

# CLASS "C"

## WATER and/or WASTEWATER UTILITIES

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

# ANNUAL REPORT

WS446-03-AR

**Paradise Lakes Utility LLC**

EXACT LEGAL NAME OF RESPONDENT

**458-W / 392-S**

Certificate Number(s)

Submitted To The

**STATE OF FLORIDA**



RECEIVED  
FLORIDA PUBLIC SERVICE  
COMMISSION  
04 APR -6 AM 8:54  
DIVISION OF  
ECONOMIC REGULATION

# **PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 2003**

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

*JAMES L. CARLSTEDT, 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. VOITLEIN, 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@cjinw.net](mailto:cpas@cjinw.net)

March 29, 2004

To the Members  
Paradise Lakes Utility, LLC

We have compiled the 2003 Annual Report of Paradise Lakes Utility, LLC 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 Paradise Lakes Utility, LLC. 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

## TABLE OF CONTENTS

Financial Section	
Identification	F-2
Income Statement	F-3
Balance Sheet	F-4
Net Utility Plant	F-5
Accumulated Depreciation and Amortization of Utility Plant	F-5
Capital Stock	F-6
Retained Earnings	F-6
Proprietary Capital	F-6
Long Term Debt	F-6
Taxes Accrued	F-7
Payments For Services Rendered By Other Than Employees	F-7
Contributions in Aid of Construction	F-8
Cost of Capital Used For AFUDC Calculation	F-9
AFUDC Capital Structure Adjustments	F-10
Water Operating Section	
Water Utility Plant Accounts	W-1
Analysis of Accumulated Depreciation By Primary Account - Water	W-2
Water Operation And Maintenance Expense	W-3
Water Customers	W-3
Pumping and Purchased Water Statistics	W-4
Well and Well Pumps, Reservoirs, and High Service Pumping	W-5
Other Water System Information	W-6
Wastewater Operating Section	
Wastewater Utility Plant Accounts	S-1
Analysis of Accumulated Depreciation By Primary Account - Wastewater	S-2
Wastewater Operation And Maintenance Expense	S-3
Wastewater Customers	S-3
Pumping Equipment, Collecting and Force Mains and Manholes	S-4
Other Wastewater System Information	S-5
Verification	
Verification	V-1

**FINANCIAL**

**SECTION**

REPORT OF

Paradise Lakes Utility LLC  
(Exact name of utility)

1900 Land o' Lakes Blvd, Suite 113	1900 Land o' Lakes Blvd, Suite 113	
Lutz, FL 33549	Lutz, FL 33546	Pasco
Mailing Address	Street Address	County
Telephone Number	(813) 949-2167	Date Utility First Organized
		May, 1985

Check the business entity of the utility as filed with the Internal Revenue Service:  
 Individual     Sub Chapter S Corporation     1120 Corporation     Partnership

Location where books and records are located: 1900 Land o' Lakes Blvd  
Lutz, FL 33549

Names of subdivisions where service is provided: Paradise Lakes

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Janice Delucenay		1900 Land o' Lakes Blvd, Suite 113 Lutz, FL 33549	
Person who prepared this report: Cronin, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd. Clearwater, FL.	
Officers and Managers: Larry DeLucenay	Managing Member	1900 Land o' Lakes Blvd	None
Janice Delucenay	Managing Member	Suite 113 Lutz, FL 33549	None
			None
			None
			None

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

Name	Percent Ownership In Utility	Principle Business Address	Salary Charged Utility
Larry & Janice DeLucenay	100%	Same As Above	None

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 58,136	\$ 123,199		\$ 181,335
Commercial _____					-
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____					-
Total Gross Revenue _____		58,136	123,199	N/A	181,335
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	38,066	103,693		141,759
Depreciation Expense _____	F-5	9,580	15,213		24,793
CIAC Amortization Expense _____	F-8	(1,073)	(758)		(1,831)
Taxes Other Than Income _____	F-7	2,641	5,569	-	8,210
Income Taxes _____	F-7	-	-		-
Total Operating Expenses _____		49,214	123,717		172,931
Net Operating Income (Loss)		8,922	(518)	-	8,404
Other Income:					
Nonutility Income _____		245	245		490
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		75	75		150
Interest Expense _____		-	-		-
AFUDC _____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ 9,092	\$ (348)	N/A	\$ 8,744

UTILITY NAME: Paradise Lakes Utility LLC

**YEAR OF REPORT**  
December 31, 2003

**COMPARATIVE BALANCE SHEET**

Account Name	Reference Page	Current Year	Previous Year
<b>ASSETS:</b>			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 703,610	\$ 938,595
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(225,954)	(534,618)
Net Utility Plant _____		477,656	403,977
Cash _____		47,102	(358)
Customer Accounts Receivable (141) _____		20,335	
Other Assets (Specify):			
Other Intangibles _____			24,469
Intercompany Receivable _____			13,933
Misc. Other Assets _____		4,379	
Unamortized Extraord. Property Loss _____		12,796	
Total Assets _____		\$ 562,268	\$ 442,021
<b>LIABILITIES AND CAPITAL:</b>			
Common Stock Issued (201) _____	F-6		
Preferred Stock Issued (204) _____	F-6	-	-
Other Paid In Capital (211) _____			
Retained Earnings (215) _____	F-6	-	
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6	445,868	358,610
Total Capital _____		445,868	358,610
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		13,819	10,897
Notes Payable (232) _____			
Customer Deposits (235) _____			
Accrued Taxes (236) _____	F-7	8,160	9,199
Other Liabilities (Specify):			
Accounts Payable - Assoc Co _____		42,063	
Accrued Interest _____			
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	52,358	63,315
Total Liabilities and Capital _____		\$ 562,268	\$ 442,021

**GROSS UTILITY PLANT**

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 253,650	\$ 449,960	N/A	\$ 703,610
Construction Work In Progress (105) _____				-
Other (Specify) _____				-
_____				-
_____				-
Total Utility Plant _____	\$ 253,650	\$ 449,960	N/A	\$ 703,610

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 121,307	\$ 413,311	N/A	\$ 534,618
<b>Add Credits During Year:</b>				
Accruals charged to depreciation account _____	9,580	15,213		24,793
Salvage _____	-	-		-
Other credits (specify) _____	-	-		-
_____	-	-		-
Total credits _____	9,580	15,213		24,793
<b>Deduct Debits During Year:</b>				
Book cost of plant retired _____	-	-		-
Cost of removal _____	-	-		-
Other debits (specify) _____				
Docket 030948-WS _____	630	332,827		333,457
Total debits _____	630	332,827		333,457
Balance End of Year _____	\$ 130,257	\$ 95,697	N/A	\$ 225,954



UTILITY NAME: Paradise Lakes Utility LLC

**YEAR OF REPORT**  
December 31, 2003

**CAPITAL STOCK (201 - 204)**

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

**RETAINED EARNINGS (215)**

	Appropriated	Un-Appropriated
Balance first of year _____	N/A	\$ -
Charges during the year (specify):		
Current Year Income _____	-	-
_____		
_____		
Balance end of year _____	\$	

**PROPRIETARY CAPITAL (218)**

	Proprietor or Partner	Partner
Balance first of year _____	\$ 358,610	N/A
Charges during the year (specify):		
Current year income _____	8,744	-
Docket 030948-WS _____	78,514	
_____		
Balance end of year _____	\$ 445,868	

**LONG TERM DEBT (224)**

Description of Obligation (Including Nominal Date of Issue and Date of Maturity)	Interest		Principal Per Balance Sheet Date
	Rate	# of Payments	
_____	%		\$ -
_____	%		-
_____	%		-
_____	%		
Total _____			N/A

**TAXES ACCRUED (236)**

(a)	WATER (b)	SEWER (c)	OTHER (d)	TOTAL (e)
Income Taxes:				
Federal income tax _____	\$ -	\$ -	N/A	\$ -
State income tax _____	-	-		
Taxes Other Than Income:				
State ad valorem tax _____	-	-		
Local property tax _____				
Regulatory assessment fee _____	2,616	5,544		8,160
Other (Specify): _____				
_____				
_____				
_____				
Total taxes accrued _____	\$ 2,616	\$ 5,544		\$ 8,160

**PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES**

Report all information concerning 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
Arthur Price		\$ 1,900	Repairs & Maint
C&A Services	5,550		Repairs & Maint
Cronin Jackson Nixon & Wilson	2,021	2,021	Regulatory and accounting matters
Davis Supply	605		Chemicals
Gator Water	5,263		Plant Operation
M&M Services	3,978		Construction
Rose Sundstrom & Bentley	5,007	5,007	Legal matters
Schaer Development		2,115	Construction
Technical Sales Corp		754	Construction
Travis Frost	1,800	1,800	Plant Management

UTILITY NAME: Paradise Lakes Utility LLC

**YEAR OF REPORT**  
December 31, 2003

**CONTRIBUTIONS IN AID OF CONSTRUCTION (271)**

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 27,600	\$ 55,920	\$ 83,520
2. Add credits during year:			
_____	330	412	742
3. Total _____	27,930	56,332	84,262
4. Deduct charges during year _____			
5. Balance end of year _____	27,930	56,332	84,262
6. Less Accumulated Amortization _____	(13,189)	(18,715)	(31,904)
7. Net CIAC _____	\$ 14,741	\$ 37,617	\$ 52,358

**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
Docket 030948-WS	Order	\$ 330	\$ 412
_____			
_____			
_____			
Sub-total _____		330	412
Report below all capacity charges, main extension charges and customer connections charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
None			
_____			
_____			
Total Credits During Year (Must agree with line # 2 above) _____		\$ 330	\$ 412

**ACCUMULATED AMORTIZATION OF CIAC**

	Water	Wastewater	Total
Balance First of Year _____	\$ 8,273	\$ 11,932	\$ 20,205
Add Debits During Year:			
Docket 03048-WS _____	1,073	758	1,831
_____	3,843	6,025	9,868
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 13,189	\$ 18,715	\$ 31,904

<b>YEAR OF REPORT</b> December 31, 2003
--

UTILITY NAME: Paradise Lakes Utility LLC

**SCHEDULE "A"**

**SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (2)**

CLASS OF CAPITAL (a)	Dollar Amount (1) (b)	Percentage of Capital 0	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	N/A	%	%	%
Preferred Stock	-	%	%	%
Long Term Debt	-	%	%	%
Customer Deposits	-	%	%	%
Tax Credits - Zero Cost	-	%	%	%
Tax Credits - Weighted Cost	-	%	%	%
Deferred Income Taxes	-	%	%	%
Other (Explain)	-	%	%	%
Total	\$ -	%		%

- (1) Should equal amounts on schedule B, Column (f), Page F-10.
- (2) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

**APPROVED AFUDC RATE**

Current Commission approved AFUDC rate:	<u>None</u> %
Commission order approving AFUDC rate:	_____



**WATER  
OPERATING  
SECTION**

UTILITY NAME: Paradise Lakes Utility LLC

**WATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 2,353	\$ 9,978	\$ -	\$ 12,331
302	Franchises	-	-	-	-
303	Land and Land Rights	7,800	-	-	7,800
304	Structure and Improvements	2,242	-	-	2,242
305	Collecting and Impounding Reservoirs	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-
307	Wells and Springs	7,076	3,903	-	10,979
308	Infiltration Galleries and Tunnels	-	-	-	-
309	Supply Mains	73,851	-	-	73,851
310	Power Generation Equipment	1,943	-	-	1,943
311	Pumping Equipment	21,244	-	-	21,244
320	Water Treatment Equipment	49,424	655	-	50,079
330	Distribution Reservoirs and Standpipes	7,955	-	-	7,955
331	Transmission and Distribution Mains	32,804	3,789	-	36,593
333	Services	8,327	-	-	8,327
334	Meters and Meter Installations	19,643	-	-	19,643
335	Hydrants	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-
340	Office Furniture and Equipment	-	-	-	-
341	Transportation Equipment	-	-	-	-
342	Stores Equipment	-	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-	-
344	Laboratory Equipment	131	-	-	131
345	Power Operated Equipment	532	-	-	532
346	Communication Equipment	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-
348	Other Tangible Plant	-	-	-	-
	Total Water Plant	\$ 235,325	\$ 18,325	\$ -	\$ 253,650

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

**ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER**

ACCT. NO. (a)	ACCOUNT NAME (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)
301	Organization	40	-	2.50	\$ 1,302	\$ -	\$ 184	\$ 1,486
302	Franchises	-	-	-	-	-	-	-
304	Structure and Improvements	28	-	3.57	1,607	-	80	1,687
305	Collecting and Impounding Reservoirs	-	-	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	27	-	3.70	5,212	-	334	5,546
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	32	-	3.13	43,290	630	2,313	44,973
310	Power Generation Equipment	17	-	5.88	2,057	-	(114)	1,943
311	Pumping Equipment	17	-	5.88	13,973	-	1,249	15,222
320	Water Treatment Equipment	17	-	5.88	27,399	-	2,925	30,324
330	Distribution Reservoirs and Standpipes	33	-	3.03	5,044	-	241	5,285
331	Transmission and Distribution Mains	38	-	2.63	11,621	-	913	12,534
333	Services	35	-	2.86	4,018	-	238	4,256
334	Meters and Meter Installations	17	-	5.88	5,558	-	1,155	6,713
335	Hydrants	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	-	-	-
340	Office Furniture and Equipment	-	-	-	-	-	-	-
341	Transportation Equipment	-	-	-	-	-	-	-
342	Stores Equipment	-	-	-	-	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-	-	-	-	-
344	Laboratory Equipment	15	-	6.67	118	-	9	127
345	Power Operated Equipment	10	-	10.00	108	-	53	161
346	Communication Equipment	-	-	-	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-	-	-	-
348	Other Tangible Plant	-	-	-	-	-	-	-
	Totals				\$ 121,307	\$ 630	\$ 9,580	\$ 130,257

\* This amount should tie to Sheet F-5

Note: Debits (Column (g)) to adjust to Docket No. 030948-WS



**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 _____	1,652
616	Fuel for Power Production _____	
618	Chemicals _____	605
620	Materials and Supplies _____	
630	Contractual Services:	
	Billing _____	400
	Operator and Management _____	28,413
	Testing _____	
	Other _____	5,031
640	Rents _____	
650	Transportation Expense _____	
655	Insurance Expense _____	1,591
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	374
	Total Water Operation and Maintenance Expense _____	\$ 38,066 *

\* 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)	
<b>Residential Service</b>					
5/8"	D	1.0	59	120	120
3/4"	D	1.5			
1"	D	2.5	60		
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0			
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0		1	8
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	220	281	281
Other (Specify): _____	Gen Serv Flat	31.5		1.0	32
** D = Displacement C = Compound T = Turbine			<b>Total</b>	<b>339</b>	<b>403</b>
					<b>441</b>

**PUMPING AND PURCHASED WATER STATISTICS**

MONTH (a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January	-	1,373	1,082	291	291
February	-	1,331	1,052	279	279
March	-	1,695	1,391	304	304
April	-	1,991	1,726	265	265
May	-	1,192	873	319	319
June	-	946	669	277	277
July	-	1,460	1,282	178	178
August	-	2,048	1,706	342	342
September	-	2,001	1,798	203	203
October	-	1,450	1,272	178	178
November	-	4,510	4,204	306	306
December	-	2,117	1,882	235	235
Total for year	N/A	22,114	18,937	3,177	3,177

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:

Note: Column (d) reflects estimated sales to flat rate customers; Column (f) reflects measured gallonage sold to metered customers.

**MAINS (Feet)**

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	2"	Unknown		-	Unknown
PVC	3"	939		-	939
PVC	4"	1,600		-	1,600
				-	
				-	
				-	
				-	
				-	
				-	

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

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1991	1985		
Types of Well Construction and Casing _____	Steel Cased	Steel Cased		
Depth of Wells _____	450'	Unknown		
Diameters of Wells _____	6"	Unknown		
Pump - GPM _____	350	Unknown		
Motor - HP _____	15	7.5		
Motor Type * _____	Submersable	Submersable		
Yeilds of Wells in GPD _____	70,000	Unknown		
Auxillary Power _____	LP Generator			
* Submersable, centrifugal, etc.				

**RESERVOIRS**

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Hydr-pnuematic Steel			
Capacity of Tank _____	10,000 gal			
Ground of Elevated _____	Ground			

**HIGH SERVICE PUMPING**

(a)	(b)	(c)	(d)	(e)
<b>MOTORS</b>				
Manufacturer _____	Well #1 Franklin	Well #2 Franklin		
Type _____	Submersable	Submersable		
Rated Horsepower _____	15	7.5		
<b>PUMPS</b>				
Manufacturer _____				
Type _____	Submersable	Submersable		
Capacity in GPM _____	350	130		
Average Number of Hours Operated Per Day _____	<1			
Auxiliary Power _____	LP Generator			

UTILITY NAME: Paradise Lakes Utility LLC

**SOURCE OF SUPPLY**

List for each source of supply (Ground, Surface, Purchased Water, etc):

Gallons per day of source _____	Unknown		
Type of source _____	Ground		

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:

Type _____	Unknown		
Make _____	Unknown		
Permitted Capacity (GPD)	110,000		
High service pumping Gallons per minute _____	Unknown		
Reverse Osmosis _____	N/A		
Lime treatment Unit Rating _____	N/A		
Filtration Pressure Sq. Ft. _____	N/A		
Gravity GPD/Sq. Ft. _____	N/A		
Disinfection Chlorinator _____	Chlorine Gas		
Ozone _____	N/A		
Other _____	N/A		
Auxiliary Power _____	LP Generator		

UTILITY NAME: Paradise Lakes Utility LLC  
SYSTEM NAME: Paradise Lakes

YEAR OF REPORT  
December 31, 2003

**OTHER WATER SYSTEM INFORMATION**

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

1.	Present ERC's * the system can efficiently serve	<u>441</u>
2.	Maximum number of ERC's * which can be served	<u>441</u>
3.	Present system connection capacity (in ERC's *) using existing lines	<u>441</u>
4.	Future connection capacity (in ERC's *) upon service area buildout	<u>441</u>
5.	Estimated annual increase in ERC's*	<u>None</u>
6.	Is the utility required to have fire flow capacity? If so, how much capacity is required?	<u>No</u> <u>N/A</u>
7.	Attach a description of the fire fighting facilities.	<u>6 private hydrants with 2 pumps</u>
8.	Describe any plans and estimated completion dates for any enlargements or improvements of this system. <u>Preliminary design to interconnect with Mad Hatter Utility, Inc.</u>	
9.	When did the company last file a capacity analysis report with the DEP?	<u>None</u>
10.	If the present system does not meet the requirements of DEP rules, submit the following: a. Attach a description of the plant upgrade necessary to meet DEP rules. b. Have these plans been approved by DEP? _____ c. When will construction begin? _____ d. Attach plans for funding the required upgrading. e. Is this system under any Consent Order with DEP? _____	
11.	Department of Environmental Protection ID #	<u>6510620</u>
12.	Water Management District Consumptive Use Permit #	<u>206223</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 based on one of the following methods:  
(a) if actual flow data are available from the preceding 12 months:  
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.  
(b) If no historical flow data available are available for use:  
ERC = (Total SFR gallons sold (omit 000)/365 days/350 gallons per day).

**WASTEWATER  
OPERATING  
SECTION**

**WASTEWATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 2,403	\$ 9,978	\$ -	\$ 12,381
352	Franchises	-	-	-	-
353	Land and Land Rights	36,000	-	-	36,000
354	Structure and Improvements	183,145	-	(175,340)	7,805
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	31,805	-	201,000	232,805
361	Collection Sewers - Gravity	96,593	-	-	96,593
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	13,200	-	-	13,200
364	Flow Measuring Devices	-	-	-	-
365	Flow Measuring Installations	-	-	-	-
370	Receiving Wells	2,854	-	-	2,854
371	Pumping Equipment	-	754	-	754
380	Treatment and Disposal Equipment	289,372	-	(289,372)	-
381	Plant Sewers	45,326	-	-	45,326
382	Outfall Sewer Lines	1,620	-	-	1,620
389	Other Plant and Miscellaneous Equipment	330	-	(330)	-
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	622	-	-	622
	Total Sewer Plant	\$ 703,270	\$ 10,732	\$ (264,042)	\$ 449,960

\* This amount should tie to Sheet F-5

Note: Retirements (Column (e)) to reflect adjustments per Docket No. 030948-WS

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account Name (b)	Average Service Life in Years (c)	Average Salvage In Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization	40	-	2.50 %	1,224	894	185	515
352	Franchises	-	-	%	-	-	-	-
354	Structure and Improvements	27	-	3.70 %	55,138	53,654	289	1,773
355	Power Generation Equipment	-	-	%	-	-	-	-
360	Collection Sewers - Force	-	-	%	20,628	(34,038)	8,614	63,280
361	Collection Sewers - Gravity	40	-	2.50 %	43,122	29,840	2,415	15,697
362	Special Collecting Structures (Lift Stations)	-	-	%	-	-	-	-
363	Services to Customers	35	-	2.90 %	7,451	5,377	378	2,452
364	Flow Measuring Devices	5	-	20.00 %	-	-	-	-
365	Flow Measuring Installations	-	-	%	-	-	-	-
370	Receiving Wells (Lift Stations)	-	-	%	679	289	114	504
371	Pumping Equipment	40	-	2.50 %	-	-	25	25
380	Treatment and Disposal Equipment	15	-	6.70 %	256,402	256,402	-	-
381	Plant Sewers	-	-	%	26,687	19,067	3,023	10,643
382	Outfall Sewer Lines	-	-	%	1,028	731	108	405
389	Other Plant and Miscellaneous Equipment	15	-	6.70 %	330	330	-	-
390	Office Furniture and Equipment	10	-	10.00 %	-	-	-	-
391	Transportation Equipment	5	-	20.00 %	-	-	-	-
392	Stores Equipment	-	-	%	-	-	-	-
393	Tools, Shop and Garage Equipment	10	-	10.00 %	-	-	-	-
394	Laboratory Equipment	-	-	%	-	-	-	-
395	Power Operated Equipment	-	-	%	-	-	-	-
396	Communication Equipment	-	-	%	-	-	-	-
397	Miscellaneous Equipment	-	-	%	-	-	-	-
398	Other Tangible Plant	5	-	20.00 %	622	281	62	403
	Totals				413,311	332,827	15,213	95,697

\* This amount should tie to Sheet F-5

Note: Debits (Column (g)) to adjust to Docket No. 030948-W5



**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	28,600
711	Sludge Removal Expense	40,579
715	Purchased Power	998
716	Fule for Power Production	
718	Chemicals	
720	Materials and Supplies	
730	Contractual Services:	
	Operator and Management	22,800
	Testing	
	Other	4,443
740	Rents	
750	Transportation Expense	
755	Insurance Expense	775
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses	5,498
	Total Wastewater Operation and Maintenance Expense	\$ 103,693 *

\* This amount should tie to Sheet F-3.

**WASTEWATER CUSTOMERS**

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
<b>Residential Service</b>					
5/8"	D	1.0	59	117	117
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0			
3/4"	D	1.5			
1"	D	2.5	60	1	3
1 1/2"	D,T	5.0			
2"	D,C,T	8.0		1	8
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	220	281	281
Other (Specify):	Gen Serv Flat	31.5		1	32
<b>Total</b>			<b>339</b>	<b>401</b>	<b>440</b>

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

**PUMPING EQUIPMENT**

Lift station number _____	1	1	2	2	_____	_____	_____
Make or type and nameplate data of pump _____	Hydromatic	Hydromatic	Ebara	Ebara	_____	_____	_____
Year installed _____	1997	1997	1997	1997	_____	_____	_____
Rated capacity (GPM) _____	_____	_____	_____	_____	_____	_____	_____
Size (HP) _____	15	15	5	5	_____	_____	_____
Power:	_____	_____	_____	_____	_____	_____	_____
Electric _____	X	X	X	X	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

**SERVICE CONNECTIONS**

Size (inches) _____	4"	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	PVC	_____	_____	_____	_____	_____	_____
Average length _____	30'	_____	_____	_____	_____	_____	_____
Number of active service connections _____	339	_____	_____	_____	_____	_____	_____
Beginning of year _____	339	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	339	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

**COLLECTING AND FORCE MAINS AND MANHOLES**

	Collecting Mains				Force Mains			
Size (inches) _____	_____	_____	_____	_____	6"	3"	2"	_____
Type of main _____	_____	_____	_____	_____	PVC	PVC	PVC	_____
Length of main (nearest foot):	_____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	600	250	0	_____
Added during year _____	_____	_____	_____	_____	_____	_____	60	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	600	250	60	_____

**MANHOLES:**

Size _____	48"	_____	_____	_____
Type _____	concrete	_____	_____	_____
Number:	_____	_____	_____	_____
Beginning of year _____	14	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of year _____	14	_____	_____	_____

UTILITY NAME: Paradise Lakes Utility LLC

**YEAR OF REPORT**  
December 31, 2003

**TREATMENT PLANT**

Manufacturer _____	None	_____	_____
Type _____	Purchased	_____	_____
"Steel" or "Concrete" _____	N/A	_____	_____
Total Capacity _____	N/A	_____	_____
Average Daily Flow _____	50786	_____	_____
Effluent Disposal _____	N/A	_____	_____
Total Gallons of Wastewater Treated _____	18,537,000	_____	_____

**MASTER LIFT STATION PUMPS**

Manufacturer _____	Hydromatic	Hydromatic	_____	_____	_____	_____
Capacity (GPM) _____	Unknown	Unknown	_____	_____	_____	_____
Motor:						
Manufacturer _____	Unknown	Unknown	_____	_____	_____	_____
Horsepower _____	15	15	_____	_____	_____	_____
Power (Electric or Mechanical) _____	Electric	Electric	_____	_____	_____	_____

**PUMPING WASTEWATER STATISTICS**

Months	Gallons of Treated (Purchased) Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	1213000	None	1213000
February _____	1321000	_____	1321000
March _____	1821000	_____	1821000
April _____	1786000	_____	1786000
May _____	1568000	_____	1568000
June _____	1579000	_____	1579000
July _____	1451000	_____	1451000
August _____	1509000	_____	1509000
September _____	1832000	_____	1832000
October _____	1534000	_____	1534000
November _____	1689000	_____	1689000
December _____	1234000	_____	1234000
Total for year _____	18,537,000	_____	18,537,000

If Wastewater Treatment is purchased, indicate the vendor:

**OTHER WASTEWATER SYSTEM INFORMATION**

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

1. Present ERC's * that system can efficiently serve.	<u>440</u>
2. Maximum number of ERC's * which can be served.	<u>440</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>440</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>440</u>
5. Estimated annual increase in ERC's * .	<u>None</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>
<u>N/A</u>	
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>N/A</u>
If so, what are the utility's plans to comply with the DEP? <u>N/A</u>	
10. When did the company last file a capacity analysis report with the DEP?	<u>N/A</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 cor	<u>N/A</u>
d. Attach plans for funding the required upgrading.	<u>N/A</u>
e. Is this system under any Consent Order of the DEP?	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>N/A</u>

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:

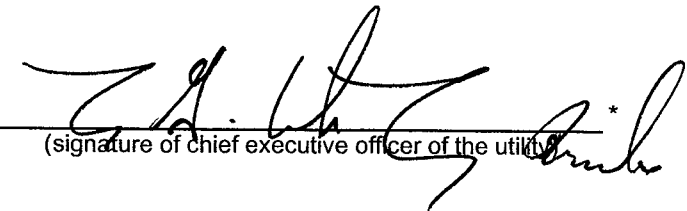
ERC = ( Total SFR gallons sold (Omit 000) / 365 days / 280 gallons per day )

# CERTIFICATION OF ANNUAL REPORT

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 in Rule 25-30.115 (1), Florida Administrative Code.  |
| 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.	2.	3.	4.
( X )	( X )	( X )	( X )
( )	( )	( )	( )

  
 \_\_\_\_\_  
 (signature of chief executive officer of the utility) \*

\_\_\_\_\_  
 (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.