,000 / 365) / 280 = 80]	
2. Maximum ERCs ** that system can efficiently serve <b>143</b> (40,000 / 280 = 143)	
3. Present system connection capacity (in ERC's) using existing lines <b>143</b> (40,000 / 280 = 143)	
4. Future connection capacity (in ERC's) upon service area buildout <b>No additional service</b>	
5. Estimated annual increase in ERCs * <b>None</b>	
6. State any plans and estimated completion dates for any enlargements of this system. <b>None</b>	
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. <b>N/A</b>	
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? <b>No</b>	
9. Has the utility been required by the DEP or water management district to implement reuse. <b>No</b>	
10. When did the company last file a capacity analysis report with the DEP?	
11. Department of Environmental Protection ID # <b>D028187065</b>	
* 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	


# 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)  
Roger E. Miller, President

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.