

OFFICIAL COPY
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WATER AND SEWER
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WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

SU785-01-AR
Crooked Lake Park Sewerage Company
227 Caloosa Lake Circle, North
Lake Wales, FL 33859-8605

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2001

02/20/02 10:19:20

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GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 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

Crooked Lake Park Sewerage Company

(EXACT NAME OF UTILITY)

| | | |
|---|---|--------|
| 227 Caloosa Lake Cir N Lake Wales, Florida 33859 | 227 Caloosa Lake Cir N Lake Wales, Florida 33859 | Polk |
| Mailing Address | Street Address | County |

Telephone Number (863) 638-3117 Date Utility First Organized December 13, 1957

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: Ken Knowlton 227 Caloosa Lake Cir N Lake Wales, Florida 33859 (863) 638-3117

Name of subdivisions where services are provided: Crooked Lake Park, Caloosa Lake Village and College Park Mobile Home Park

CONTACTS:

| Name | Title | Principle Business Address | Salary Charged Utility |
|---|--------------------------------|---|------------------------|
| Person to send correspondence: Kenneth J. Knowlton | President/Sec/Treas | 227 Caloosa Lake Cir N Lake Wales, Florida 33859 | |
| Person who prepared this report: Cheryl M. Martin | Certified Public Accountant | 19200 Hwy 27 Lake Wales, Florida 33853 | |
| Officers and Managers: Kenneth J. Knowlton | President/Sec/Treas | 227 Caloosa Lake Cir N Lake Wales, Florida 33859 | \$ 24,000 |
| | | | \$ |
| | | | \$ |
| | | | \$ |
| | | | \$ |

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 |
|---------------------|------------------------------|---|------------------------|
| Kenneth J. Knowlton | 100% | 227 Caloosa Lake Cir N Lake Wales, Florida 33859 | \$ 24,000 |
| | | | \$ |
| | | | \$ |
| | | | \$ |
| | | | \$ |
| | | | \$ |
| | | | \$ |

INCOME STATEMENT

| Account Name | Ref. Page | Water | Wastewater | Other | Total Company |
|---|------------|-----------------|--------------------|-----------------|--------------------|
| Gross Revenue: | | | | | |
| Residential_____ | | \$ _____ | \$ 110,433 | \$ _____ | \$ 110,433 |
| Commercial_____ | | _____ | 1,897 | _____ | 1,897 |
| Industrial_____ | | _____ | _____ | _____ | _____ |
| Multiple Family_____ | | _____ | _____ | _____ | _____ |
| Guaranteed Revenues_____ | | _____ | _____ | _____ | _____ |
| Other (Specify)_____ | | _____ | _____ | _____ | _____ |
| Total Gross Revenue_____ | | \$ _____ | \$ 112,330 | \$ _____ | \$ 112,330 |
| Operation Expense (Must tie to pages W-3 and S-3) | W-3 S-3 | \$ _____ | \$ 86,322 | \$ _____ | \$ 86,322 |
| Depreciation Expense_____ | F-5 | _____ | 9,920 | _____ | 9,920 |
| CIAC Amortization Expense_____ | F-8 | _____ | (3,774) | _____ | (3,774) |
| Taxes Other Than Income_____ | F-7 | _____ | 12,513 | _____ | 12,513 |
| Income Taxes_____ | F-7 | _____ | 0 | _____ | 0 |
| Total Operating Expense | | \$ _____ | 104,981 | _____ | \$ 104,981 |
| Net Operating Income (Loss) | | \$ _____ | \$ 7,349 | \$ _____ | \$ 7,349 |
| Other Income: | | | | | |
| Nonutility Income_____ | | \$ _____ | \$ 0 | \$ _____ | \$ 0 |
| Interest Income | | _____ | 735 | _____ | 735 |
| Collection Allowance | | _____ | _____ | _____ | 0 |
| Other Deductions: | | | | | |
| Miscellaneous Nonutility Expenses_____ | | \$ _____ | \$ _____ | \$ _____ | \$ 0 |
| Interest Expense_____ | | _____ | 17,484 | _____ | 17,484 |
| Other Amortization Exp | | _____ | 3,870 | _____ | 3,870 |
| _____ | | _____ | _____ | _____ | _____ |
| _____ | | _____ | _____ | _____ | _____ |
| Net Income (Loss) | | \$ _____ | \$ (13,270) | \$ 0 | \$ (13,270) |

COMPARATIVE BALANCE SHEET

| ACCOUNT NAME | Reference Page | Current Year | Previous Year |
|--|----------------|-------------------|-------------------|
| Assets: | | | |
| Utility Plant in Service (101-105) ----- | F-5,W-1,S-1 | \$ 375,960 | \$ 349,804 |
| Accumulated Depreciation and Amortization (108) ----- | F-5,W-2,S-2 | (179,034) | (169,115) |
| Net Utility Plant ----- | | \$ 196,926 | \$ 180,689 |
| Cash ----- | | 10,421 | 35,388 |
| Customer Accounts Receivable (141) ----- | | 16,456 | 10,219 |
| Other Assets (Specify): ----- | | 0 | 0 |
| Note Receivable ----- | | 0 | 0 |
| Prepaid Insurance ----- | | 1,545 | 1,165 |
| Loan Costs (net of amortization) ----- | | 8,072 | 8,727 |
| Deferred Debits - PSC Filing Fee(net of amort.) ----- | | 458 | 708 |
| Deferred Debits - Rate Case Consulting(net of amort.) ----- | | 4,299 | 5,840 |
| Deferred Debits - Legal Fees (net of amort.) ----- | | 567 | 767 |
| Deferred Debits - Accounting Fees (net of amort.) ----- | | 1,844 | 2,404 |
| Deferred Debits - Rate Case Consulting-Future Rate Case ----- | | 7,175 | 7,175 |
| Deferred Debits - Operating Permit-Future Rate Case ----- | | 11,302 | 11,302 |
| Deferred Debits - Accounting Fees-Future Rate Case ----- | | 2,100 | 2,100 |
| Total Assets ----- | | \$ 261,165 | \$ 266,483 |
| Liabilities and Capital: | | | |
| Common Stock Issued (201) ----- | F-6 | 3,000 | 3,000 |
| Preferred Stock Issued (204) ----- | F-6 | | |
| Other Paid in Capital (211) ----- | | 76,070 | 76,070 |
| Retained Earnings (215) ----- | F-6 | (62,560) | (49,290) |
| Proprietary Capital (Proprietary and partnership only) (218) ----- | F-6 | | |
| Total Capital ----- | | \$ 16,510 | \$ 29,781 |
| Long Term Debt (224) ----- | F-6 | \$ 203,290 | \$ 189,954 |
| Accounts Payable (231) ----- | | 11,152 | 13,994 |
| Notes Payable (232) ----- | | | |
| Customer Deposits (235) ----- | | 0 | 200 |
| Accrued Taxes (236) ----- | | 577 | 696 |
| Other Liabilities Shareholder Loan Payable ----- | | 351 | 0 |
| Advances for Construction ----- | | | |
| Contributions in Aid of Construction - Net (271-272) ----- | F-8 | 29,285 | 31,859 |
| Total Liabilities and Capital ----- | | \$ 261,165 | \$ 266,483 |

UTILITY NAME: Crooked Lake Park Sewerage Company

| |
|-------------------------------------|
| 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 ----- | \$ _____ | \$ 375,960 | \$ 0 | \$ 375,960 |
| Construction Work in ----- | _____ | 0 | 0 | 0 |
| Other (Specify) _____ _____ _____ | _____ _____ _____ | _____ _____ _____ | _____ _____ _____ | _____ _____ _____ |
| Total Utility Plant _____ | \$ _____ | \$ 375,960 | \$ 0 | \$ 375,960 |

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

| Account 108 | Water | Wastewater | A/D & CIAC AM Other Than Reporting Systems | Total |
|---|----------|------------|---|------------|
| Balance First of Year _____ | \$ _____ | \$ 169,114 | \$ 0 | \$ 169,114 |
| <u>Add Credits During Year:</u> | | | | |
| Accruals charged to depreciation account _____ | \$ _____ | \$ 9,920 | \$ 0 | \$ 9,920 |
| Salvage _____ | _____ | _____ | _____ | _____ |
| Other Credits (specify) _____ | _____ | _____ | _____ | _____ |
| Total Credits _____ | \$ _____ | \$ 9,920 | \$ 0 | \$ 9,920 |
| <u>Deduct Debits During Year:</u> | | | | |
| Book cost of plant retired _____ | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| Cost of removal _____ | _____ | _____ | _____ | _____ |
| Other debits (specify) _____ | _____ | _____ | _____ | _____ |
| Total Debits _____ | \$ _____ | \$ 0 | \$ _____ | \$ _____ |
| Balance End of Year _____ | \$ _____ | \$ 179,034 | \$ 0 | \$ 179,034 |

UTILITY NAME: Crooked Lake Park Sewerage Company

| |
|---|
| YEAR OF REPORT DECEMBER 31, 2001 |
|---|

CAPITAL STOCK (201 - 204)

| | Common Stock | Preferred Stock |
|---|-----------------|--------------------|
| Par or stated value per share _____ | 3,000 | _____ |
| Shares authorized _____ | 1 | _____ |
| Shares issued and outstanding _____ | 1 | _____ |
| Total par value of stock issued _____ | 3,000 | _____ |
| Dividends declared per share for year _____ | 0 | _____ |

RETAINED EARNINGS (215)

| | Appropriated | Un- Appropriated |
|------------------------------------|--------------|---------------------|
| Balance first of year _____ | \$ _____ | \$ (49,290) |
| Changes during the year (Specify): | | |
| Net Profit or (Loss) _____ | | (13,270) |
| _____ | | _____ |
| _____ | | _____ |
| Balance end of year _____ | \$ _____ | \$ (62,560) |

PROPRIETARY CAPITAL (218)

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

LONG TERM DEBT (224)

| Description of Obligation (Including Nominal Date of Issue and Date of Maturity): | Interest | | Principal per Balance Sheet Date |
|--|----------|---------------|--|
| | Rate | # of Pymts | |
| Loan Payable American Bank - 10/21/99, Maturity Date 11/19/09 | 6.75% | 96 | \$ 92,344 |
| Loan Payable AmSouth Bank - 12/28/99, Maturity Date 12/28/09 | 8.75% | 120 | 86,308 |
| Loan Payable Ford Motor Credit - 10/31/01, Maturity Date 11/15/06 | 4.90% | 60 | 24,638 |
| Total _____ | | | \$ 203,290 |

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 _____ | _____ | 219 | _____ | 219 |
| Regulatory assessment fee _____ | _____ | 5,055 | _____ | 5,055 |
| Other (Specify) _____ | _____ | 2,161 | _____ | 2,161 |
| State & Federal payroll tax _____ | _____ | 2,010 | _____ | 2,010 |
| Tags/Title Trans _____ | _____ | _____ | _____ | 0 |
| Corporate annual report _____ | _____ | 150 | _____ | 150 |
| Tangible Personal Property Tax _____ | _____ | 2,893 | _____ | 2,893 |
| Licenses _____ | _____ | 25 | _____ | 25 |
| <u>Total Taxes Accrued _____</u> | <u>\$ _____</u> | <u>\$ 12,513</u> | <u>\$ _____</u> | <u>\$ 12,513</u> |

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

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

| Name of Recipient | Water Amount | Wastewater Amount | Description of Service |
|---------------------------------|-----------------|----------------------|------------------------|
| Anthony Staiano Investment Mgmt | \$ _____ | \$ 6,333 | Billing |
| Applied Aquatic Management Inc. | \$ _____ | \$ 1,225 | Contractual Services |
| A. D. Baynard Plumbing | \$ _____ | \$ 1,149 | Repairs |
| Brooker Septic Tank Service | \$ _____ | \$ 700 | Repairs |
| Brooker Septic Tank Service | \$ _____ | \$ 2,478 | Sludge Removal |
| Central Electric Motor | \$ _____ | \$ 2,492 | Repairs and Supplies |
| Cheryl M. Martin, CPA | \$ _____ | \$ 3,781 | Accounting & Taxes |
| David Hall | \$ _____ | \$ 8,700 | Contractual Services |
| E&M Lawn Service | \$ _____ | \$ 1,600 | Contractual Services |
| Lee Ann Knecht | \$ _____ | \$ 550 | Contractual Services |
| Linda Fisher | \$ _____ | \$ 2,000 | Contractual Services |
| Son Glow Lab & Assoc. Inc. | \$ _____ | \$ 1,855 | Testing |
| Son Glow Lab & Assoc. Inc. | \$ _____ | \$ 2,910 | Contract Operator |
| William Kriston & Sons, Inc. | \$ _____ | \$ 621 | Contractual Services |
| _____ | \$ _____ | \$ _____ | _____ |
| _____ | \$ _____ | \$ _____ | _____ |
| _____ | \$ _____ | \$ _____ | _____ |

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

| (a) | Water (b) | Wastewater (c) | Total (d) |
|--|--------------|-------------------|--------------|
| 1) Balance first of year_____ | \$ _____ | \$ 122,536 | \$ 122,536 |
| 2) Add credits during year_____ | \$ _____ | \$ 1,200 | \$ 1,200 |
| 3) Total_____ | _____ | 123,736 | 123,736 |
| 4) Deduct charges during the year_____ | _____ | _____ | 0 |
| 5) Balance end of year_____ | _____ | 123,736 | 123,736 |
| 6) Less Accumulated Amortization_____ | _____ | (94,451) | (94,451) |
| 7) Net CIAC_____ | \$ _____ | \$ 29,285 | \$ 29,285 |

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

| Report below all developers or contractors agreements from which cash or property was received during the year. | Indicate "Cash" or "Property" | Water | Wastewater |
|---|-------------------------------------|-----------------------|------------|
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| Sub-total_____ | _____ | \$ _____ | \$ 0 |
| 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 | 0 | \$ 450 | \$ 0 |
| Tie into Lateral | 0 | 150 | 0 |
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| Total Credits During Year (Must agree with line # 2 above.)_____ | | \$ _____ | \$ 0 |

ACCUMULATED AMORTIZATION OF CIAC

| | Water | Wastewater | Total |
|---|----------|-------------|-------------|
| Balance First of Year_____ | \$ _____ | \$ (90,677) | \$ (90,677) |
| Add Credits During Year:_____ | _____ | (3,774) | (3,774) |
| Deduct Debits During Year:_____ | _____ | _____ | _____ |
| Balance End of Year (Must agree with line #6 above.)_____ | \$ _____ | \$ (94,451) | \$ (94,451) |

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

UTILITY NAME: Crooked Lake Park Sewerage Company

| |
|------------------------------------|
| YEAR OF REPORT DECEMBER 31,2001 |
|------------------------------------|

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 | \$ _____ 0 | _____ 100.00 % | | _____ N/A % |

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

APPROVED AFUDC RATE

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

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

UTILITY NAME: Crooked Lake Park Sewerage Company

| |
|-------------------------------------|
| YEAR OF REPORT DECEMBER 31, 2001 |
|-------------------------------------|

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 | \$ _____ | \$ _____ | \$ _____ | \$ _____ | \$ <u>N/A</u> |

(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_____ | \$ 9,549 | \$ 0 | \$ | \$ 9,549 |
| 352 | Franchises_____ | | | | |
| 353 | Land and Land Rights_____ | 6,197 | 0 | | 6,197 |
| 354 | Structures and Improvements_____ | 6,929 | 0 | | 6,929 |
| 360 | Collection Sewers - Force_____ | 76,145 | 0 | | 76,145 |
| 361 | Collection Sewers - Gravity_____ | 119,513 | 0 | | 119,513 |
| 362 | Special Collecting Structures_____ | | | | |
| 363 | Services to Customers_____ | 24,448 | 0 | | 24,448 |
| 364 | Flow Measuring Devices_____ | 5,287 | 0 | | 5,287 |
| 365 | Flow Measuring Installations_____ | | | | |
| 370 | Receiving Wells_____ | 23,922 | 0 | | 23,922 |
| 371 | Pumping Equipment_____ | | | | |
| 380 | Treatment and Disposal Equipment_____ | 64,749 | 0 | | 64,749 |
| 381 | Plant Sewers_____ | | | | |
| 382 | Outfall Sewer Lines_____ | | | | |
| 389 | Other Plant and Miscellaneous Equipment_____ | 12,567 | 450 | | 13,017 |
| 390 | Office Furniture and Equipment_____ | 150 | 0 | | 150 |
| 391 | Transportation Equipment_____ | 0 | 24,956 | | 24,956 |
| 392 | Stores Equipment_____ | | | | |
| 393 | Tools, Shop and Garage Equipment_____ | 0 | 749 | | 749 |
| 394 | Laboratory Equipment_____ | 349 | 0 | | 349 |
| 395 | Power Operated Equipment_____ | | | | |
| 396 | Communication Equipment_____ | | | | |
| 397 | Miscellaneous Equipment_____ | | | | |
| 398 | Other Tangible Plant_____ | | | | |
| | Total Wastewater Plant_____ | \$ 349,805 | \$ 26,155 | \$ 0 | \$ 375,960 * |

* This amount should tie to sheet F-5.

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

| Acct. No. (a) | Account (b) | Average Service Life in Years (c) | Average Salvage in Percent (d) | Depr. Rate Applied (e) | Accumulated Depreciation Balance Previous Year (f) | Debits (g) | Credits (h) | Accum. Depr. Balance End of Year (f-g+h=i) (i) |
|---------------|---|-----------------------------------|--------------------------------|------------------------|--|------------|-------------|--|
| 354 | Structures and Improvements | 27 | 0 % | 27 yr. SL % | \$ 5,557 | \$ | \$ 256 | \$ 5,813 |
| 360 | Collection Sewers - Force | 27 | 0 % | 27 yr. SL % | 10,191 | | 2,472 | 12,663 |
| 361 | Collection Sewers - Gravity | 40 | 0 % | 40 yr. SL % | 55,550 | | 2,988 | 58,538 |
| 362 | Special Collecting Structures | | 0 % | | | | | |
| 363 | Services to Customers | 35 | 0 % | 35 yr. SL % | 20,925 | | 699 | 21,624 |
| 364 | Flow Measuring Devices | | % | | | | | |
| 365 | Flow Measuring Installations | 35 | 0 % | 35 yr. SL % | 995 | | 151 | 1,146 |
| 370 | Receiving Wells | 25 | 0 % | 25 yr. SL % | 17,333 | | 0 | 17,333 |
| 370 | Receiving Wells | 15 | 0 % | 15 yr. SL % | 2,192 | | 439 | 2,631 |
| 380 | Treatment and Disposal Equip | 15 | 0 % | 15 yr. SL % | 51,603 | | 0 | 51,603 |
| 380 | Treatment and Disposal Equip | 12 | 0 % | 12 yr. SL % | 2,873 | | 627 | 3,500 |
| 380 | Treatment and Disposal Equip | 18 | 0 % | 18 yr. SL % | 246 | | 82 | 328 |
| 380 | Treatment and Disposal Equip | 12 | 0 % | 12 yr. SL % | 1 | | 345 | 346 |
| 382 | Outfall Sewer Lines | | % | | | | | |
| 389 | Other Plant and Miscellaneous Equipment | 15 | 0 % | 15 yr. SL % | 769 | | 839 | 1,608 |
| 390 | Office Furniture and Equipment | 15 | 0 % | 15 yr. SL % | 9 | | 10 | 19 |
| 391 | Transportation Equipment | 6 | 0 % | 6 yr. SL % | 0 | | 707 | 707 |
| 392 | Stores Equipment | | % | | | | | |
| 393 | Tools, Shop and Garage Equipment | 15 | 0 % | 15 yr. SL % | 0 | | 43 | 43 |
| 394 | Laboratory Equipment | 15 | % | 15 yr. SL % | 154 | | 23 | 177 |
| 395 | Power Operated Equipment | | % | | | | | |
| 396 | Communication Equipment | | % | | | | | |
| 397 | Miscellaneous Equipment | | % | | | | | |
| 398 | Other Tangible Plant | | % | | | | | |
| 351 | Organization Costs | 40 | 0 % | 40 yr. SL % | 716 | | 239 | 955 |
| | Totals | | | | \$ 169,114 | \$ 0 | \$ 9,920 | \$ 179,034 * |

* This amount should tie to Sheet F-5.

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

| Acct. No. | Account Name | Amount |
|-----------|---|--------------------|
| 701 | Salaries and Wages - Employees | \$ 1,300 |
| 703 | Salaries and Wages - Officers, Directors, and Majority Stockholders | 24,000 |
| 704 | Employee Pensions and Benefits | |
| 710 | Purchased Wastewater Treatment | |
| 711 | Sludge Removal Expense | 2,478 |
| 715 | Purchased Power | 5,459 |
| 716 | Fuel for Power Production | |
| 718 | Chemicals | 1,565 |
| 720 | Materials and Supplies | 5,095 |
| 730 | Contractual Services: | |
| 732 | Billing | 6,349 |
| | Professional | 3,781 |
| 733 | Testing | 2,215 |
| | Other | 24,896 |
| 740 | Rents | |
| 750 | Transportation Expense | 4,872 |
| 755 | Insurance Expense | 2,494 |
| 765 | Regulatory Commission Expenses (Amortized Rate Case Expense) | 76 |
| 770 | Bad Debt Expense | |
| 775 | Miscellaneous Expenses | 1,742 |
| | Total Wastewater Operation And Maintenance Expense | \$ 86,322 * |

* 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 | 1 | 1 | 5 |
| 2" | D,C,T | 8.0 | | | |
| 3" | D | 15.0 | | | |
| 3" | C | 16.0 | | | |
| 3" | T | 17.5 | | | |
| 4" | D,C | 25.0 | | | |
| 4" | T | 30.0 | | | |
| 6" | D,C | 50.0 | | | |
| 6" | T | 62.5 | | | |
| Other (Specify): | | | | | |
| | | | | | |
| | | | | | |
| Unmetered Customers | | | | | |
| ** D = Displacement C = Compound T = Turbine | | | Total | 426 | 426 |
| | | | | 426 | 430 |

PUMPING EQUIPMENT

| | | | | | | |
|--|--------|--------|--------|--|--|--|
| Lift Station Number_____ | 1 | 2 | 3 | | | |
| Make or Type and nameplate data on pump_____ | Goulds | Goulds | Goulds | | | |
| Year installed_____ | 1997 | 1996 | 2000 | | | |
| Rated capacity_____ | 40 gpm | 40 gpm | 50 gpm | | | |
| Size_____ | 1 Hp | 2 Hp | 3 Hp | | | |
| Power: | | | | | | |
| Electric_____ | | | | | | |
| Mechanical_____ | | | | | | |
| Nameplate data of motor_____ | | | | | | |

SERVICE CONNECTIONS

| | | | | | | |
|--|-----|--|--|--|--|--|
| Size (inches)_____ | 4 | | | | | |
| Type (PVC, VCP, etc.)_____ | | | | | | |
| Average length_____ | | | | | | |
| Number of active service connections_____ | | | | | | |
| Beginning of year_____ | 426 | | | | | |
| Added during year_____ | | | | | | |
| Retired during year_____ | | | | | | |
| End of year_____ | 426 | | | | | |
| Give full particulars concerning inactive connections_____ | | | | | | |

COLLECTING AND FORCE MAINS

| | Collecting Mains | | | | | Force Mains | | |
|------------------------------------|------------------|-----|-------|------|------|-------------|------|--|
| Size (inches)_____ | 4 | 4 | 6 | 6 | 10 | 4 | 4 | |
| Type of main_____ | VCP | PVC | VCP | PVC | VCP | AC | PVC | |
| Length of main (nearest foot)_____ | | | | | | | | |
| Beginning of year_____ | 985 | 940 | 17335 | 2240 | 1335 | 1845 | 1900 | |
| Added during year_____ | | | | | | | | |
| Retired during year_____ | | | | | | | | |
| End of year_____ | 985 | 940 | 17335 | 2240 | 1335 | 1845 | 1900 | |

MANHOLES

| | | | | |
|--------------------------|-------|--|--|--|
| Size (inches)_____ | 48 | | | |
| Type of Manhole_____ | Brick | | | |
| Number of Manholes: | | | | |
| Beginning of year_____ | 47 | | | |
| Added during year_____ | | | | |
| Retired during year_____ | | | | |
| End of Year_____ | 47 | | | |

UTILITY NAME: Crooked Lake Park Sewerage Company

SYSTEM NAME: _____

| |
|---|
| YEAR OF REPORT DECEMBER 31, 2001 |
|---|

TREATMENT PLANT

| | | | |
|---|-------------------------|-------|-------|
| Manufacturer _____ | Martin _____ | _____ | _____ |
| Type _____ | Extended Air _____ | _____ | _____ |
| "Steel" or "Concrete" _____ | Concrete _____ | _____ | _____ |
| Total Capacity _____ | 60,000 gpd _____ | _____ | _____ |
| Average Daily Flow _____ | 40,995 gpd _____ | _____ | _____ |
| Effluent Disposal _____ | Percolation Ponds _____ | _____ | _____ |
| Total Gallons of Wastewater treated _____ | 14,963,000 _____ | _____ | _____ |

MASTER LIFT STATION PUMPS

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

PUMPING WASTEWATER STATISTICS

| Months | Gallons of Treated Wastewater | Effluent Reuse Gallons to Customers | Effluent Gallons Disposed of on site |
|----------------------|-------------------------------|-------------------------------------|--------------------------------------|
| January _____ | 1,336,000 _____ | N/A _____ | 1,336,000 _____ |
| February _____ | 1,232,000 _____ | _____ | 1,232,000 _____ |
| March _____ | 1,364,000 _____ | _____ | 1,364,000 _____ |
| April _____ | 1,230,000 _____ | _____ | 1,230,000 _____ |
| May _____ | 1,178,000 _____ | _____ | 1,178,000 _____ |
| June _____ | 1,200,000 _____ | _____ | 1,200,000 _____ |
| July _____ | 992,000 _____ | _____ | 992,000 _____ |
| August _____ | 1,147,000 _____ | _____ | 1,147,000 _____ |
| September _____ | 1,440,000 _____ | _____ | 1,440,000 _____ |
| October _____ | 1,302,000 _____ | _____ | 1,302,000 _____ |
| November _____ | 1,271,000 _____ | _____ | 1,271,000 _____ |
| December _____ | 1,271,000 _____ | _____ | 1,271,000 _____ |
| Total for year _____ | 14,963,000 _____ | _____ | 14,963,000 _____ |

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: Crooked Lake Park Sewerage Company

YEAR OF REPORT
DECEMBER 31, 2001

SYSTEM NAME: _____

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 146
- 2. Maximum ERCs ** that system can efficiently serve _____ 214
- 3. Present system connection capacity (in ERC's) using existing lines _____ 214
- 4. Future connection capacity (in ERC's) upon service area buildout _____ 0
- 5. Estimated annual increase in ERCs * _____ 0
- 6. State any plans and estimated completion dates for any enlargements of this system. _____
N/A

- 7. List percent of certificated area where service connections are installed (total for each county)
70%

- 8. If present systems do not meet the requirements of DEP Rule 62-4, Florida Administrative Code, submit the following:
 - a. Evaluation of the present plant or plants in regard to meeting the DEP's rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DEP? _____
 - d. Do they concur? _____
 - e. When will construction begin? _____
- 9. Do you discharge effluent to surface waters?__ No
- 10. Department of Environmental Protection ID #__ FLA 013038
Water Management District ID #__ None

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

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 <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 (please see attached letter addressed to Ms. Chase). |
| 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"/> | <u>Kenneth J. Knowlton</u> * |
| | | | | (signature of chief executive officer of the utility) |

| | | | | |
|---|---|---|---|---|
| 1. <input checked="" type="checkbox"/> | 2. <input checked="" type="checkbox"/> | 3. <input checked="" type="checkbox"/> | 4. <input checked="" type="checkbox"/> | <u>Charles M. Mann, CPA</u> * |
| | | | | (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.