

**CLASS "A" OR "B"**  
**WATER and/or WASTEWATER UTILITIES**  
(Gross Revenue of More Than \$200,000 Each)

**ANNUAL REPORT RECEIVED**  
**OF**

**FEB 22 2002**  
Florida Public Service Commission  
Water and Wastewater

WS199-01-AR  
Rainbow Springs Utilities, L.C.  
P. O. Box 1850  
Dunnellon, FL 34430-1850

Submitted To The  
**STATE OF FLORIDA**



**PUBLIC SERVICE COMMISSION**  
**FOR THE**  
**YEAR ENDED DECEMBER 31, 2001**

*Cronin, Jackson, Nixon & Wilson*  
CERTIFIED PUBLIC ACCOUNTANTS, P.A.

JAMES L. CARLSTEDT, C.P.A.  
CHRISTINE R. CHRISTIAN, C.P.A.  
JOHN H. CRONIN, JR., C.P.A.  
ROBERT H. JACKSON, C.P.A.  
ROBERT C. NIXON, C.P.A.  
JEANETTE SUNG, C.P.A.  
HOLLY M. TOWNER, C.P.A.  
REBECCA G. VOITLAIN, C.P.A.  
JAMES L. WILSON, C.P.A.

2560 GULF-TO-BAY BOULEVARD  
SUITE 200  
CLEARWATER, FLORIDA 33765-4419  
(727) 791-4020  
FACSIMILE  
(727) 797-3602  
e-Mail  
cpas@cjnw.net

February 12, 2002

Officers and Directors  
Rainbow Springs Utilities, L.C.

We have compiled the 2001 Annual Report of Rainbow Springs Utilities, L.C. in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting, in the form prescribed by the Florida Public Service Commission, information that is the representation of the management of Rainbow Springs Utilities, L.C. We have not audited or reviewed the report referred to above and, accordingly, do not express an opinion or any form of assurance on it.

This report is presented in accordance with the requirements of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, this report is not designed for those who are not informed about such differences.

*Cronin, Jackson, Nixon & Wilson*

CRONIN, JACKSON, NIXON & WILSON

**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue  
Water Operations**

**Company: Rainbow Springs Utilities, Inc.**

**For the Year Ended December 31, 2000**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 153,446	\$ 153,446	\$ -
Commercial	5,357	5,357	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	187,592	187,592	-
<b>Total Water Operating Revenue</b>	<b>\$ 346,395</b>	<b>\$ 346,395</b>	<b>\$ -</b>
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
<b>Net Water Operating Revenues</b>	<b>\$ 346,395</b>	<b>\$ 346,395</b>	<b>\$ -</b>

Explanations:

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

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

**Company: Rainbow Springs Utilities, Inc.**

**For the Year Ended December 31, 2000**

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 368,402	\$ 368,402	\$ -
Commercial	17,128	17,128	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
<b>Total Wastewater Operating Revenue</b>	<b>\$ 385,530</b>	<b>\$ 385,530</b>	<b>\$ -</b>
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
<b>Net Wastewater Operating Revenues</b>	<b>\$ 385,530</b>	<b>\$ 385,530</b>	<b>\$ -</b>

Explanations:

Instructions:

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

## General Instructions

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Wastewater Utilities (USOA).
2. Interpret all accounting words and phrases in accordance with the USOA.
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 should be rounded to the nearest dollar unless otherwise specifically indicated.
7. Complete this report by means which will create a permanent record, such as by typewriter.
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 of the page with not enough room. Such a schedule 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 statement should be made at the bottom of the page or an additional page inserted. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. Water and wastewater system pages should be grouped together by system and all pages in the water and wastewater sections should be numbered consecutively at the bottom of the page where noted. For example, if the water system pages total 50 pages, they should be grouped by system and numbered from 1 to 50.
11. Financial information for multiple systems charging rates which are covered under the same tariff should be reported as one system. However, the engineering data must be reported by individual system.
12. For water and wastewater utilities with more than one system, one (1) copy of workpapers showing the consolidation of systems for the operating sections, should be filed with the annual report.
13. The report should be filled out in quadruplicate and the original and two copies returned by March 31 of the year following the date of the report. The report should be returned to:

**Florida Public Service Commission  
Division of Water and Wastewater  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0873**

The fourth copy should be retained by the utility

TABLE OF CONTENTS

SCHEDULE	PAGE	SCHEDULE	PAGE
<b>EXECUTIVE SUMMARY</b>			
Certification	E-1	Business Contracts With Officers, Directors and Affiliates	E-7
General Information	E-2	Affiliation of Officers and Directors	E-8
Directory of Personnel Who Contact the FPSC	E-3	Businesses Which Are A Byproduct, Coproduct or Joint Product of Providing Service	E-9
Company Profile	E-4	Business Transactions With Related Parties - Part I and II	E-10
Parent/Affiliate Organization Chart	E-5		
Compensation of Officers & Directors	E-6		
<b>FINANCIAL SECTION</b>			
Comparative Balance Sheet - Assets and Other Debits	F-1	Unamortized Debt Discount / Expense / Premium	F-13
Comparative Balance Sheet - Equity Capital and Liabilities	F-2	Extraordinary Property Losses	F-13
Comparative Operating Statement	F-3	Miscellaneous Deferred Debits	F-14
Schedule of Year End Rate Base	F-4	Capital Stock	F-15
Schedule of Year End Capital Structure	F-5	Bonds	F-15
Capital Structure Adjustments	F-6	Statement of Retained Earnings	F-16
Utility Plant	F-7	Advances From Associated Companies	F-17
Utility Plant Acquisition Adjustments	F-7	Long Term Debt	F-17
Accumulated Depreciation	F-8	Notes Payable	F-18
Accumulated Amortization	F-8	Accounts Payable to Associated Companies	F-18
Regulatory Commission Expense - Amortization of Rate Case Expense	F-9	Accrued Interest and Expense	F-19
Nonutility Property	F-9	Misc. Current and Accrued Liabilities	F-20
Special Deposits	F-9	Advances for Construction	F-21
Investments and Special Funds	F-10	Other Deferred Credits	F-21
Accounts and Notes Receivable - Net	F-11	Contributions In Aid Of Construction	F-22
Accounts Receivable From Associated Companies	F-12	Accum. Amortization of C.I.A.C.	F-23
Notes Receivable From Associated Companies	F-12	Reconciliation of Reported Net Income with Taxable Income For Federal Income Taxes	F-23
Miscellaneous Current and Accrued Assets	F-12		

**TABLE OF CONTENTS**

SCHEDULE	PAGE	SCHEDULE	PAGE
<b>WATER OPERATION SECTION</b>			
Listing of Water System Groups	W-1	CIAC Additions / Amortization	W-8
Schedule of Year End Water Rate Base	W-2	Water Operating Revenue	W-9
Water Operating Statement	W-3	Water Utility Expense Accounts	W-10
Water Utility Plant Accounts	W-4	Pumping and Purchased Water,	
Basis for Water Depreciation Charges	W-5	Source Supply	W-11
Analysis of Entries in Water Depreciation		Water Treatment Plant Information	W-12
Reserve	W-6	Calculation of ERC's	W-13
Contributions in Aid of Construction	W-7	Other Water System Information	W-14
<b>WASTEWATER OPERATION SECTION</b>			
Listing of Wastewater System Groups	S-1	Contributions in Aid of Construction	S-7
Schedule of Year End Wastewater Rate Base	S-2	CIAC Additions / Amortization	S-8
Wastewater Operating Statement	S-3	Wastewater Operating Revenue	S-9
Wastewater Utility Plant Accounts	S-4	Wastewater Utility Expense Accounts	S-10
Basis for Wastewater Depreciation Charges	S-5	Wastewater Treatment Plant Information	S-11
Analysis of Entries in Wastewater Depreciation		Calculation of ERC's	S-12
Reserve	S-6	Other Wastewater System Information	S-13

**EXECUTIVE**

**SUMMARY**



## CERTIFICATION OF ANNUAL REPORT

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

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

- |              |           |  |
|--------------|-----------|--|
| YES<br>( X ) | NO<br>( ) | 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.   |
| YES<br>( X ) | NO<br>( ) | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.   |
| YES<br>( X ) | NO<br>( ) | 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>( X ) | NO<br>( ) | 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. ( X )	2. ( X )	3. ( X )	4. ( X )

*[Handwritten Signature]* As agent for  
the managing members

---

(signature of the chief executive officer of the utility)

1. ( )	2. ( )	3. ( )	4. ( )
-----------	-----------	-----------	-----------

N/A

---

(signature of the 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.

ANNUAL REPORT OF

YEAR OF REPORT December 31, 2001
-------------------------------------

Rainbow Springs Utilities, L.C.  
 (Exact Name of Utility)

County: Marion

List below the exact mailing address of the utility for which normal correspondence should be sent:

P.O. Box 1850  
 Dunnellon, Florida 34430

Telephone: ( 352 ) 489-9152

e-Mail Address: N/A

WEB Site: N/A

Sunshine State One-Call of Florida, Inc. Member Number N/A

Name and address of person to whom correspondence concerning this report should be addressed:

Robert C. Nixon, CPA  
 Cronin, Jackson, Nixon & Wilson, CPA's, PA  
 2560 Gulf-to-Bay Blvd, Suite 200  
 Clearwater, Florida 34625

Telephone: ( 727 ) 791-4020

List below the address of where the utility's books and records are located:

19974 SW 102nd Street Road, Dunnellon, Florida, 34432  
 and One Commercial Plaza, Hartford, Connecticut, 06103

Telephone: ( 352 ) 489-9152

List below any groups auditing or reviewing the records and operations:

Cronin, Jackson, Nixon and Wilson, CPA's

Date of original organization of the utility: 7/17/1978

Check the appropriate business entity of the utility as filed with the Internal Revenue Service:

Individual     
  Partnership     
  Sub S Corporation     
  1120 Corporation

List below every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the utility:

Name		Percent Ownership	
1.	David T. Chase	34.0	%
2.	Arnold L. Chase	33.0	%
3.	Cheryl A. Chase	33.0	%
4.			%
5.			%
6.			%
7.			%
8.			%
9.			%
10.			%

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> December 31, 2001
--

**DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION**

<b>NAME OF COMPANY REPRESENTATIVE (1)</b>	<b>TITLE OR POSITION (2)</b>	<b>ORGANIZATIONAL UNIT TITLE (3)</b>	<b>USUAL PURPOSE FOR CONTACT WITH FPSC</b>
Cheryl A. Chase	V. Pres./Treasurer	c/o Chase Enterprises One Commercial Plaza Harford, CT 06103	Various utility matters
Robert C. Nixon	CPA	Cronin, Jackson, Nixon & Wilson	Rate and accounting matters
James T. Collins	President	Rainbow Springs Utilities, LC P.O. Box 1850 Dunnellon, FL 34430	Accounting matters
Lowell Smallridge	V. Pres./Asst. Sec.	Rainbow Springs Utilities, LC	Utility Matters

- (1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.
- (2) Provide individual telephone numbers if the person is not normally reached at the company.
- (3) Name of company employed by if not on general payroll.

UTILITY NAME Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**COMPANY PROFILE**

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.**
- B. Public services rendered.**
- C. Major goals and objectives.**
- D. Major operating divisions and functions.**
- E. Current and projected growth patterns.**
- F. Major transactions having a material effect on operations.**

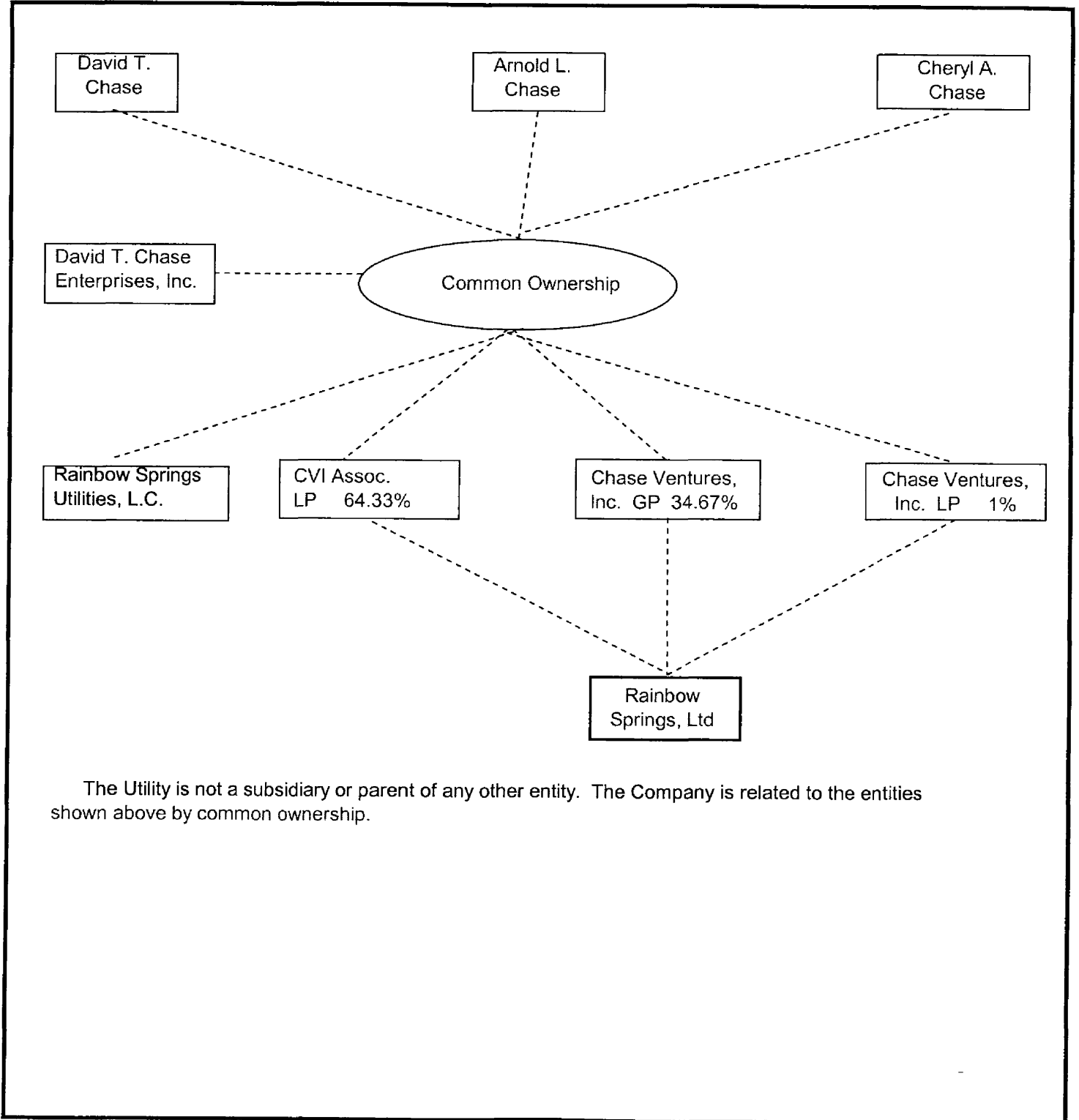
- A) The utility began in 1965 as a private utility system, serving the Rainbow Springs Attraction, an amusement park. In 1978, development of the surrounding area was begun by Context Industries with a country club and residential community. The utility was certificated by the Marion County Commissioners. In 1981, regulatory authority was transferred to the Florida Public Service Commission. In 1983, Context Industries sold the utility and development area to Chase Enterprises.
- B) The utility provides water and wastewater service to the village of Rainbow Springs.
- C) The Company's goals are to provide quality water and wastewater service, while earning a fair rate of return.
- D) Water and wastewater divisions.
- E) Growth is expected to average approximately 80 - 100 ERC's per year.
- F) None

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**PARENT / AFFILIATE ORGANIZATION CHART**  
Current as of 12/31/99

Complete below an organizational chart that shows all parents and subsidiaries of the utility. The chart must also show the relationship between the utility and the affiliates listed on E-7, E-10(a) and E-10(b).



The Utility is not a subsidiary or parent of any other entity. The Company is related to the entities shown above by common ownership.

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> December 31, 2001
--

**COMPENSATION OF OFFICERS**

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
<b>NAME (a)</b>	<b>TITLE (b)</b>	<b>% OF TIME SPENT AS OFFICER OF UTILITY (c)</b>	<b>OFFICERS COMPENSATION (d)</b>
James T. Collins	President	15 %	\$ None
Lowell Smallridge	Vice President/ Assistant Secretary	37.5 %	\$ 30,399
Cheryl A. Chase	Executive Vice President/ Treasurer	1 %	\$ None
Arnold L. Chase	Executive Vice President/ Secretary	1 %	\$ None
			\$
			\$
			\$

**COMPENSATION OF DIRECTORS**

For each director, list the number of director meetings attended by each director and the compensation received as an director from the respondent.			
<b>NAME (a)</b>	<b>TITLE (b)</b>	<b>NUMBER OF DIRECTORS MEETINGS ATTENDED (c)</b>	<b>DIRECTORS COMPENSATION (d)</b>
David T. Chase	Member	1	\$ None
Arnold L. Chase	Member	1	\$ None
Cheryl A. Chase	Member	1	\$ None
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> December 31, 2001
--

**BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES**

List all contracts, agreements, and other business arrangements\* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on Page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

<b>NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)</b>	<b>IDENTIFICATION OF SERVICE OR PRODUCT (b)</b>	<b>AMOUNT (c)</b>	<b>NAME AND ADDRESS OF AFFILIATED ENTITY (d)</b>
None		\$	

\* Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

UTILITY NAME: Rainbow Springs Utilities, L.C.

**AFFILIATION OF OFFICERS AND DIRECTORS**

For each of the officials listed on page E-6, list the principal occupation or business affiliation and all affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	PRINCIPAL OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
David T. Chase	Executive	Officer  Director	Chase Ventures, Inc CVI Assoc, LP Hartford, CT Rainbow Springs Limited Rainbow Springs Utilities, L.C. Dunnellon, FL
Arnold L. Chase	Executive	Officer  Director	Chase Ventures, Inc CVI Assoc, LP Chase Ventures, Inc, GP Hartford, CT Rainbow Springs Limited Rainbow Springs Utilities, L.C. Dunnellon, FL
Cheryl A. Chase	Executive	Officer  Director	Chase Ventures, Inc CVI Assoc, LP Hartford, CT Rainbow Springs Limited Rainbow Springs Utilities, L.C. Dunnellon, FL
Lowell Smallridge	Vice President	Officer	Rainbow Springs Limited Rainbow Springs Utility Dunnellon, FL
Tim Collins	President	Officer	Rainbow Springs Limited Rainbow Springs Utilities, L.C. Dunnellon, FL



UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**BUSINESSES WHICH ARE A BYPRODUCT, COPRODUCT OR JOINT PRODUCT RESULT OF PROVIDING WATER OR SEWER SERVICE**

Complete the following for any business which is conducted as a byproduct, coproduct or joint product as a result of providing water and/or sewer service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenues and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
None	\$		\$		\$	

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> December 31, 2001
--

**BUSINESS TRANSACTIONS WITH RELATED PARTIES**

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6 identifying the parties, amounts, dates and product, asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:
 

<ul style="list-style-type: none"> <li>- management, legal and accounting services</li> <li>- computer services</li> <li>- engineering &amp; construction services</li> <li>- repairing and servicing of equipment</li> </ul>	<ul style="list-style-type: none"> <li>- material and supplies furnished</li> <li>- leasing of structures, land and equipment</li> <li>- rental transactions</li> <li>- sale, purchase or transfer of various products</li> </ul>
---	---

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased or (S)old (d)	AMOUNT (e)
Rainbow Springs Limited	Management Fee - Accounting and Management services	Open	P	\$ 47,880
David T. Chase Enterprises, Inc.	Tax preparation, Financial Services	Open	P	54,000

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> December 31, 2001
--

**BUSINESS TRANSACTIONS WITH RELATED PARTIES**

**Part II. Specific Instructions: Sale, Purchase and Transfer of Assets**

1. Enter in this part all transactions relating to the purchase, sale or transfer of assets.

2. Below are examples of some types of transactions to include:

- purchase, sale or transfer of equipment.
- purchase, sale or transfer of land and structures.
- purchase, sale or transfer of securities.
- noncash transfers of assets.
- noncash dividends other than stock dividends.
- writeoff of bad debts or loans.

3. The columnar instructions follow:

- (a) Enter name of related party or company.
- (b) Describe briefly the type of assets purchased, sold or transferred.
- (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S".
- (d) Enter the net book value for each item reported.
- (e) Enter the net profit or loss for each item (column (c) - column (d)).
- (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
None		\$	\$	\$	\$



**FINANCIAL**

**SECTION**

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>UTILITY PLANT</b>				
101-106	Utility Plant	F-7	\$ 4,600,070	\$ 4,603,442
108-110	Less: Accumulated Depreciation and Amortization	F-8	(1,297,509)	(1,183,211)
Net Plant			3,302,561	3,420,231
114-115	Utility Plant Acquisition Adjustments (Net)	F-7		
116*	Other Plant Adjustments (specify)			
Total Net Utility Plant			3,302,561	3,420,231
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9		
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property				
123	Investment in Associated Companies	F-10		
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property and Investments				
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		99,302	131,899
132	Special Deposits	F-9		
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectable Accounts	F-11	95,683	65,454
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12		
151-153	Materials and Supplies			
161	Stores Expense			
162	Prepayments		2,906	3,275
171	Accrued Interest and Dividends Receivable			
172*	Rents Receivable			
173*	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12		
Total Current and Accrued Assets			197,891	200,628

\* Not Applicable for Class B Utilities

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
**December 31, 2001**

**COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense	F-13	\$ 36,534	\$ 46,827
182	Extraordinary Property Losses	F-13		
183	Preliminary Survey and Investigation Charges			
184	Clearing Accounts			
185*	Temporary Facilities			
186	Misc. Deferred Debits	F-14	85,604	76,348
187*	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
Total Deferred Debits			122,138	123,175
TOTAL ASSETS AND OTHER DEBITS			\$ 3,622,590	\$ 3,744,034

\* Not Applicable for Class B Utilities

**NOTES TO THE BALANCE SHEET**

The space below is provided for important notes regarding the balance sheet.

Note: The balance of non-interest bearing inter-company cash advances has been reclassified from Account 223 to Account 233.

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-15	\$ -	\$ -
204	Preferred Stock Issued	F-15		
202,205*	Capital Stock Subscribed			
203,206*	Capital Stock Liability for Conversion			
207*	Premium on Capital Stock			
209*	Reduction in Par or Stated Value of Capital Stock			
210*	Gain on Resale or Cancellation of Reacquired Capital Stock			
211	Other Paid-in Capital		2,377,768	2,377,768
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings (Deficit)	F-16	(1,720,167)	(1,661,203)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)		11,000	11,000
<b>Total Equity Capital</b>			<b>668,601</b>	<b>727,565</b>
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		
222*	Reacquire Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17	1,182,124	1,315,087
<b>Total Long Term Debt</b>			<b>1,182,124</b>	<b>1,315,087</b>
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		2,473	3,912
232	Notes Payable	F-18		
233	Accounts Payable to Associated Co.	F-18	95,425	95,425
234	Notes Payable to Associated Co.	F-18	236,352	236,352
235	Customer Deposits			
236	Accrued Taxes	W/S-3	32,935	34,375
237	Accrued Interest	F-19		
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-20		
<b>Total Current and Accrued Liabilities</b>			<b>367,185</b>	<b>370,064</b>

\* Not Applicable for Class B Utilities

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
**December 31, 2001**

**COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium on Debt	F-13		
252	Advances for Construction	F-20		
253	Other Deferred Credits (Contributed Taxes)	F-21		
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits				
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve			
262	Injuries and Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
Total Operating Reserves				
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	1,699,446	1,580,591
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	294,766	249,273
Total Net C.I.A.C.			1,404,680	1,331,318
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation			
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other			
Total Accum. Deferred Income Taxes				
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			<b>\$ 3,622,590</b>	<b>\$ 3,744,034</b>



UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**COMPARATIVE OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 763,902	\$ 731,925
469.530	Less: Guarenteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			763,902	731,925
401	Operating Expenses	F-3(b)	445,474	482,114
403	Depreciation Expense	F-3(b)	136,341	137,965
	Less: Amortization of CIAC	F-22	(41,498)	(45,493)
Net Depreciation Expense			94,843	92,472
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC) (Plant Abandonment)	F-3(b)	10,202	
408	Taxes Other Than Income	W/S-3	92,050	89,128
409	Current Income Taxes	W/S-3		
410.10	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3		
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			642,569	663,714
Net Utility Operating Income			121,333	68,211
469/530	Add Back: Guarenteed Revenue and AFPI	F-3(b)		
413	Income From Utility Plant Leased to Others			
414	Gains (Losses) From Disposition of Utility Property			
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			121,333	68,211

\* For each account, column e should agree with columns f, g + h on F-3(b)

**COMPARATIVE OPERATING STATEMENT (Cont'd)**

WATER SCHEDULE W-3* (f)	SEWER SCHEDULE S-3* (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 346,395	\$ 385,530	N/A
346,395	385,530	-
217,316	264,798	
48,888 (14,509)	89,077 (30,984)	
34,379	58,093	-
43,840	45,288	
295,535	368,179	
50,860	17,351	
50,860	17,351	N/A

\* Total of Schedules W-3/S-3 for all rate groups

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**COMPARATIVE OPERATING STATEMENT (Cont'd)**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR (e)
Total Utility Operating Income [from Page F-3(a)]			\$ 121,333	\$ 68,211
<b>OTHER INCOME AND DEDUCTIONS</b>				
415	Revenues From Merchandising, Jobbing and Contract Deductions			
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income		2,642	2,677
421	Miscellaneous Nonutility Revenue		2,142	
426	Miscellaneous Nonutility Expenses			
Total Other Income and Deductions			4,784	2,677
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
408.20	Taxes Other Than Income			
409.20	Income Taxes			
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
Total Taxes Applicable to Other Income				
<b>INTEREST EXPENSE</b>				
427	Interest Expense	F-19	156,906	119,563
428	Amortization of Debt Discount & Expense	F-13	10,316	10,292
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			167,222	129,855
<b>EXTRAORDINARY ITEMS</b>				
433	Extraordinary Income			
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items				
NET INCOME			(41,105)	(58,967)

Explain Extraordinary Income:

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> December 31, 2001
--

**SCHEDULE OF YEAR END RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 1,582,550	\$ 3,017,520
	Less:			
	Nonused and Useful Plant (1)		10,669	275,610
108.1	Accumulated Depreciation	F-8	459,661	837,848
110.1	Accumulated Amortization	F-8		
271	Contributions in Aid of Construction	F-22	541,194	1,158,252
252	Advances for Construction	F-20		
Subtotal			571,026	745,810
	Add:			
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	92,418	202,348
Subtotal			663,444	948,158
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)		27,165	33,100
	Other (Specify):			
	_____			
	_____			
	_____			
RATE BASE			\$ 690,609	\$ 981,258
NET UTILITY OPERATING INCOME			\$ 50,860	\$ 17,351
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			7.36 %	1.77 %

NOTES:

- (1) Estimated if not known.
  - (2) Include only those Acquisition Adjustments that have been approved by the Commission.
  - (3) Calculation consistent with last rate proceeding.
- In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Method.





UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
**December 31, 2001**

**UTILITY PLANT  
ACCOUNTS 101 - 106**

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts Utility Plant In Service	\$ 1,582,550	\$ 3,017,520	N/A	\$ 4,600,070
102	Utility Plant Leased to Others				
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold				
105	Construction Work in Progress				
106	Completed Construction Not Classified				
<b>Total Utility Plant</b>		<u>\$ 1,582,550</u>	<u>\$ 3,017,520</u>	<u>N/A</u>	<u>\$ 4,600,070</u>

**UTILITY PLANT ACQUISITION ADJUSTMENTS  
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment N/A	\$ -	\$ -	\$ -	\$ -
<b>Total Plant Acquisition Adjustment</b>		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
115	Accumulated Amortization N/A	\$ -	\$ -	\$ -	\$ -
<b>Total Accumulated Amortization</b>		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total Acquisition Adjustments</b>		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>





UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**REGULATORY COMMISSION EXPENSE  
AMORTIZATION OF RATE CASE EXPENSE (ACCTS. 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (c)	AMOUNT (d)
None	\$ -		\$ -
Total	\$ -		\$ -

**NONUTILITY PROPERTY (ACCOUNT 121)**

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.  
Other items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
None	\$ -	\$ -	\$ -	\$ -
Total Nonutility Property	\$ -	\$ -	\$ -	\$ -

**SPECIAL DEPOSITS (ACCOUNTS 132 AND 133)**

Report hereunder all special deposits carried in Accounts 132 and 133

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132): None	\$ -
Total Special Deposits	\$ -
OTHER SPECIAL DEPOSITS (Account 133): None	\$ -
Total Other Special Deposits	\$ -

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**INVESTMENTS AND SPECIAL FUNDS**  
**ACCOUNTS 123-127**

Report hereunder all investments and special funds carried in Accounts 123 through 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (ACCT. 123): N/A	\$ -	\$ -
Total Investment In Associated Companies		\$ -
UTILITY INVESTMENTS (ACCT. 124): N/A	\$ -	\$ -
Total Utility Investments		\$ -
OTHER INVESTMENTS (ACCT. 125): N/A	\$ -	\$ -
Total Other Investments		\$ -
SPECIAL FUNDS (ACCTS. 126 & 127) N/A	\$ -	\$ -
Total Special Funds		\$ -

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**ACCOUNTS AND NOTES RECEIVABLE - NET**  
**ACCOUNTS 141 - 144**

Report hereunder all accounts and notes receivable included in Accounts 141, 142 and 144. Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Combined Water & Wastewater	\$ 63,468	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 63,468
OTHER ACCOUNTS RECEIVABLE (Acct. 142):		
CIAC Receivable	\$ 32,215	
Total Other Accounts Receivable		\$ 32,215
NOTES RECEIVABLE (Acct. 144):		
	\$ -	
Total Notes Receivable		
Total Accounts and Notes Receivable		95,683
ACCUMULATED PROVISION FOR UNCOLLECTABLE ACCOUNTS (Account 143):		
Balance First of Year	\$ -	
Add: Provision for uncollectables for current year		
Collections of accounts previously written off		
Utility accounts		
Others		
Total Additions		
Deduct accounts written off during year:		
Utility accounts		
Others		
Total accounts written off		
Balance end of year		
Total Accounts and Notes Receivable - Net		\$ 95,683

UTILITY NAME: Rainbow Springs Utilities, L.C.

<b>YEAR OF REPORT</b> <b>December 31, 2001</b>
---

**ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES**  
**ACCOUNT 145**

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
None	\$ -
Total	\$ -

**NOTES RECEIVABLE FROM ASSOCIATED COMPANIES**  
**ACCOUNT 146**

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
None		\$ -
Total		\$ -

**MISCELLANEOUS CURRENT AND ACCRUED ASSETS**  
**ACCOUNT 174**

DESCRIPTION - Provide itemized listing (a)	TOTAL (c)
None	\$ -
Total	\$ -

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT**  
Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181):		
Sun Bank Construction Loan	\$ 10,292	\$ 36,534
Total Unamortized Debt Discount and Expense	\$ 10,292	\$ 36,534
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$ -	\$ -
Total Unamortized Premium on Debt	\$ -	\$ -

**EXTRAORDINARY PROPERTY LOSSES**  
**ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
EXTRAORDINARY PROPERTY LOSSES (Acct. 182):	
N/A	\$ -
Total Extraordinary Property Losses	\$ -





UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
**December 31, 2001**

**STATEMENT OF RETAINED EARNINGS**

1. Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.
2. Show separately the state and federal income tax effect of items shown in Account No. 439.

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance beginning of year (Deficit)	\$ (1,661,203)
439	Changes to account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits: <u>ROUNDING</u>	<u>3</u>
	Total Credits	3
	Debits:	
	Total Debits	
435	Balance transferred from Income	(58,967)
436	Appropriations of Retained Earnings:	
	Total appropriations of Retained Earnings	
437	Dividends declared: Preferred stock dividends declared	
438	Common stock dividends declared	
	Total Dividends Declared	
	Year end Balance	(1,720,167)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	
214	Total Appropriated Retained Earnings	
	Total Retained Earnings (Deficit)	\$ (1,720,167)

Notes to Statement of Retained Earnings:





UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**NOTES PAYABLE (ACCTS. 232 AND 234)**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE* (c)	
NOTES PAYABLE (Account 232): N/A			\$ -
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 232			\$ -
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):			
RSL - Fairway Estates West	8.25 %	F	\$ 95,747
RSL - The Boundaries	8.50 %	F	32,639
RSL - Fox Trace	8.50 %	F	107,966
	%		
	%		
	%		
Total Account 234			\$ 236,352

\* For variable rate obligations, provide the basis for the rate. (i.e.. Prime +2%, etc)

**ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES  
ACCOUNT 233**

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
Due to RS Realty	\$ 95,425
Total	\$ 95,425

**ACCRUED INTEREST AND EXPENSE**  
**ACCOUNTS 237 AND 427**

DESCRIPTION OF DEBT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
<b>ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt</b>					
Sun Bank Construction Loan	\$ -	427.3	\$ 99,500	\$ 99,500	\$ -
RSL - Fairway Estates West	-	427.1	8,080	8,080	-
RSL - The Boundary	-	427.1	2,782	2,782	-
RSL - Fox Trace	-	427.1	9,201	9,201	-
<b>Total Account No. 237.1</b>	-		<b>119,563</b>	<b>119,563</b>	-
<b>ACCOUNT NO. 237.2 - Accrued Interest in Other Liabilities</b>					
	-				-
	-				-
	-				-
<b>Total Account 237.2</b>	-				-
<b>Total Account 237 (1)</b>	<b>\$ -</b>		<b>\$ 119,563</b>	<b>\$ 119,563</b>	<b>\$ -</b>
<b>INTEREST EXPENSED:</b>					
Total accrual Account 237		237	\$ 119,563		
Less Capitalized Interest Portion of AFUDC:					
None					
<b>Net Interest Expensed to Account No. 427 (2)</b>			<b>\$ 119,563</b>		



UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**OTHER DEFERRED CREDITS  
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1)		
N/A		-
Total Regulatory Liabilities	\$ -	\$ -
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2)		
N/A	\$ -	\$ -
Total Deferred Liabilities	\$ -	\$ -
<b>TOTAL OTHER DEFERRED CREDITS</b>	\$ -	\$ -

UTILITY NAME: Rainbow Springs Utilities, L.C.

**YEAR OF REPORT**  
December 31, 2001

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 505,224	\$ 1,075,367	N/A	\$ 1,580,591
Add credits during year:	35,970	82,885		118,855
Less debits charged during	-	-		-
Total Contributions In Aid of Construction	\$ 541,194	\$ 1,158,252	\$ -	\$ 1,699,446

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 272**

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 77,909	\$ 171,364	N/A	\$ 249,273
Debits during year:	14,509	30,984		45,493
Credits during year (specify):				
Total Accumulated Amortization of Contributions In Aid of Construction	\$ 92,418	\$ 202,348		\$ 294,766

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES  
(UTILITY OPERATIONS)**

1. The reconciliation should include the same detail as furnished on schedule M-1 of the federal income tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals.

2. If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among group members.

DESCRIPTION (a)	REFERENCE (b)	AMOUNT (c)
Net income for the year (loss)	F-3 (c)	\$ (58,967)
Reconciling items for the year:		
Taxable income not reported on the books:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deductions recorded on books not deducted for return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Income recorded on books not included in return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deduction on return not charged against book income:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Federal tax net income (loss)		\$ (58,967)
Computation of tax:		
The Company projects a net operating loss for income tax purposes; therefore, the estimated tax is \$0. The Company is taxed as a Partnership; therefore, this schedule is not applicable.		



**WATER  
OPERATION  
SECTION**





UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 1,582,550
	Less:		
	Nonused and Useful Plant (1)		10,669
108.1	Accumulated Depreciation	W-6(b)	459,661
110.1	Accumulated Amortization		
271	Contributions in Aid of Construction	W-7	541,194
252	Advances for Construction	F-20	
Subtotal			571,026
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	92,418
Subtotal			663,444
114	Plus or Minus: Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		27,165
	Other (Specify):		
WATER RATE BASE			\$ 690,609
UTILITY OPERATING INCOME			\$ 50,860
ACHIEVED RATE OF RETURN (Water Operating Income/Water Rate Base)			7.36 %

- NOTES: (1) Class A calculate consistent with last rate proceeding. Class B estimated if not known.  
 (2) Include only those Acquisition Adjustments that have been approved by the Commission.  
 (3) Calculation consistent with last rate proceeding.  
 In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**WATER OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)
400	UTILITY OPERATING INCOME Operating Revenues	W-9	\$ 346,395
469	Less: Guarenteed Revenue and AFPI	W-9	
	Net Operating Revenues		346,395
401	Operating Expenses	W-10(a)	217,316
403	Depreciation Expense	W-6(a)	48,888
	Less: Amortization of CIAC	W-8(a)	(14,509)
	Net Depreciation Expense		34,379
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee		15,588
408.11	Property Taxes		23,431
408.12	Payroll Taxes		4,663
408.13	Other Taxes & Licenses		158
408	Total Taxes Other Than Income		43,840
409.1	Income Taxes	F-16	
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		295,535
	Utility Operating Income		50,860
469	Add Back: Guarenteed Revenue (and AFPI)	W-9	-
413	Income From Utility Plant Leased to Others		
414	Gains (Losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 50,860

**UTILITY NAME:** Rainbow Springs Utilities, L.C.  
**SYSTEM NAME / COUNTY:** Rainbow Springs/Marion

**YEAR OF REPORT**  
 December 31, 2001

**WATER UTILITY PLANT ACCOUNTS**

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 22,340	\$ -	\$ -	\$ 22,340
302	Franchises	16,205			16,205
303	Land and Land Rights	5,579			5,579
304	Structure and Improvements	172,142			172,142
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	31,711			31,711
308	Infiltration Galleries and Tunnels				
309	Supply Mains	114,920			114,920
310	Power Generation Equipment	26,352			26,352
311	Pumping Equipment	85,773	8,942	13,817	80,898
320	Water Treatment Equipment	23,909			23,909
330	Distribution Reservoirs and Standpipes	232,956			232,956
331	Transmission and Distribution Mains	547,032			547,032
333	Services	115,134			115,134
334	Meters and Meter Installations	104,335	4,338	812	107,861
335	Hydrants	21,471			21,471
339	Other Plant / Miscellaneous Equipment	4,290			4,290
340	Office Furniture and Equipment	17,396	2,410	9,038	10,768
341	Transportation Equipment	15,848			15,848
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	1,811	1,453		3,264
344	Laboratory Equipment				
345	Power Operated Equipment	29,870			29,870
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
TOTAL WATER PLANT		\$ 1,589,074	\$ 17,143	\$ 23,667	\$ 1,582,550

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

**UTILITY NAME:** Rainbow Springs Utilities, L.C.  
**SYSTEM NAME / COUNTY:** Rainbow Springs

**YEAR OF REPORT**  
 December 31, 2001

**WATER UTILITY PLANT MATRIX**

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 INTANGIBLE PLANT (d)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (e)	.3 WATER TREATMENT PLANT (f)	.4 TRANSMISSION AND DISTRIBUTION PLANT (g)	.5 GENERAL PLANT (h)
301	Organization	\$ 22,340	\$ 22,340				
302	Franchises	16,205	16,205				
303	Land and Land Rights	5,579			\$ 5,579		
304	Structure and Improvements	172,142		\$ 51,375	15,266	105,501	
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs	31,711		31,711			
308	Infiltration Galleries and Tunnels						
309	Supply Mains	114,920		114,920			
310	Power Generation Equipment	26,352		26,352			
311	Pumping Equipment	80,898		80,898			
320	Water Treatment Equipment	23,909			23,909		
330	Distribution Reservoirs and Standpipes	232,956				232,956	
331	Transmission and Distribution Mains	547,032				547,032	
333	Services	115,134				115,134	
334	Meters and Meter Installations	107,861				107,861	
335	Hydrants	21,471				21,471	
339	Other Plant / Miscellaneous Equipment	4,290			4,290		
340	Office Furniture and Equipment	10,768					10,768
341	Transportation Equipment	15,848					15,848
342	Stores Equipment						
343	Tools, Shop and Garage Equipment	3,264					3,264
344	Laboratory Equipment						
345	Power Operated Equipment	29,870					29,870
346	Communication Equipment						
347	Miscellaneous Equipment						
348	Other Tangible Plant						
	TOTAL WATER PLANT	\$ 1,582,550	\$ 38,545	\$ 305,256	\$ 49,044	\$ 1,129,955	\$ 59,750

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

BASIS FOR WATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
301	Organization	40	%	2.50 %
302	Franchises	40	%	2.50 %
304	Structure and Improvements	33	%	3.03 %
305	Collecting and Impounding Reservoirs		%	%
306	Lake, River and Other Intakes		%	%
307	Wells and Springs	30	%	3.33 %
308	Infiltration Galleries and Tunnels		%	%
309	Supply Mains	35	%	2.86 %
310	Power Generation Equipment	20	%	5.00 %
311	Pumping Equipment	20	%	5.00 %
320	Water Treatment Equipment	22	%	4.55 %
330	Distribution Reservoirs and Standpipes	40	%	2.50 %
331	Transmission and Distribution Mains	45	%	2.22 %
333	Services	40	%	2.50 %
334	Meters and Meter Installations	20	%	5.00 %
335	Hydrants	45	%	2.22 %
339	Other Plant / Miscellaneous Equipment	25	%	4.00 %
340	Office Furniture and Equipment	6	%	16.67 %
341	Transportation Equipment	6	%	16.67 %
342	Stores Equipment		%	%
343	Tools, Shop and Garage Equipment	16	%	6.25 %
344	Laboratory Equipment		%	%
345	Power Operated Equipment	12	%	8.33 %
346	Communication Equipment		%	%
347	Miscellaneous Equipment		%	%
348	Other Tangible Plant		%	%
Water Plant Composite Depreciation Rate *			%	%

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
301	Organization	\$ 7,667	\$ 558	\$ -	\$ 558
302	Franchises	1,013	405		405
304	Structure and Improvements	20,974	5,216		5,216
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	14,461	1,055		1,055
308	Infiltration Galleries and Tunnels				
309	Supply Mains	27,889	3,287		3,287
310	Power Generation Equipment	12,743	1,317		1,317
311	Pumping Equipment	24,875	4,167		4,167
320	Water Treatment Equipment	7,008	1,088		1,088
330	Distribution Reservoirs and Standpipes	34,788	5,824		5,824
331	Transmission and Distribution	171,998	12,144		12,144
333	Services	40,598	2,879		2,879
334	Meters and Meter Installations	27,953	5,305		5,305
335	Hydrants	1,810	477		477
339	Other Plant / Miscellaneous Equipment	1,420	172		172
340	Office Furniture and Equipment	9,493	2,347		2,347
341	Transportation Equipment	15,848	0		0
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	337	159		159
344	Laboratory Equipment				
345	Power Operated Equipment	13,565	2,488		2,488
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 434,440	\$ 48,888	\$ -	\$ 48,888

\* Specify nature of transaction.  
 Use ( ) to denote reversal entries.

Note (1): To correct depreciation expense for rounding differences between beginning and ending balances

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
December 31, 2001

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (9-h+i+j)	BALANCE AT END OF YEAR (c+f-k) (k)
301	Organization	\$ -	\$ -	\$ -	\$ -	8,225
302	Franchises					1,418
304	Structure and Improvements					26,190
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs					15,516
308	Infiltration Galleries and Tunnels					
309	Supply Mains					31,176
310	Power Generation Equipment					14,060
311	Pumping Equipment	(13,817)			(13,817)	15,225
320	Water Treatment Equipment					8,096
330	Distribution Reservoirs and Standpipes					40,612
331	Transmission and Distribution					184,142
333	Services					43,477
334	Meters and Meter Installations	(812)			(812)	32,446
335	Hydrants					2,287
339	Other Plant / Miscellaneous Equipment					1,592
340	Office Furniture and Equipment	(9,038)			(9,038)	2,802
341	Transportation Equipment					15,848
342	Stores Equipment					
343	Tools, Shop and Garage Equipment					496
344	Laboratory Equipment					
345	Power Operated Equipment					
346	Communication Equipment					16,053
347	Miscellaneous Equipment					
348	Other Tangible Plant					
TOTAL WATER ACCUMULATED DEPRECIATION		\$ (23,667)	\$ -	\$ -	\$ (23,667)	\$ 459,661



UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/COUNTY

**YEAR OF REPORT**  
**December 31, 2001**

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
 ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance First of Year		\$ 505,224
Add credits during year: Contributions Received From Capacity, Capacity, Main Extension and Customer Connection Charges	W-8(a)	35,970
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	
Total Credits		35,970
Less debits charged during the year (All debits charged during the year must be explained below)		
Total Contributions In Aid of Construction		\$ 541,194

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all Debits charged to Account 271 during the year below:

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
 December 31, 2001

**WATER CIAC SCHEDULE "A"**  
**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY, MAIN**  
**EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR**

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Capacity Charges	55	\$ 208	\$ 11,440
Main Extension charges	55	342	18,810
Meter Fees	55	65	3,575
Irrigation Meter Fees	33	65	2,145
<b>Total Credits</b>			<b>\$ 35,970</b>

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION**  
**ACCOUNT 272**

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 77,909
Debits during year:	
Accruals charged to Account	14,509
Other Debits (specify):	
Total debits	14,509
Credits during year (specify):	
Total credits	
Balance end of year	\$ 92,418



UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**WATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
460	Water Sales: Unmetered Water Revenue			
	Metered Water Revenue:			
461.1	Metered Sales to Residential Customers	1,040	1,151	\$ 153,446
461.2	Metered Sales to Commercial Customers	5	7	5,357
461.3	Metered Sales to Industrial Customers			
461.4	Metered Sales to Public Authorities			
461.5	Metered Sales to Multiple Family Dwellings			
	Total Metered Sales	1,045	1,158	158,803
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection	2	2	915
	Total Fire Protection Revenue	2	2	915
464	Other Sales to Public Authorities			
465	Sales to Irrigation Customers	598	598	185,087
466	Sales for Resale			
467	Interdepartmental Sales			
	Total Water Sales	1,645	1,758	344,805
469	Other Water Revenues: Guaranteed Revenues			
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			1,590
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$ 1,590
	Total Water Operating Revenues			\$ 346,395

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 45,671	\$ -	\$ -
603	Salaries and Wages - Officers, Directors and Majority Stockholders	15,701		
604	Employee Pensions and Benefits	19,004		
610	Purchased Water			
615	Purchased Power	22,186	22,186	
616	Fuel for Power Purchased			
618	Chemicals	1,529		
620	Materials and Supplies	10,033		4,064
631	Contractual Services - Engineering	2,443		
632	Contractual Services - Accounting	54,214		
633	Contractual Services - Legal	568		
634	Contractual Services - Mgt. Fees			
635	Contractual Services - Testing	570		240
636	Contractual Services - Other	12,323		
641	Rental of Building/Real Property	4,476	80	
642	Rental of Equipment	263		
650	Transportation Expense	595		
656	Insurance - Vehicle	1,934		
657	Insurance - General Liability	7,775		
658	Insurance - Workmens Comp.	4,438		
659	Insurance - Other			
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense			
667	Regulatory Commission Exp.-Other			
670	Bad Debt Expense	66		
675	Miscellaneous Expenses	13,527		
Total Water Utility Expenses		\$ 217,316	\$ 22,266	\$ 4,304

WATER EXPENSE ACCOUNT MATRIX

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)
\$ -	\$ -	\$ -	\$ -	\$ 27,024	\$ 18,647
					15,701
					19,004
1,270	259				
	947	617	3,467	588	350
					2,443
					54,214
					568
	330				
		12,323			
					4,396
					263
					595
					1,934
		2,304			5,471
					4,438
				66	
		1,710		1,615	10,202
\$ 1,270	\$ 1,536	\$ 16,954	\$ 3,467	\$ 29,293	\$ 138,226

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) [(b)+(c)-(d)] (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)
January		17,392	3,850	13,542	10,399
February		15,728	3,100	12,628	10,976
March		14,443	2,125	12,318	14,286
April		19,582	1,425	18,157	14,782
May		22,576	1,675	20,901	15,722
June		18,249	2,500	15,749	18,736
July		12,799	2,550	10,249	8,397
August		16,146	3,600	12,546	11,913
September		14,606	3,250	11,356	9,657
October		19,758	2,775	16,983	13,516
November		19,040	2,350	16,690	17,021
December		18,858	3,025	15,833	13,869
Total for year	N/A	209,177	32,225	176,952	159,274

If water is purchased for resale, indicate the following:

Vendor N/A  
 Point of delivery N/A

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

N/A

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Well # 14	500 GPM	1,062	Ground
Well # 15	750 GPM	648	Ground

UTILITY NAME: Rainbow Springs Utilities, L.C.  
SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
December 31, 2001

**WATER TREATMENT PLANT INFORMATION**  
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>2.38 MGD</u>		
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>		
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc):	<u>Gas Chlorination</u>		
<b>LIME TREATMENT</b>			
Unit rating (i.e., GPM, pounds per gallon):	<u>N/A</u>	Manufacturer	<u>N/A</u>
<b>FILTRATION</b>			
Type and size of area:			
Pressure (in square feet):	<u>N/A</u>	Manufacturer	<u>N/A</u>
Gravity (in GPM/square feet):	<u>N/A</u>	Manufacturer	<u>N/A</u>



UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

**CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS**

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	1,749	1,749
5/8"	Displacement	1.0		
3/4"	Displacement	1.5		
1"	Displacement	2.5		
1 1/2"	Displacement or Turbine	5.0	2	10
2"	Displacement, Compound or Turbine	8.0	5	40
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				1,799

**CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use 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 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 / 350 gallons per day )

ERC Calculation:	
ERC =	159,274 gallons, divided by
	350 gallons per day
	<u>365</u> days
	1,246.8 ERC's

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**OTHER WATER SYSTEM INFORMATION**

Furnish information below for each system. A separate pageshould be supplied where necessary.

1. Present ERC's * that system can efficiently ser	<u>1,247</u>
2. Maximum number of ERC's * which can be serv	<u>1,480</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>1,694</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>Approximately 2,500</u>
5. Estimated annual increase in ERC's * .	<u>90</u>
6. Is the utility required to have fire flow capacity?	<u>Yes</u>
If so, how much capacity is required?	<u>500,000 gpd</u>
7. Attach a description of the fire fighting facilities.	<u>2,400 GPM from high service pumps; 500,000 gal of storage</u>
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.	<u>Water plant expansion to begin by 2004 to meet peak demand days</u>
9. When did the company last file a capacity analysis report with the DEP?	<u>1996</u>
10. If the present system does not meet the requirements of DEP rules:	
a. Attach a description of the plant upgrade necessary to meet the DEP ru	<u>N/A</u>
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will construction begin	<u>N/A</u>
d. Attach plans for funding the required upgrading.	
e. Is this system under any Consent Order othe DEP?	<u>No</u>
11. Department of Environmental Protection ID #	<u>PWS # 6422679</u>
12. Water Management District Consumptive Use Permit #	<u>204257</u>
a. Is the system in compliance with the requirements of the CUP?	<u>Yes</u>
b. If not, what are the utility's plans to gain compliance?	<u>N/A</u>

\* An ERC is determined bsed on the calculation on the bottom of Page W-13



**WASTEWATER  
OPERATION  
SECTION**



UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**SCHEDULE OF YEAR END WASTEWATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4(b)	\$ 3,017,520
	Less:		
	Nonused and Useful Plant (1)		275,610
108.1	Accumulated Depreciation	S-6(b)	837,848
110.1	Accumulated Amortization		
271	Contributions in Aid of Construction	S-7	1,158,252
252	Advances for Construction	F-20	
	Subtotal		745,810
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	S-8(a)	202,348
	Subtotal		948,158
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		33,100
	Other (Specify):		
	WASTEWATER RATE BASE		\$ 981,258
	UTILITY OPERATING INCOME	S-3	\$ 17,351
	ACHIEVED RATE OF RETURN (Wastewater Operating Income/Wastewater Rate Base)		1.77 %

- NOTES: (1) Class A calculate consistent with last rate proceeding. Class B estimated if not known.  
 (2) Include only those Acquisition Adjustments that have been approved by the Commission.  
 (3) Calculation consistent with last rate proceeding.  
 In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

WASTEWATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WASTEWATER UTILITY (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	S-9	\$ 385,530
530	Less: Guarenteed Revenue and AFPI	S-9	
	Net Operating Revenues		385,530
401	Operating Expenses	S-10(a)	264,798
403	Depreciation Expense	S-6(a)	89,077
	Less: Amortization of CIAC	S-8(a)	(30,984)
	Net Depreciation Expense		58,093
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC) (Loss on plant abandonment)	F-8	
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		17,349
408.11	Property Taxes		23,060
408.12	Payroll Taxes		4,646
408.13	Other Taxes & Licenses		233
408	Total Taxes Other Than Income		45,288
409.1	Income Taxes	F-16	
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		368,179
	Utility Operating Income		17,351
	Add Back:		
469	Guarenteed Revenue (and AFPI)		
413	Income From Utility Plant Leased to Others		
414	Gains (Losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 17,351

**UTILITY NAME:** Rainbow Springs Utilities, L.C.  
**SYSTEM NAME / COUNTY:** Rainbow Springs/Marion

**YEAR OF REPORT**  
 December 31, 2001

**WASTEWATER UTILITY PLANT ACCOUNTS**

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
351	Organization	\$ 9,825	\$ -	\$ -	\$ 9,825
352	Franchises	16,205			16,205
353	Land and Land Rights	177,490			177,490
354	Structure and Improvements	603,576			603,576
355	Power Generation Equipment	115,742			115,742
360	Collection Sewers - Force	81,779			81,779
361	Collection Sewers - Gravity	1,032,618			1,032,618
362	Special Collecting Structures				
363	Services to Customers	98,045			98,045
364	Flow Measuring Devices	2,533	1,244		3,777
365	Flow Measuring Installations				
366	Reuse Services	1,787			1,787
367	Reuse Meters and Meter Installations				
370	Receiving Wells	201,381			201,381
371	Pumping Equipment	82,387			82,387
374	Reuse Distribution Reservoirs	20,402			20,402
375	Reuse Transmission and Distribution System				
380	Treatment & Disposal Equipment	281,804			281,804
381	Plant Sewers	252,514	1,908		254,422
382	Outfall Sewer Lines	35,782			35,782
389	Other Plant / Miscellaneous Equipment				
390	Office Furniture & Equipment	498			498
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	\$ 3,014,368	\$ 3,152	\$ -	\$ 3,017,520

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

WASTEWATER UTILITY PLANT MATRIX

ACCT. NO. (a)	ACCOUNT NAME (b)	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL PLANT (j)	.5 RECLAIMED WASTEWATER TREATMENT PLANT (k)	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT (l)	.7 GENERAL PLANT (m)
351	Organization	\$ 9,825						
352	Franchises	16,205						
353	Land and Land Rights							
354	Structure and Improvements			\$ 177,490	\$ 601,033	\$ 2,543		
355	Power Generation Equipment				51,430	64,312		
360	Collection Sewers - Force		81,779					
361	Collection Sewers - Gravity		1,032,618					
362	Special Collecting Structures							
363	Services to Customers		98,045					
364	Flow Measuring Devices		3,777					
365	Flow Measuring Installations							
366	Reuse Services							
367	Reuse Meters and Meter Installations							
370	Receiving Wells			201,381				
371	Pumping Equipment			77,097				
374	Reuse Distribution Reservoirs					5,290		
375	Reuse Transmission and Distribution System					20,402		
380	Treatment & Disposal Equipment							
381	Plant Sewers				99,884			
382	Outfall Sewer Lines				313			
389	Other Plant / Miscellaneous Equipment						281,804	
390	Office Furniture & Equipment					154,538		
391	Transportation Equipment					35,469		
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	\$ 26,030	\$ 1,216,219	\$ 455,968	\$ 752,660	\$ 282,554	\$ 283,591	\$ 498

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.



BASIS FOR WASTEWATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
351	Organization	40	%	2.50 %
352	Franchises	40	%	2.50 %
354	Structure and Improvements	32	%	3.13 %
355	Power Generation Equipment	20	%	5.00 %
360	Collection Sewers - Force	30	%	3.33 %
361	Collection Sewers - Gravity	45	%	2.22 %
362	Special Collecting Structures		%	%
363	Services to Customers	38	%	2.63 %
364	Flow Measuring Devices	5	%	20.00 %
365	Flow Measuring Installations		%	%
366	Reuse Services	40	%	2.50 %
367	Reuse Meters and Meter Installations		%	%
370	Receiving Wells	25	%	4.00 %
371	Pumping Equipment	18	%	5.56 %
374	Reuse Distribution Reservoirs	40	%	2.50 %
375	Reuse Transmission and Distribution System	43	%	2.33 %
380	Treatment & Disposal Equipment	18	%	5.56 %
381	Plant Sewers	35	%	2.86 %
382	Outfall Sewer Lines		%	%
389	Other Plant / Miscellaneous Equipment		%	%
390	Office Furniture & Equipment	15	%	6.67 %
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		%	%
Wastewater Plant Composite Depreciation Rate *			%	%

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marton

YEAR OF REPORT  
 December 31, 2001

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
351	Organization	\$ 614	\$ 246	\$ -	\$ 246
352	Franchises	1,013	405		405
354	Structure and Improvements	95,418	18,876		18,876
355	Power Generation Equipment	33,120	5,787		5,787
360	Collection Sewers - Force	25,175	2,723		2,723
361	Collection Sewers - Gravity	371,430	22,924		22,924
362	Special Collecting Structures				
363	Services to Customers	35,267	2,578		2,578
364	Flow Measuring Devices	778	631		631
365	Flow Measuring Installations				
366	Reuse Services	445	45		45
367	Reuse Meters and Meter Installations				
370	Receiving Wells	49,656	8,056		8,056
371	Pumping Equipment	22,185	4,581		4,581
374	Reuse Distribution Reservoirs	3,273	510		510
375	Reuse Transmission and Distribution System	33,397	6,566		6,566
380	Treatment & Disposal Equipment	71,969	14,093		14,093
381	Plant Sewers	4,809	1,023		1,023
382	Outfall Sewer Lines				
389	Other Plant / Miscellaneous Equipment				
390	Office Furniture & Equipment	222	33		33
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 Depreciable Wastewater Plant in Service		\$ 748,771	\$ 89,077	\$ -	\$ 89,077

\* Specify nature of transaction.  
 Use ( ) to denote reversal entries.

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i) (j)	BALANCE AT END OF YEAR (c+f-k) (k)
351	Organization	\$ -	\$ -	\$ -	\$ -	\$ 860
352	Franchises					1,418
354	Structure and Improvements					114,294
355	Power Generation Equipment					38,907
360	Collection Sewers - Force					27,898
361	Collection Sewers - Gravity					394,354
362	Special Collecting Structures					
363	Services to Customers					
364	Flow Measuring Devices					37,845
365	Flow Measuring Installations					1,409
366	Reuse Services					
367	Reuse Meters and Meter Installations					490
370	Receiving Wells					
371	Pumping Equipment					57,712
374	Reuse Distribution Reservoirs					26,766
375	Reuse Transmission and Distribution System					3,783
380	Treatment & Disposal Equipment					39,963
381	Plant Sewers					86,062
382	Outfall Sewer Lines					5,832
389	Other Plant / Miscellaneous Equipment					
390	Office Furniture & Equipment					255
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 Depreciable Wastewater Plant in Service		\$ -	\$ -	\$ -	\$ -	\$ 837,848

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

<b>YEAR OF REPORT</b> December 31, 2001
--

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WASTEWATER (b)
Balance First of Year		\$ 1,075,367
Add credits during year:		
Contributions Received From Capacity, Capacity, Main Extension and Customer Connection Charges	S-8(a)	82,885
Contributions received from Developer or Contractor Agreements in cash or property	S-8(b)	
Total Credits		82,885
Less debits charged during the year (All debits charged during the year must be explained below)		
Total Contributions In Aid of Construction		\$ 1,158,252

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all Debits charged to Account 271 during the year below:

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**WASTEWATER CIAC SCHEDULE "A"**  
**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY, MAIN**  
**EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR**

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Capacity Charges	55	\$ 767	\$ 42,185
Main Extension Charges	55	740	40,700
<b>Total Credits</b>			\$ <u>82,885</u>

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION**  
**ACCOUNT 272**

DESCRIPTION (a)	WASTEWATER (b)
Balance first of year	\$ 171,364
Debits during year:	
Accruals charged to Account	30,984
Other Debits (specify):	
Total debits	30,984
Credits during year (specify):	
Total credits	
Balance end of year	\$ <u>202,348</u>



WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
<b>WASTEWATER SALES</b>				
521.1	Flat Rate Revenues: Residential Revenues			\$ -
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.6	Other Revenues			
521	Total Flat Rate Revenues			-
522.1	Measured Revenues: Residential Revenues	1,021	1,084	\$ 368,402
522.2	Commercial Revenues	5	6	17,128
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues (Units)			
522	Total Measured Revenues	1,026	1,090	385,530
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
	Total Wastewater Sales	1,026	1,090	\$ 385,530
<b>OTHER WASTEWATER REVENUES</b>				
530	Guaranteed Revenues			\$ -
531	Sale Of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			
	Total Other Wastewater Revenues			\$ -

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**WASTEWATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
Flat Rate Reuse Revenues:				
540.1	Residential Reuse Revenues			\$ _____
540.2	Commercial Reuse Revenues			_____
540.3	Industrial Reuse Revenues			_____
540.4	Reuse Revenues From Public Authorities			_____
540.5	Other Reuse Revenues			_____
540	Total Flat Rate Reuse Revenues	_____	_____	_____
Measured Reuse Revenues:				
541.1	Residential Reuse Revenues			_____
541.2	Commercial Reuse Revenues			_____
541.3	Industrial Reuse Revenues			_____
541.4	Reuse Revenues From Public Authorities			_____
541	Total Measured Reuse Revenues	_____	_____	_____
544	Reuse Revenues From Other Systems			_____
Total Reclaimed Water Sales				_____
Total Wastewater Operating Revenues				\$ <u>385,530</u>

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.



UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)	.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 46,598	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
703	Salaries and Wages - Officers,							
704	Directors and Majority Stockholders	15,649						
710	Employee Pensions and Benefits	18,848						
711	Purchased Sewage Treatment	45,075			45,075			
715	Sludge Removal Expense	24,151			18,602			
716	Purchased Power	638			638			
718	Fuel for Power Purchased	1,926			5,549			
720	Chemicals	1,582				2,474		
731	Materials and Supplies	6,853	1,380	1,380			451	1,152
732	Contractual Services - Engineering	673						
733	Contractual Services - Accounting	52,774						
734	Contractual Services - Legal	568						
735	Contractual Services - Mgt. Fees							
736	Contractual Services - Testing	6,000	400					
741	Contractual Services - Other	12,277					12,277	
742	Rental of Building/Real Property	4,283	80					
750	Rental of Equipment	280						
756	Transportation Expense	592		127				
757	Insurance - Vehicle	1,880						
758	Insurance - General Liability	7,540						
759	Insurance - Workmens Comp.	4,405						
760	Insurance - Other							
766	Advertising Expense							
767	Regulatory Commission Expenses -							
770	Amortization of Rate Case Expense							
775	Regulatory Commission Exp.-Other	66						
	Bad Debt Expense	13,742					4,055	
	Miscellaneous Expenses							
	Total Wastewater Utility Expenses	\$ 264,798	\$ 2,627	\$ 1,507	\$ 5,549	\$ 2,474	\$ 81,442	\$ 1,152

YEAR OF REPORT  
December 31, 2001

UTILITY NAME: Rainbow Springs Utilities, L.C.  
SYSTEM NAME / COUNTY: Rainbow Springs/Marton

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT OPERATIONS EXPENSES (l)	.10 RECLAIMED WATER TREATMENT EXPENSES - MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION OPERATIONS EXPENSES (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES - MAINTENANCE (o)
701	Salaries and Wages - Employees	\$ 28,014	\$ 18,584	\$ -	\$ -	\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders		15,849				
704	Employee Pensions and Benefits		18,848				
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power						
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies	194	637				
731	Contractual Services - Engineering		673				
732	Contractual Services - Accounting		52,774				
733	Contractual Services - Legal		568				
734	Contractual Services - Mgt. Fees						
735	Contractual Services - Testing			5,600			
736	Contractual Services - Other						
741	Rental of Building/Real Property		4,203				
742	Rental of Equipment		260				
750	Transportation Expense		465				
756	Insurance - Vehicle		1,880				
757	Insurance - General Liability		7,540				
758	Insurance - Workmens Comp.		4,405				
759	Insurance - Other						
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense	66					
775	Miscellaneous Expenses	1,611	8,076				
	Total Wastewater Utility Expenses	\$ 29,885	\$ 134,562	\$ 5,600	\$ -	\$ -	\$ -

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
 December 31, 2001

**CALCULON OF THE WASTEWATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS**

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	1,084	1,084
5/8"	Displacement	1.0		
3/4"	Displacement	1.5		
1"	Displacement	2.5		
1 1/2"	Displacement or Turbine	5.0	1	5
2"	Displacement, Compound or Turbine	8.0	5	40
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Wastewater System Meter Equivalents				1,129

**CALCULATION OF THE WASTEWATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one wastewater equivalent residential connection (ERC).

Use 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 residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:  
 $ERC = ( \text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day} )$

For wastewater only utilities:

Subtract all general use and other non-residential customer gallons from the total gallons treated.  
 Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.

**NOTE:** Total gallons treated includes both treated and purchased treatment

ERC Calculation:	$\left( \frac{45,457,000}{\text{(total gallons treated)}} / 365 \text{ days} \right) / 280 \text{ gpd} = 445$
------------------	---

UTILITY NAME: Rainbow Springs Utilities, L.C.  
 SYSTEM NAME / COUNTY: Rainbow Springs/Marion

**YEAR OF REPORT**  
**December 31, 2001**

**WASTEWATER TREATMENT PLANT INFORMATION**  
 Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	230,000		
Basis of Permit Capacity (1)	3 month Average Day		
Manufacturer	Marolf		
Type (2)	Pre-denitrification activated sludge		
Hydraulic Capacity	230,000		
Average Daily Flow	124,540		
Total Gallons of Wastewater Treated	45,457,000		
Method of Effluent Disposal	Holding pond/ Sprayfield		

(1) Basis of permitted capacity as stated on the Florida DEP WWTP Operating Permit  
 (i.e. average annual daily flow, etc)

(2) Contact stabilization, advanced treatment, etc.

UTILITY NAME: Rainbow Springs Utilities, L.C.  
SYSTEM NAME / COUNTY: Rainbow Springs/Marion

YEAR OF REPORT  
December 31, 2001

**OTHER WASTEWATER SYSTEM INFORMATION**

Furnish information below for each system. A separate pageshould be supplied where necessary.

1. Present ERC's * that system can efficiently serve.	<u>445</u>
2. Maximum number of ERC's * which can be served.	<u>920</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>1,694</u>
4. Future system connection capacity (in ERC's *) upon service area buildo	<u>Approximately 2,500</u>
5. Estimated annual increase in ERC's	<u>90</u>
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.	<u>None</u>
7. If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.	
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?	<u>No</u>
If so, when?	<u>N/A</u>
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>No</u>
If so, what are the utility's plans to comply with the DE	<u>N/A</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>April 1999</u>
11. If the present system does not meet the requirements of DEP rules:	
a. Attach a description of the plant upgrade necessary to meet the DEP rules.	
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will construction begin?	<u>N/A</u>
d. Attach plans for funding the required upgrading.	<u>N/A</u>
e. Is this system under any Consent Order othe DE	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>FLA 012693</u>

\* An ERC is determined based on the calculation on the bottom of Page S-11