

OFFICIAL COPY  
DIVISION OF  
CLASS "C"  
WATER AND WASTEWATER

# WATER AND/OR WASTEWATER UTILITIES

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

# ANNUAL REPORT

OF

SU674-02-AR  
Hunter's Ridge Utility Co. of Lee County  
12500 Hunters Ridge Drive  
Bonita Springs, FL 34135-3401

Submitted To The

## STATE OF FLORIDA



## PUBLIC SERVICE COMMISSION

FOR THE

## YEAR ENDED DECEMBER 31 , 2002

RECEIVED  
STATE OF FLORIDA  
PUBLIC SERVICE COMMISSION  
TALLAHASSEE, FLORIDA  
JAN 14 2003

## 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-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

# **FINANCIAL SECTION**

**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue  
Wastewater Operations  
Class C**

**Company:** HUNTERS RIDGE UTILITY CO. OF LEE COUNTY  
**For the Year Ended December 31, 2002**

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 201,590	\$ 201,590	\$ 0
Commercial	6,690	6,690	0
Industrial			
Multiple Family			
Guaranteed Revenues			
Other	6,743	6,743	0
<b>Total Wastewater Operating Revenue</b>	<b>\$ 215,023</b>	<b>\$ 215,023</b>	<b>\$ 0</b>
<b>LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility</b>			
<b>Net Wastewater Operating Revenues</b>	<b>\$ 215,023</b>	<b>\$ 215,023</b>	<b>\$ 0</b>

Explanations:

**Instructions:**

For the current year, reconcile the gross wastewater revenues reported on Schedule F-3 with the gross wastewater revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

REPORT OF

HUNTERS RIDGE UTILITY CO. OF LEE COUNTY  
(EXACT NAME OF UTILITY)

12500 HUNTERS RIDGE DRIVE BONITA SPRINGS, FL. 34135 Mailing Address	12500 HUNTERS RIDGE DRIVE BONITA SPRINGS, FL. 34135 Street Address	LEE County
---------------------------------------------------------------------------	--------------------------------------------------------------------------	---------------

Telephone Number (239) 495-3610 Date Utility First Organized 05/01/91

Fax Number (239) 992-6279 E-Mail Address NONE

Sunshine State One-Call of Florida, Inc. Member No. NONE

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: SAME AS ABOVE

Name of Subdivisions where services are provided: HUNTERS RIDGE COUNTRY CLUB

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: DONALD G. HUPRICH	VICE PRESIDENT	SAME AS ABOVE	\$ NONE
Person who prepared this report: BARRY K. ASMUS, CPA	CONSULTANT	515 N.E. 101 STREET MIAMI SHORES, FL. 33138	\$ N/A
Officers and Managers: H.A. STREET	PRESIDENT	28201 ALFRED MOORE CT. BONITA SPRINGS, FL. 34135	\$ NONE
DONALD G. HUPRICH	V. P. / TREASURER	SAME AS ABOVE	\$ NONE
GAYNELL FOWLER	SECRETARY	28201 ALFRED MOORE CT. BONITA SPRINGS, FL. 34135	\$ NONE

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 Company	Principle Business Address	Salary Charged Utility
ALFRED P. MOORE	25.00%	4801 POND APPLE DR. NAPLES, FL.	\$ NONE
JAMES H. STREET	12.50%	P.O. BOX 2100 GRUNDY, VA.	\$ NONE
MARCUS A. STREET	12.50%	ROUTE 7 ABINGTON, VA.	\$ NONE
GAYNELL FOWLER	25.00%	SEE ABOVE	\$ NONE
BBA DEVELOPMENT CORP.	25.00%	12500 HUNTERS RIDGE DR. BONITA SPRINGS, FL. 34135	\$ NONE

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ N/A	\$ 201,590	\$ N/A	\$ 201,590
Commercial _____			6,690		6,690
Industrial _____			0		0
Multiple Family _____			0		0
Guaranteed Revenues _____			0		0
Other (Specify) _____			6,743		6,743
- Spray Irrigation					
Total Gross Revenue _____		\$ _____	\$ 215,023	\$ _____	\$ 215,023
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ _____	\$ 155,315	\$ _____	\$ 155,315
Depreciation Expense _____	F-5		48,329		48,329
CIAC Amortization Expense _____	F-8		(16,115)		(16,115)
Taxes Other Than Income _____	F-7		13,413		13,413
Income Taxes _____	F-7		0		0
Total Operating Expense		\$ _____	\$ 200,942	\$ _____	\$ 200,942
Net Operating Income (Loss)		\$ _____	\$ 14,081	\$ _____	\$ 14,081
Other Income:					
Nonutility Income _____		\$ _____	\$ 0	\$ _____	\$ 0
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ 0	\$ _____	\$ 0
Interest Expense _____			0		0
Net Income (Loss)		\$ _____	\$ 14,081	\$ _____	\$ 14,081

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	\$ 1,076,286	\$ 984,286
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>(559,828)</u>	<u>(511,499)</u>
Net Utility Plant _____		\$ 516,458	\$ 472,787
Cash _____		12,216	63,034
Customer Accounts Receivable (141) _____		60,528	49,207
Other Assets (Specify): _____			
Accounts Receivable- Other (142) _____		325,000	317,000
Misc. Current and Accrued Assets (174) _____		2,000	2,000
Misc. Deferred Debits (186) _____		13,148	383
Total Assets _____		\$ <u>929,350</u>	\$ <u>904,411</u>
<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) _____		1,153,400	1,153,400
Retained Earnings (215) _____	F-6	(504,892)	(518,973)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		\$ <u>649,508</u>	\$ <u>635,427</u>
Long Term Debt (224) _____	F-6	\$	\$
Accounts Payable (231) _____		25,791	10,760
Notes Payable (232) _____			
Customer Deposits (235) _____		82	82
Accrued Taxes (236) _____		12,979	12,437
Other Liabilities (Specify) _____			
Acct. Payable - Associated Cos. (233) _____		13,201	13,201
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>227,789</u>	<u>232,504</u>
Total Liabilities and Capital _____		\$ <u>929,350</u>	\$ <u>904,411</u>



UTILITY NAME: HUNTER RIDGE UTILITY CO. OF LEE COUNTY

YEAR OF REPORT  
DECEMBER 31 , 2002

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ N/A	\$ 1,076,286	\$ N/A	\$ 1,076,286
Construction Work in Progress -----		0		0
Other (Specify) ----- ----- -----		0		0
Total Utility Plant -----	\$ -----	\$ 1,076,286	\$ -----	\$ 1,076,286

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year -----	\$ N/A	\$ 511,499	\$ N/A	\$ 511,499
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account -----	\$ -----	\$ 48,329	\$ -----	\$ 48,329
Salvage -----				
Other Credits (specify) ----- -----				
Total Credits -----	\$ -----	\$ 48,329	\$ -----	\$ 48,329
<u>Deduct Debits During Year:</u>				
Book cost of plant retired -----	\$ -----	\$ -----	\$ -----	\$ -----
Cost of removal -----				
Other debits (specify) ----- -----				
Total Debits -----	\$ -----	\$ 0	\$ -----	\$ 0
Balance End of Year -----	\$ -----	\$ 559,828	\$ -----	\$ 559,828

UTILITY NAME: HUNTER RIDGE UTILITY CO. OF LEE COUNTY

YEAR OF REPORT DECEMBER 31 , 2002
--------------------------------------

CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	1.00	N/A
Shares authorized _____	1,000	
Shares issued and outstanding _____	1,000	
Total par value of stock issued _____	1,000	
Dividends declared per share for year _____	0	

RETAINED EARNINGS ( 215 )

	Appropriated	Un-Appropriated
Balance first of year _____	\$ N/A	\$ (518,973)
Changes during the year (Specify): _____ _____		14,081
Balance end of year _____	\$ _____	\$ (504,892)

PROPRIETARY CAPITAL ( 218 )

	Proprietor Or Partner	Partner
Balance first of year _____	\$ N/A	\$ N/A
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	
N/A			\$ _____
Total _____			\$ _____

**TAX EXPENSE**

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ N/A	\$ _____	\$ N/A	\$ _____
State income Tax _____	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax _____	_____	_____	_____	_____
Local property tax _____	_____	3,303	_____	3,303
Regulatory assessment fee _____	_____	9,676	_____	9,676
Other (Specify) _____	_____	_____	_____	_____
Miscellaneous Taxes _____	_____	434	_____	434
<b>Total Taxes Accrued _____</b>	<b>\$ _____</b>	<b>\$ 13,413</b>	<b>\$ _____</b>	<b>\$ 13,413</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
Barry K. Asmus, CPA, PA	\$ N/A	\$ 8,000	Accounting
BBA Development Corp.	\$ N/A	\$ 42,000	Management Fee / Administrative
Cook Associates	\$ N/A	\$ 900	Accounting
K.A. Fenske	\$ N/A	\$ 52,500	Utility Plant Operations
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ <u>N/A</u>	\$ <u>319,200</u>	\$ <u>319,200</u>
2) Add credits during year_____	\$ _____	\$ <u>11,400</u>	\$ <u>11,400</u>
3) Total_____	_____	<u>11,400</u>	<u>11,400</u>
4) Deduct charges during the year_____	_____	_____	_____
5) Balance end of year_____	_____	<u>330,600</u>	<u>330,600</u>
6) Less Accumulated Amortization_____	_____	<u>102,811</u>	<u>102,811</u>
7) Net CIAC_____	\$ _____	\$ <u>227,789</u>	\$ <u>227,789</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
<u>John F. Soave (6 Connections)</u>	<u>Cash</u>	<u>N/A</u>	\$ <u>11,400</u>
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total_____	_____	\$ _____	\$ <u>11,400</u>
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	
Plant Capacity Charge	<u>6</u>	\$ <u>1,120</u>	\$ <u>N/A</u>
Main Extension Charge	<u>6</u>	<u>780</u>	\$ <u>4,680</u>
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.)_____			\$ _____

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year_____	\$ <u>N/A</u>	\$ <u>86,696</u>	\$ <u>86,696</u>
Add Debits During Year:_____	_____	<u>16,115</u>	<u>16,115</u>
Deduct Credits During Year:_____	_____	<u>0</u>	<u>0</u>
Balance End of Year (Must agree with line #6 above.)	\$ _____	\$ <u>102,811</u>	\$ <u>102,811</u>

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

UTILITY NAME HUNTERS RIDGE UTILITY CO. OF LEE COUNTY

YEAR OF REPORT DECEMBER 31, 2002
-------------------------------------

**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	\$ N/A	N/A %	%	N/A %
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>	\$	<u>100.00</u> %		%

(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: _____



# **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 _____	\$ 104,811	\$ _____	\$ _____	\$ 104,811
352	Franchises _____	0	_____	_____	0
353	Land and Land Rights _____	32,329	_____	_____	32,329
354	Structures and Improvements _____	78,509	_____	_____	78,509
355	Power Generation Equipment _____	0	_____	_____	0
360	Collection Sewers - Force _____	14,119	_____	_____	14,119
361	Collection Sewers - Gravity _____	182,729	92,000	_____	274,729
362	Special Collecting Structures _____	0	_____	_____	0
363	Services to Customers _____	41,714	_____	_____	41,714
364	Flow Measuring Devices _____	0	_____	_____	0
365	Flow Measuring Installations _____	0	_____	_____	0
370	Receiving Wells _____	11,000	_____	_____	11,000
371	Pumping Equipment _____	47,147	_____	_____	47,147
380	Treatment and Disposal Equipment _____	464,514	_____	_____	464,514
381	Plant Sewers _____	0	_____	_____	0
382	Outfall Sewer Lines _____	0	_____	_____	0
389	Other Plant and Miscellaneous Equipment _____	0	_____	_____	0
390	Office Furniture and Equipment _____	7,414	_____	_____	7,414
391	Transportation Equipment _____	0	_____	_____	0
392	Stores Equipment _____	0	_____	_____	0
393	Tools, Shop and Garage Equipment _____	0	_____	_____	0
394	Laboratory Equipment _____	0	_____	_____	0
395	Power Operated Equipment _____	0	_____	_____	0
396	Communication Equipment _____	0	_____	_____	0
397	Miscellaneous Equipment _____	0	_____	_____	0
398	Other Tangible Plant _____	0	_____	_____	0
	Total Wastewater Plant _____	\$ 984,286	\$ 92,000	\$ 0	\$ 1,076,286 *

\* 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)
351	Organization	40	0 %	2.500 %	\$ 25,669	\$	\$ 2,621	\$ 28,290
354	Structures and Improvements	27	0 %	3.704 %	28,724		2,908	31,632
355	Power Generation Equipment		%	%				
360	Collection Sewers - Force	27	0 %	3.704 %	6,014		523	6,537
361	Collection Sewers - Gravity	40	0 %	2.500 %	52,535		5,718	58,253
362	Special Collecting Structures		%	%				
363	Services to Customers	35	0 %	2.857 %	13,705		1,192	14,897
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations		%	%				
370	Receiving Wells	25	0 %	4.000 %	5,060		440	5,500
371	Pumping Equipment	15	0 %	6.667 %	31,293		3,143	34,436
380	Treatment and Disposal Equipment	15	0 %	6.667 %	344,505		30,969	375,474
381	Plant Sewers		%	%				
382	Outfall Sewer Lines		%	%				
389	Other Plant and Miscellaneous Equipment		%	%				
390	Office Furniture and Equipment		%	%				
391	Transportation Equipment	6	0 %	16.667 %	3,994		815	4,809
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				\$ 511,499	\$	\$ 48,329	\$ 559,828 *

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

**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	10,710
715	Purchased Power	6,852
716	Fuel for Power Production	
718	Chemicals	3,841
720	Materials and Supplies	4,443
730	Contractual Services:	
	Professional	11,603
	Testing	4,180
	Management Fee - Utility Plant Operations	52,500
	Management Fee - Administrative	42,000
740	Rents	
750	Transportation Expense	
755	Insurance Expense	
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses	19,186
	<b>Total Wastewater Operation And Maintenance Expense</b>	<b>\$ 155,315 *</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)	
<b>Residential Service</b>					
All meter sizes	D	1.0	331	337	337.0
<b>General Service</b>					
5/8"	D	1.0			
3/4"	D	1.5	1	1	1.5
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	1	1	8.0
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers Other (Specify)					
<b>Total</b>			<b>333</b>	<b>339</b>	<b>346.5</b>

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

PUMPING EQUIPMENT

Lift Station Number	1	2	3	4		
Make or Type and nameplate data on pump	Sub	Sub	Sub	Sub		
Manufacturer	P/B	P/B	P/B	Myers		
Model	SEH752	SEH301	SEH301	4V75M4		
Year installed	1988	1988	1989	1999		
Rated capacity	300@50'	115@40'	112@32'	96@51TDH		
Size	4"Disch	4"Disch	4"Disch	4"Disch		
Power:						
Electric	230,3ph	230,1ph	230,1ph	230,3ph		
Mechanical						
Nameplate data of motor	11.3 hp	4.5 hp	4.5 hp	7.5 hp		

SERVICE CONNECTIONS

Size (inches)	4	6				
Type (PVC, VCP, etc.)	PVC	PVC				
Average length	20'	20'				
Number of active service connections						
Beginning of year 2002	106	227				
Added during year	0	6				
Retired during year	0	0				
End of year 2002	106	233				
Give full particulars concerning inactive connections						

COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains			
Size (inches)	4	8					
Type of main	PVC	PVC					
Length of main (nearest foot)							
Beginning of year	2,943	17,970					
Added during year	0	5,500					
Retired during year	0	0					
End of year	2,943	23,470					

MANHOLES

Size (inches)	4' OD	4' OD		
Type of Manhole	STD	DROP		
Number of Manholes:				
Beginning of year	85	7		
Added during year	10	0		
Retired during year	0	0		
End of Year	95	7		

UTILITY NAME: HUNTERS RIDGE UTILITY CO. OF LEE COUNTY

YEAR OF REPORT DECEMBER 31, 2002
-------------------------------------

SYSTEM NAME: HUNTERS RIDGE COUNTRY CLUB

**TREATMENT PLANT**

Manufacturer _____ Type _____ "Steel" or "Concrete" _____ Total Permitted Capacity _____ Average Daily Flow _____ Method of Effluent Disposal _____ Permitted Capacity of Disposal _____ Total Gallons of Wastewater treated _____	ALLEN'S ENVIRONMENTAL CONTACT STABILIZ CONCRETE & STEEL 100,000 GPD 31,529 GPD GOLF COURSE SPRAY 550,000 GPD 11,508,000		
---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	-------------------------------------------------------------------------------------------------------------------------------------------------	--	--

**MASTER LIFT STATION PUMPS**

Manufacturer _____ Capacity (GPM's) _____ Motor: Manufacturer _____ Horsepower _____ Power (Electric or Mechanical) _____	N/A					
------------------------------------------------------------------------------------------------------------------------------------------	-----	--	--	--	--	--

**PUMPING WASTEWATER STATISTICS**

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	1,150,000	1,150,000	
February _____	1,110,000	1,110,000	
March _____	1,320,000	1,320,000	
April _____	1,020,000	1,020,000	
May _____	719,000	719,000	
June _____	809,000	809,000	
July _____	782,000	782,000	
August _____	710,000	710,000	
September _____	810,000	810,000	
October _____	898,000	898,000	
November _____	1,140,000	1,140,000	
December _____	1,040,000	1,040,000	
Total for year _____	11,508,000	11,508,000	0

If Wastewater Treatment is purchased, indicate the vendor:

**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. \_\_\_\_\_ 122
2. Maximum number of ERCs\* which can be served. \_\_\_\_\_ 405
3. Present system connection capacity (in ERCs\*) using existing lines. \_\_\_\_\_ 421
4. Future connection capacity (in ERCs\*) upon service area buildout. \_\_\_\_\_ 112
5. Estimated annual increase in ERCs\*. \_\_\_\_\_ 30
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system  
 \_\_\_\_\_  
 \_\_\_\_\_
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.     Hunters Ridge Country Club - 100%
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? \_\_\_\_\_ N/A  
 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?  
 \_\_\_\_\_  
 \_\_\_\_\_
10. When did the company last file a capacity analysis report with the DEP? Not required. All requirements met.
11. 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? \_\_\_\_\_
12. Department of Environmental Protection ID # \_\_\_\_\_ FLA014541-001-DWZP

\* 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. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	<u>Donald G. Neypich</u> *
				(signature of chief executive officer of the utility)
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.