

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

WS151 42
Loch Harbour Utilities, Inc.
P. O. Box 2100
Ocala, FL 34478-2100

356-W 312-S
Certificate Number(s)

Submitted To The
STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1992

ORIGINAL COPY
1992

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FINANCIAL SECTION

REPORT OF

Loch Harbour Utilities, Inc.

(EXACT NAME OF UTILITY)

P.O. Box 2100 Ocala, FL 34478
Mailing Address

3323 S. Pine Ave Marion
Street Address County

Telephone Number 352-732-2100

Date Utility First Organized 5/08/74

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: 3325 S. Pine Ave., Ocala, FL 34471

Name of subdivisions where services are provided: Loch Harbour Condominiums

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Joseph C. McCoun</u>	<u>Vice-President</u>	<u>P.O. Box 2100 Ocala, FL 34478</u>	<u>-0-</u>
Person who prepared this report: <u>Gene Clements</u>	<u>Controller</u>	<u>Same</u>	<u>-0-</u>
Officers and Managers: <u>Fred Y. Montsdeoca</u>	<u>President</u>	<u>Same</u>	\$ <u>-0-</u>
<u>Joseph C. McCoun</u>	<u>Vice-President</u>	<u>Same</u>	\$ <u>-0-</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>Fred Y. Montsdeoca</u>	<u>75%</u>	<u>P.O. Box 2100, Oca</u>	\$ <u>-0-</u>
<u>Joseph C. McCoun</u>	<u>25%</u>	<u>P.O. Box 2100, Oca</u>	\$ <u>-0-</u>
			\$ _____
			\$ _____
			\$ _____

UTILITY NAME: Lock Harbour utilities

YEAR OF REPORT
DECEMBER 31, 1997

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 11,846.95	\$ 16,819.05	\$ _____	\$ 28,666.00
Commercial _____		_____	_____	_____	_____
Industrial _____		_____	_____	_____	_____
Multiple Family _____		_____	_____	_____	_____
Guaranteed Revenues _____		_____	_____	_____	_____
Other (Specify) _____		_____	_____	_____	_____
Total Gross Revenue _____		\$ 11,846.95	\$ 16,819.05	\$ _____	\$ 28,666.00
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 15,691.68	\$ 15,271.94	\$ _____	\$ 30,963.62
Depreciation Expense _____	F-5	457.00	3,959.00	_____	4,416.00
CIAC Amortization Expense _____	F-8	_____	_____	_____	_____
Taxes Other Than Income _____	F-7	657.69	907.90	_____	1,565.59
Income Taxes _____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 16,806.37	\$ 20,138.84	\$ _____	\$ 36,945.21
Net Operating Income (Loss)		\$ (4,959.42)	\$ (3,319.79)	\$ _____	\$ (8,279.21)
Other Income:					
Nonutility Income _____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense _____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ (4,959.42)	\$ (3,319.79)	\$ _____	\$ (8,279.21)

UTILITY NAME: Loch Harbour Utilities

YEAR OF REPORT
DECEMBER 31, 1997

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 79,557.22	\$ 79,557.22
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-3	78,234.00	73,818.00
Net Utility Plant _____		\$ 1,323.22	\$ 5,739.22
Cash _____		4,431.70	4,846.84
Customer Accounts Receivable (141) _____		2,413.20	2,322.01
Other Assets (Specify): _____			

Total Assets _____		\$ 8,168.12	\$ 12,908.07
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6	5,000.00	5,000.00
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____			
Retained Earnings (215) _____	F-6	(151,584.99)	(143,305.78)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		(\$146,584.99)	\$ (138,305.78)
Long Term Debt (224) _____	F-6	\$ 95,000.00	\$ 95,000.00
Accounts Payable (231) _____		55,780.69	52,250.43
Notes Payable (232) _____			
Customer Deposits (235) _____			
Accrued Taxes (236) _____			
Other Liabilities (Specify) _____			
Accrued Expenses _____		3,963.42	3,963.42

Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8		
Total Liabilities and Capital _____		\$ 8,168.12	\$ 12,908.07

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)_____	\$ 20,107.00	\$ 59,450.22	\$ _____	\$ 79,557.22
Construction Work in Progress (105)_____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant_____	\$ 20,107.00	\$ 59,450.22	\$ _____	\$ 79,557.22

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_____	\$ 19,650.00	\$ 54,168.00	\$ _____	\$ 73,818.00
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account_____	\$ 457.00	\$ 3,959.00	\$ _____	\$ 4,416.00
Salvage_____	_____	_____	_____	_____
Other Credits (specify)_____	_____	_____	_____	_____
Total Credits_____	\$ 20,107.00	\$ 58,127.00	\$ _____	\$ 78,234.00
<u>Deduct Debits During Year:</u>				
Book cost of plant retired_____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal_____	_____	_____	_____	_____
Other debits (specify)_____	_____	_____	_____	_____
Total Debits_____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year_____	\$ 20,107.00	\$ 58,127.00	\$ _____	\$ 78,234.00

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 1997

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	<u>1.00</u>	_____
Shares authorized _____	<u>5,000.00</u>	_____
Shares issued and outstanding _____	<u>5,000.00</u>	_____
Total par value of stock issued _____	<u>5,000.00</u>	_____
Dividends declared per share for year _____	_____	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ <u>(143,305.78)</u>
Changes during the year (Specify):		
<u>1997 LOSS</u>	_____	<u>(8,279.21)</u>
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ <u>(151,584.99)</u>

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	
_____	<u>9%</u>	<u>NONE</u>	\$ <u>95,000.00</u>
_____	_____	_____	_____
_____	_____	_____	_____
Total _____			\$ <u>95,000.00</u>

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 1997

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
1. Balance first of year _____	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ _____	\$ <u>-0-</u>
Add Accruals charged:				
State ad valorem tax _____	\$ _____	\$ _____	\$ _____	\$ _____
Local property tax _____	129.41	129.41		258.82
Federal income tax _____				
State income tax _____				
Regulatory assessment fee _____	520.78	770.99		1,291.77
Other (Specify) _____				
OCCUPATIONAL LICENSE _____	7.50	7.50		15.00
2. Total Taxes Accrued _____	\$ <u>657.69</u>	\$ <u>907.90</u>	\$ _____	\$ <u>1,565.59</u>
Deduct Taxes Paid:				
State ad valorem tax _____	\$ _____	\$ _____	\$ _____	\$ _____
Local property tax _____	129.41	129.41		258.82
Federal income tax _____				
State income tax _____				
Regulatory assessment fee _____	520.78	770.99		1,291.77
Other (Specify) _____				
OCCUPATIONAL LICENSE _____	7.50	7.50		15.00
3. Total Taxes Paid _____	\$ <u>657.69</u>	\$ <u>907.90</u>	\$ _____	\$ <u>1,565.59</u>
4. Balance end of year _____	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ _____	\$ <u>-0-</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
AQUA PURE WATER & SEWAGE	\$ 3,117.85	\$ 3,117.85	MAINTENANCE & CHEMICALS
FLORIDA LIMESTONE INDUSTRIES	\$ 6,874.08	\$ 6,874.08	ADMINISTRATIVE SERVICES
NATIONAL PREMIUM BUDGET INS.	\$ 649.27	\$ 649.28	INSURANCE
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT 1997
DECEMBER 31,

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ _____	\$ _____
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	_____	_____
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	_____	_____
6) Less Accumulated Amortization _____	_____	_____	_____
7) Net CIAC _____	\$ _____	\$ _____	\$ _____

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

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total _____		\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ _____	\$ _____
Add Credits During Year: _____	_____	_____	_____
Deduct Debits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.) _____	\$ _____	\$ _____	\$ _____

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

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 1997

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ _____	100.00 %		_____ %

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

APPROVED AFUDC RATE

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

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

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

Class of Capital (a)	Per Book Balance (b)	Non-utility Adjustments (c)	Non-juris. Adjustments (d)	Other (1) Adjustments (e)	Capital Structure Used for AFUDC Calculation (f)
Common Equity	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Preferred Stock	_____	_____	_____	_____	_____
Long Term Debt	_____	_____	_____	_____	_____
Customer Deposits	_____	_____	_____	_____	_____
Tax Credits-Zero Cost	_____	_____	_____	_____	_____
Tax Credits-Weighted	_____	_____	_____	_____	_____
Cost of Capital	_____	_____	_____	_____	_____
Deferred Income Taxes	_____	_____	_____	_____	_____
Other (Explain)	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

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

**WATER
OPERATING
SECTION**

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ _____	\$ _____	\$ _____	\$ _____
302	Franchises	_____	_____	_____	_____
303	Land and Land Rights	_____	_____	_____	_____
304	Structures and improvements	480.00	_____	_____	480.00
305	Collecting and Impounding Reservoirs	_____	_____	_____	_____
306	Lake, River and Other Intakes	_____	_____	_____	_____
307	Wells and Springs	2,116.00	_____	_____	2,116.00
308	Infiltration Galleries and Tunnels	_____	_____	_____	_____
309	Supply Mains	_____	_____	_____	_____
310	Power Generation Equipment	5,180.00	_____	_____	5,180.00
311	Pumping Equipment	275.00	_____	_____	275.00
320	Water Treatment Equipment	_____	_____	_____	_____
330	Distribution Reservoirs and Standpipes	_____	_____	_____	_____
331	Transmission and Distribution Lines	4,810.00	_____	_____	4,810.00
333	Services	_____	_____	_____	_____
334	Meters and Meter Installations	5,254.00	_____	_____	5,254.00
335	Hydrants	625.00	_____	_____	625.00
339	Other Plant and Miscellaneous Equipment	1,312.00	_____	_____	1,312.00
340	Office Furniture and Equipment	_____	_____	_____	_____
341	Transportation Equipment	_____	_____	_____	_____
342	Stores Equipment	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment	_____	_____	_____	_____
344	Laboratory Equipment	_____	_____	_____	_____
345	Power Operated Equipment	_____	_____	_____	_____
346	Communication Equipment	_____	_____	_____	_____
347	Miscellaneous Equipment	55.00	_____	_____	55.00
348	Other Tangible Plant	_____	_____	_____	_____
	Total Water Plant	\$20,107.00	\$ -0-	\$ -0-	\$20,107.00

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (b)	Average Service Life In Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
304	Structures and Improvements	15	-0-	6.66%	\$ 471,64	\$	\$ 8.36	\$ 480.00
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	15	-0-	6.66%	2,059.35		56.65	2,116.00
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equipment		%	%				
311	Pumping Equipment	15	-0-	6.66%	5,069.68		110.32	5,180.00
320	Water Treatment Equipment	15	-0-	6.66%	270.18		4.82	275.00
330	Distribution Reservoirs & Standpipes		%	%				
331	Trans. & Dist. Mains	15	-0-	6.66%	4,725.83		84.17	4,810.00
333	Services		%	%				
334	Meter & Meter Installations	15	-0-	6.66%	5,142.44		111.56	5,254.00
335	Hydrants	15	-0-	6.66%	613.11		11.89	625.00
339	Other Plant and Miscellaneous Equipment		%	%				
340	Office Furniture and Equipment	15	-0-	6.66%	1,269.40		42.60	1,312.00
341	Transportation Equipment		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant	15	-0-	6.66%	28.37		26.63	55.00
	Totals				\$19,650.00	\$	\$ 457.00	\$0,107.00

* This amount should tie to Sheet F-5.

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ _____
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	_____
604	Employee Pensions and Benefits	_____
610	Purchased Water	_____
615	Purchased Power	1,388.02
616	Fuel for Power Production	_____
618	Chemicals	419.75
620	Materials and Supplies	_____
630	Contractual Services:	
	Operator and Management	11,724.89
	Testing	150.00
	Other LEGAL & PROFESSIONAL	593.75
640	Rents	_____
650	Transportation Expense	300.00
655	Insurance Expense	649.27
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
670	Bad Debt Expense	_____
675	Miscellaneous Expenses OFFICE EXPENSE	466.00
	Total Water Operation And Maintenance Expense	\$ 15,691.68

* This amount should tie to Sheet F-3.

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
5/8"	D	1.0	52	_____	52
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): _____ _____	_____ _____	_____ _____	_____ _____	_____ _____	_____ _____
Unmetered Customers			_____	_____	_____
** D = Displacement C = Compound T = Turbine			Total	52	52

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 1997

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	(b)	(c)	(d)	(e)	(f)
	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
January	237			237	237
February	212			212	212
March	157			157	157
April	145			145	145
May	116			116	116
June	201			201	201
July	214			214	214
August	163			163	163
September	180			180	180
October	156			156	156
November	176			176	176
December	143			143	143
Total for Year	2,100			2,100	2,100

If water is purchased for resale, indicate the following:

Vendor _____
Point of delivery _____

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

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
COATED STEEL	4"	640			640

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

SYSTEM NAME: _____

**WELLS AND WELL PUMPS
(If Available)**

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1973	_____	_____	_____
Types of Well Construction and Casing _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells _____	120'	_____	_____	_____
Diameters of Wells _____	6"	_____	_____	_____
Pump - GPM _____	150	_____	_____	_____
Motor - HP _____	_____	_____	_____	_____
Motor Type * _____	_____	_____	_____	_____
Yields of Wells in GPD _____	10,000 (APPROX.)	_____	_____	_____
Auxiliary Power _____	_____	_____	_____	_____
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	STEEL	_____	_____	_____
Capacity of Tank _____	3,000	_____	_____	_____
Ground or Elevated _____	UNKNOWN	_____	_____	_____

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors				
Manufacturer _____	UNKNOWN	_____	_____	_____
Type _____	_____	_____	_____	_____
Rated Horsepower _____	10	_____	_____	_____
Pumps				
Manufacturer _____	UNKNOWN	_____	_____	_____
Type _____	_____	_____	_____	_____
Capacity in GPM _____	UNKNOWN	_____	_____	_____
Average Number of Hours Operated Per Day _____	UNKNOWN	_____	_____	_____
Auxiliary Power _____	NONE	_____	_____	_____

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
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SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source	<u>10,000 (APPROX PEAK)</u>		
Type of Source	<u>DEEP WELL</u>		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type	<u>DEEP WELL</u>	<u>150 GAL M PUMP</u>	
Make	<u>CHLORINATOR</u>		
Gals. per day capacity	<u>UNKNOWN</u>		
High service pumping Gallons per minute			
Reverse Osmosis			
Lime Treatment			
Unit Rating			
Filtration			
Pressure Sq. Ft.			
Gravity GPD/Sq.Ft.			
Disinfection			
Chlorinator			
Ozone			
Other			
Auxiliary Power			

OTHER WATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

- Present ERCs * now being served 52
- Maximum ERCs ** that system can efficiently serve 53
- Present system connection capacity (in ERC's) using existing lines _____
- Future connection capacity (in ERC's) upon service area buildout _____
- Estimated annual increase in ERCs * 1
- List fire fighting facilities and capacities (including number of fire hydrants) ONE FIRE HOSE

- List percent of certificated area where service connections are installed (total for each county) 100%
- What is the current need for system upgrading and/or expansion? NONE
- What are plans for future system upgrading and/or expansion? NONE
- Have questions 8 and 9 been discussed with an engineer? (if so, state name and address) _____
- Has an application for a construction permit been filed with the DEP? (if so, explain) _____
- Department of Environmental Protection ID # _____
Water Management District ID # _____

* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day
** Total Plant Capacity / 350 gallons

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

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	<u>30,571.77</u>	_____	_____	<u>30,571.77</u>
354	Structures and Improvements	_____	_____	_____	_____
360	Collection Sewers - Force	<u>7,697.26</u>	_____	_____	<u>7,697.26</u>
361	Collection Sewers - Gravity	_____	_____	_____	_____
362	Special Collecting Structures	_____	_____	_____	_____
363	Services to Customers	_____	_____	_____	_____
364	Flow Measuring Devices	_____	_____	_____	_____
365	Flow Measuring Installations	_____	_____	_____	_____
370	Receiving Wells	<u>7,355.45</u>	_____	_____	<u>7,355.45</u>
371	Pumping Equipment	<u>1,769.16</u>	_____	_____	<u>1,769.16</u>
380	Treatment and Disposal Equipment	<u>3,387.20</u>	_____	_____	<u>3,387.20</u>
381	Plant Sewers	<u>3,250.00</u>	_____	_____	<u>3,250.00</u>
382	Outfall Sewer Lines	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment	<u>5,419.38</u>	_____	_____	<u>5,419.38</u>
390	Office Furniture and Equipment	_____	_____	_____	_____
391	Transportation Equipment	_____	_____	_____	_____
392	Stores Equipment	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment	_____	_____	_____	_____
394	Laboratory Equipment	_____	_____	_____	_____
395	Power Operated Equipment	_____	_____	_____	_____
396	Communication Equipment	_____	_____	_____	_____
397	Miscellaneous Equipment	_____	_____	_____	_____
398	Other Tangible Plant	_____	_____	_____	_____
	Total Wastewater Plant	\$ <u>59,450.22</u>	\$ _____	\$ _____	\$ <u>59,450.22</u>

* This amount should tie to sheet F-5.

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT 1997
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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	15	-0-	6.66 %	\$ 27,820.06	\$	\$ 2,033.34	\$ 29,853.40
360	Collection Sewers - Force		%	%				
361	Collection Sewers - Gravity	15	-0-	6.66 %	7,004.48		511.94	7,516.42
362	Special Collecting Structures		%	%				
363	Services to Customers	15	-0-	6.66 %	1,679.22		122.73	1,801.95
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations		%	%				
370	Receiving Wells	15	-0-	6.66 %	6,693.51		489.21	7,182.72
371	Pumping Equipment		%	%				
380	Treatment and Disposal Equipment		%	%				
381	Plant Sewers	15	-0-	6.66 %	3,082.19		225.27	3,307.46
382	Outfall Sewer Lines	15	-0-	6.66 %	2,957.56		216.16	3,173.72
389	Other Plant and Miscellaneous Equipment		%	%				
390	Office Furniture and Equipment	15	-0-	6.66 %	4,930.92		360.35	5,291.27
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				\$ 54,168.00	\$	\$ 3,959.00	\$ 58,127.00 *

* This amount should tie to Sheet F-5.

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
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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	_____
715	Purchased Power	1,388.01
716	Fuel for Power Production	_____
718	Chemicals	_____
720	Materials and Supplies	_____
730	Contractual Services:	_____
	Operator and Management	11,874.90
	Testing	_____
	Other LEGAL & PROFESSIONAL	595.75
740	Rents	_____
750	Transportation Expense	300.00
755	Insurance Expense	649.28
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
770	Bad Debt Expense	_____
775	Miscellaneous Expenses OFFICE EXPENSE	466.00
	Total Wastewater Operation And Maintenance Expense	\$ 15,271.94*

* 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	52	_____	52
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): _____ _____	_____ _____	_____ _____	_____ _____	_____ _____	_____ _____
Unmetered Customers			_____	_____	_____
Total			52	_____	52

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift Station Number _____	_____	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	_____	_____	_____	_____	_____	_____
Year installed _____	1983	1983	_____	_____	_____	_____
Rated capacity _____	15HP	15HP	_____	_____	_____	_____
Size _____	_____	_____	_____	_____	_____	_____
Power:						
Electric _____	X	X	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	_____	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	52	_____	_____	_____	_____	_____
Beginning of year _____	52	_____	_____	_____	_____	_____
Added during year _____	-0-	_____	_____	_____	_____	_____
Retired during year _____	-0-	_____	_____	_____	_____	_____
End of year _____	52	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains			
Size (inches) _____	4"	_____	_____	_____	_____	_____	_____
Type of main _____	_____	_____	_____	_____	_____	_____	_____
Length of main (nearest foot) _____	640'	_____	_____	_____	_____	_____	_____
Beginning of year _____	640'	_____	_____	_____	_____	_____	_____
Added during year _____	-0-	_____	_____	_____	_____	_____	_____
Retired during year _____	-0-	_____	_____	_____	_____	_____	_____
End of year _____	640'	_____	_____	_____	_____	_____	_____

MANHOLES

Size (inches) _____	_____	_____	_____	_____
Type of Manhole _____	_____	_____	_____	_____
Number of Manholes:				
Beginning of year _____	1	_____	_____	_____
Added during year _____	-0-	_____	_____	_____
Retired during year _____	-0-	_____	_____	_____
End of Year _____	1	_____	_____	_____

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
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SYSTEM NAME: _____

TREATMENT PLANT

Manufacturer _____ Type _____ "Steel" or "Concrete" _____ Total Capacity _____ Average Daily Flow _____ Effluent Disposal _____ Total Gallons of Wastewater treated _____	GENERAL UTILITY EQUIPMENT	_____	_____
	STEEL	_____	_____
	10,000 (APPRX PEAK)	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____ 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 _____	_____	_____	_____
February _____	_____	_____	_____
March _____	_____	_____	_____
April _____	_____	_____	_____
May _____	_____	_____	_____
June _____	_____	_____	_____
July _____	_____	_____	_____
August _____	_____	_____	_____
September _____	_____	_____	_____
October _____	_____	_____	_____
November _____	_____	_____	_____
December _____	_____	_____	_____
Total for year _____	_____	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: AQUA PURE WATER & SEWER

UTILITY NAME: LOCH HARBOUR UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1997

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 _____ 52
2. Maximum ERCs ** that system can efficiently serve _____ 66
3. Present system connection capacity (in ERC's) using existing lines _____
4. Future connection capacity (in ERC's) upon service area buildout _____
5. Estimated annual increase in ERCs * _____ 14
6. State any plans and estimated completion dates for any enlargements of this system. _____

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

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? _____
10. Department of Environmental Protection ID # _____
Water Management District ID # _____

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

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

** Total Plant Capacity / 280 gallons

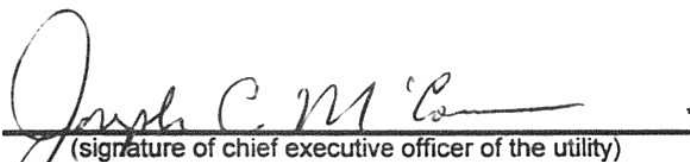
CERTIFICATION OF ANNUAL REPORT

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

- | | | | |
|--|---|----|--|
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 1. | The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
<input type="checkbox"/> | NO
<input checked="" type="checkbox"/> | 3. | There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 4. | The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct, and complete for the period for which it represents. |

Items Certified

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


 (signature of chief executive officer of the utility)

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