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WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS446-09-AR

Paradise Lakes Utility LLC

EXACT LEGAL NAME OF RESPONDENT

458-W / 392-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



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PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2009



Carlstedt, Jackson, Nixon & Wilson
CERTIFIED PUBLIC ACCOUNTANTS, P.A.

James L. Carlstedt, C.P.A.
Katherine U. Jackson, C.P.A.
Robert H. Jackson, C.P.A.
Cheryl T. Losee, C.P.A.
Robert C. Nixon, C.P.A.
Jeanette Sung, C.P.A.
Holly M. Towner, C.P.A.
James L. Wilson, C.P.A.

April 26, 2010

To the Member
Paradise Lakes Utility, LLC

We have compiled the balance sheet of Paradise Lakes Utility, LLC as of December 31, 2009 and 2008, and the statements of income and retained earnings for the year ended December 31, 2009, included 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. We have also compiled the supplementary information presented in the prescribed form.

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 accompanying financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any form of assurance on them.

These financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

We are not independent with respect to Paradise Lakes Utility, LLC.

Carlstedt, Jackson, Nixon & Wilson
CARLSTEDT, JACKSON, NIXON & WILSON

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA) Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which will result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional schedules 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. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceding year ending December 31.

Florida Public Service Commission
Division of Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7)(a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Water and Wastewater, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

ADVANCES FOR CONSTRUCTION - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION - this account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

AMORTIZATION - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement or construction costs of the utilities property, facilities, or equipment used to provide services to the public. (Section 367.021 (3), Florida Statutes)

CONSTRUCTION WORK IN PROGRESS (CWIP) - This account shall include the cost of water and wastewater plant in process of construction, but not yet ready for services. (USOA)

DEPRECIATION - The loss of service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (i), Florida Administrative Code)

EFFLUENT REUSE - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER)- (Rule 25-30.515 (8), Florida Administrative Code)

- (a) 350 gallons per day
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER)- Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to, the cost of operation, maintenance, depreciation and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

LONG TERM DEBT - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

PROPRIETARY CAPITAL - (For proprietorships and partnerships only) - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

RETAINED EARNINGS - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

FINANCIAL SECTION

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Paradise Lakes Utility LLC
(Exact name of utility)

2348 Raden Drive		2348 Raden Drive	
Land O' Lakes, FL 34639		Land O' Lakes, FL 34639	Pasco
Mailing Address		Street Address	County
Telephone Number	(813) 949-2167	Date Utility First Organized	May, 1985
Fax Number	(813) 949-2146	E-mail Address	
Sunshine State One-Call of Florida, Inc. Member No. _____			

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: 2348 Raden Drive
Land O' Lakes, FL 34639

Names of subdivisions where service is provided: Paradise Lakes

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Janice Delucenay		2348 Raden Drive Land O' Lakes, FL, 34639	
Person who prepared this report: Carlstedt, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd. Clearwater, FL 33765	
Officers and Managers: Larry DeLucenay	Managing Member	2348 Raden Drive	None
Janice Delucenay	Managing Member	Land O' Lakes, FL, 34639	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

UTILITY NAME: Paradise Lakes Utility LLC

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 56,740	\$ 137,449	\$ 15,555	\$ 209,744
Commercial _____		22,881	32,927		55,808
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____		40		540	580
Total Gross Revenue _____		79,661	170,376	16,095	266,132
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	87,509	132,497	11,792	231,798
Depreciation Expense _____	F-5	16,917	21,399		38,316
CIAC Amortization Expense _____	F-8	(2,711)	(1,373)		(4,084)
Taxes Other Than Income _____	F-7	7,774	10,389	1,635	19,798
Income Taxes _____	F-7	-	-		-
Total Operating Expenses _____		109,489	162,912	13,427	285,828
Net Operating Income (Loss)		(29,828)	7,464	2,668	(19,696)
Other Income:					
Nonutility Income(1) _____		-	-		-
Interest Income _____		-	-		-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		553	553		1,105
Interest Expense _____		1,223	1,223		2,446
_____		-	-		-
_____					-
Net Income (Loss)		\$ (31,604)	\$ 5,689	\$ 2,668	\$ (23,247)

(1) Hillsborough County regulated system - Scarecrow Utilities.

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 803,029	\$ 792,122
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(393,228)	(354,912)
Net Utility Plant _____		409,801	437,210
Cash _____		70,068	90,239
Customer Accounts Receivable (141) _____		13,288	20,100
Other Assets (Specify):			
Misc. Other Assets		4,325	4,148
Note Receivable		20,000	-
Non-utility construction in progress		1,600	
Total Assets _____		\$ 519,082	\$ 551,697
LIABILITIES AND CAPITAL:			
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	391,792	413,852
Total Capital _____		391,792	413,852
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		19,814	21,163
Notes Payable (232) _____		27,666	32,159
Customer Deposits (235) _____		2,065	2,010
Accrued Taxes (236) _____		11,938	13,024
Other Liabilities (Specify):			
Accounts Payable - Assoc Co		963	963
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	64,844	68,526
Total Liabilities and Capital _____		\$ 519,082	\$ 551,697

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 351,895	\$ 451,134	N/A	\$ 803,029
Construction Work In Progress (105) _____				-
Other (Specify) _____	-	-		-
_____				-
Total Utility Plant _____	\$ 351,895	\$ 451,134	N/A	\$ 803,029

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 182,798	\$ 172,114	N/A	\$ 354,912
Add Credits During Year:				
Accruals charged to depreciation account _____	16,917	21,399		38,316
Salvage _____	-	-		-
Other credits (specify) _____	-	-		-
_____	-	-		-
Total credits _____	16,917	21,399		38,316
Deduct Debits During Year:				
Book cost of plant retired _____	-	-		-
Cost of removal _____				-
Other debits (specify) _____				
Rounding _____	2	(2)		-
Total debits _____	2	(2)		-
Balance End of Year _____	\$ 199,713	\$ 193,515	N/A	\$ 393,228

UTILITY NAME:

Paradise Lakes Utility LLC

YEAR OF REPORT
December 31, 2009

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): _____	-	-

Balance end of year _____	\$	

PROPRIETARY CAPITAL (218)

	Proprietor or Partner	Partner
Balance first of year _____	\$ 413,852	N/A
Charges during the year (specify): Current year loss _____	(23,247)	-
Contribution _____	1,187	
Balance end of year _____	\$ 391,792	

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

UTILITY NAME: Paradise Lakes Utility LLC

TAX EXPENSE

(a)	WATER (b)	SEWER (c)	OTHER (d)	TOTAL (e)
Income Taxes:				
Federal income tax _____	\$ -	\$ -		\$ -
State income tax _____	-	-		
Taxes Other Than Income:				
State ad valorem tax _____				
Local property tax _____	3,974	2,262	1,470	7,706
Regulatory assessment fee _____	3,800	8,127	165	12,092
Other (Specify): _____				

Total taxes accrued _____	\$ 7,774	\$ 10,389	\$ 1,635	\$ 19,798

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	\$ -	\$ 1,440	Sludge Removal
C&A Services	8,583	1,670	Repairs & Maint.
Carlstedt Jackson Nixon & Wilson	4,047	4,047	Regulatory and accounting matters
Davis Supply	485	363	Chemicals
Gator Water	4,967	-	Plant Operation
M&M Services	251	570	Repairs & Maint.
David Lastinger	3,230	3,230	Maint.
Rose Sundtrom Bentley	8,367	8,367	Legal matters
Manson Law Group	2,000	2,000	Legal matters
Keith Gordon	750	750	Meter Reading
	-	-	
	-	-	
	-	-	

UTILITY NAME:

Paradise Lakes Utility LLC

YEAR OF REPORT
December 31, 2009

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 72,171	\$ 41,612	\$ 113,783
2. Add credits during year:			
_____	403	-	403
3. Total _____	72,574	41,612	114,186
4. Deduct charges during year _____			
_____		-	-
5. Balance end of year _____	72,574	41,612	114,186
6. Less Accumulated Amortization _____	(24,499)	(24,843)	(49,342)
7. Net CIAC _____	\$ 48,075	\$ 16,769	\$ 64,844

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

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total _____		NONE	NONE
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	
Meter Fees	2	Actual Cost	403
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above) _____		\$ 403	\$ -

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 21,787	\$ 23,470	\$ 45,257
Add Debits During Year: _____	2,711	1,373	4,084
Rounding _____	1	-	1
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 24,499	\$ 24,843	\$ 49,342

YEAR OF REPORT
December 31, 2009

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:	None %
Commission order approving AFUDC rate:	_____

UTILITY NAME: Paradise Lakes Utility LLC

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	0 ADJUSTMENTS (c)	NON-JURIS. ADJUSTMENTS	OTHER (1) ADJUSTMENTS (e)	CAPITAL STRUCTURE USED FOR AFUDC CALCULATION (f)
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) Explain below all adjustments made in Column (e):

**WATER
OPERATION
SECTION**

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization_____	\$ 21,124	\$ -	\$ -	\$ 21,124
302	Franchises_____	-	-	-	-
303	Land and Land Rights_____	22,515	-	-	22,515
304	Structure and Improvements_____	4,074	-	-	4,074
305	Collecting and Impounding Reservoirs_____	-	-	-	-
306	Lake, River and Other Intakes_____	-	-	-	-
307	Wells and Springs_____	10,979	-	-	10,979
308	Infiltration Galleries and Tunnels_____	-	-	-	-
309	Supply Mains_____	77,779	-	-	77,779
310	Power Generation Equipment_____	3,182	-	-	3,182
311	Pumping Equipment_____	21,244	2,351	-	23,595
320	Water Treatment Equipment_____	71,469	-	-	71,469
330	Distribution Reservoirs and Standpipes_____	7,955	-	-	7,955
331	Transmission and Distribution Mains_____	36,593	3,970	-	40,563
333	Services_____	8,327	-	-	8,327
334	Meters and Meter Installations_____	28,961	-	-	28,961
335	Hydrants_____	-	-	-	-
339	Other Plant and Miscellaneous Equipment_____	-	-	-	-
340	Office Furniture and Equipment_____	2,288	1,458	-	3,746
341	Transportation Equipment_____	26,963	-	-	26,963
342	Stores Equipment_____	-	-	-	-
343	Tools, Shop and Garage Equipm_____	-	-	-	-
344	Laboratory Equipment_____	131	-	-	131
345	Power Operated Equipment_____	532	-	-	532
346	Communication Equipment_____	-	-	-	-
347	Miscellaneous Equipment_____	-	-	-	-
348	Other Tangible Plant_____	-	-	-	-
	Total Water Plant_____	\$ 344,116	\$ 7,779	\$ -	\$ 351,895

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)(1)	Credits (h)	Accum. Depr. Balance End of year (f-g+h=i) (i)
301	Organization	40	%	2.50	\$ 4,016	\$ -	\$ 528	\$ 4,544
302	Franchises	-	%	-	-	-	-	-
304	Structure and Improvements	28	%	3.57	2,120	-	145	2,265
305	Collecting and Impounding Reservoirs	-	%	-	-	-	-	-
306	Lake, River and Other Intakes	-	%	-	-	-	-	-
307	Wells and Springs	27	%	3.70	7,577	-	406	7,983
308	Infiltration Galleries and Tunnels	-	%	-	-	-	-	-
309	Supply Mains	32	%	3.13	56,838	(1)	2,435	59,272
310	Power Generation Equipment	17	%	5.88	2,728	-	187	2,915
311	Pumping Equipment	17	%	5.88	21,244	-	69	21,313
320	Water Treatment Equipment	17	%	5.88	45,676	-	4,203	49,879
330	Distribution Reservoirs and Standpipes	33	%	3.03	6,490	-	241	6,731
331	Transmission and Distribution Mains	38	%	2.63	17,346	(1)	1,015	18,360
333	Services	35	%	2.86	5,447	-	238	5,685
334	Meters and Meter Installations	17	%	5.88	13,573	-	1,703	15,276
335	Hydrants	-	%	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	%	-	114	-	(114)	-
340	Office Furniture and Equipment	-	%	-	-	-	416	416
341	Transportation Equipment (1)	5	%	20.00	(929)	-	5,392	4,463
342	Stores Equipment	-	%	-	-	-	-	-
343	Tools, Shop and Garage Equipment	-	%	-	-	-	-	-
344	Laboratory Equipment	15	%	6.67	131	-	-	131
345	Power Operated Equipment	10	%	10.00	427	-	53	480
346	Communication Equipment	-	%	-	-	-	-	-
347	Miscellaneous Equipment	-	%	-	-	-	-	-
348	Other Tangible Plant	-	%	-	-	-	-	-
	Totals				\$ 182,798	\$ (2)	\$ 16,917	\$ 199,713

* This amount should tie to Sheet F-5
Notes : (1) Rounding

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 _____	350
610	Purchased Water _____	
615	Purchased Power _____	3,043
616	Fuel for Power Production _____	34
618	Chemicals _____	485
620	Materials and Supplies _____	776
630	Contractual Services:	
	Billing _____	750
	Operator and Management _____	27,000
	Testing _____	14,397
	Other _____	29,069
640	Rents _____	
650	Transportation Expense _____	2,780
655	Insurance Expense _____	2,781
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	6,044
	Total Water Operation and Maintenance Expense _____	\$ 87,509 *

* 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)	
Residential Service					
5/8"	D	1.0	119	121	121
3/4"	D	1.5		-	-
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0			
3/4"	D	1.5	3	3	5
1"	D	2.5	1	1	3
1 1/2"	D,T	5.0	3	3	15
2"	D,C,T	8.0	15	15	120
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	312	312	312
Other (Specify):	Gen Serv Flat	31.5	1.0	1.0	32
** D = Displacement C = Compound T = Turbine			Total	454	456
					607

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	-	1,232	431	801	801
February	-	1,186	554	632	632
March	-	1,987	1,240	747	747
April	-	2,412	1,714	698	698
May	-	1,944	1,331	613	613
June	-	1,970	1,398	572	572
July	-	1,487	922	565	565
August	-	1,528	965	563	563
September	-	1,783	1,127	656	656
October	-	1,674	886	788	788
November	-	1,476	726	750	750
December	-	1,745	1,005	740	740
Total for year	N/A	20,424	12,299	8,125	8,125

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) _____	Hydro-pnuematic Steel			
Capacity of Tank _____	10,000 gal			
Ground of Elevated _____	Ground			

HIGH SERVICE PUMPING

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

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	_____	_____

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 607
2. Maximum number of ERC's * which can be served 607
3. Present system connection capacity (in ERC's *) using existing lines 607
4. Future connection capacity (in ERC's *) upon service area buildout unknown
5. Estimated annual increase in ERC's* None
6. Is the utility required to have fire flow capacity? No
 If so, how much capacity is required? N/A
7. Attach a description of the fire fighting facilities 6 private hydrants with 2 pumps
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.
Preliminary design to interconnect with Mad Hatter Utility, Inc.
9. When did the company last file a capacity analysis report with the DEP? None
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 # 6510620
12. Water Management District Consumptive Use Permit # 206223
 - a. Is the system in compliance with the requirements of the CUP? Yes
 - b. If not, what are the utility's plans to gain compliance? N/A

* 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
OPERATION
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 12,381	\$ -	\$ -	\$ 12,381
352	Franchises	-	-	-	-
353	Land and Land Rights	-	-	-	-
354	Structure and Improvements	8,927	-	-	8,927
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	234,678	-	-	234,678
361	Collection Sewers - Gravity	96,593	1,670	-	98,263
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	13,200	-	-	13,200
364	Flow Measuring Devices	-	-	-	-
365	Flow Measuring Installations	-	-	-	-
370	Receiving Wells	4,654	-	-	4,654
371	Pumping Equipment	754	-	-	754
380	Treatment and Disposal Equipment	-	-	-	-
381	Plant Sewers	45,326	-	-	45,326
382	Outfall Sewer Lines	1,620	-	-	1,620
389	Other Plant and Miscellaneous Equipment	-	-	-	-
390	Office Furniture and Equipment	2,288	1,458	-	3,746
391	Transportation Equipment	26,963	-	-	26,963
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	\$ 448,006	\$ 3,128	\$ -	\$ 451,134

* This amount should tie to Sheet F-5

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)(1)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization_	40	%	2.50	2,062	-	310	2,372
352	Franchises_	-	%		-	-	-	-
354	Structure and Improvements_	27	%	3.70	3,226	-	330	3,556
355	Power Generation Equipment_	-	%		-	-	-	-
360	Collection Sewers - Force_	27	%	3.70	106,453	-	8,683	115,136
361	Collection Sewers - Gravity_	40	%	2.50	27,771	-	2,436	30,207
362	Special Collecting Structures (Lift Stations)_	-	%		-	-	-	-
363	Services to Customers_	35	%	2.90	4,339	-	378	4,717
364	Flow Measuring Devices_	-	%		-	-	-	-
365	Flow Measuring Installations_	-	%		-	-	-	-
370	Receiving Wells (Lift Stations)_	25	%	4.00	1,399	-	186	1,585
371	Pumping Equipment_	40	%	2.50	276	-	51	327
380	Treatment and Disposal Equipment_	-	%		-	-	-	-
381	Plant Sewers_	15	%	6.70	25,759	(1)	3,023	28,783
382	Outfall Sewer Lines_	15	%	6.70	945	-	108	1,053
389	Other Plant and Miscellaneous Equipment_	-	%		-	-	-	-
390	Office Furniture and Equipment_	-	%		191	-	503	694
391	Transportation Equipment_(1)_	5	%	20.00	(929)	(1)	5,391	4,463
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_	5	%	20.00	622	-	-	622
	Totals_				172,114	(2)	21,399	193,515

* This amount should tie to Sheet F-5

Notes : (1) rounding

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 _____	350
710	Purchased Wastewater Treatment _____	64,629
711	Sludge Removal Expense _____	1,440
715	Purchased Power _____	3,933
716	Fule for Power Production _____	34
718	Chemicals _____	363
720	Materials and Supplies _____	490
730	Contractual Services:	
	Operator and Management _____	27,000
	Testing _____	
	Other _____	22,610
740	Rents _____	
750	Transportation Expense _____	2,780
755	Insurance Expense _____	2,781
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	
775	Miscellaneous Expenses _____	6,087
	Total Wastewater Operation and Maintenance Expense _____	\$ 132,497 *

* 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)	
Residential Service					
5/8"	D	1.0	119	121	121
3/4"	D	1.5		-	-
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0			
3/4"	D	1.5	1	1	2
1"	D	2.5	1	1	3
1 1/2"	D,T	5.0	4	4	20
2"	D,C,T	8.0	14	14	112
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	312	312	312
Other (Specify):	Gen Serv Flat	31.5	1	1	32
Total			452	454	601

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

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

SERVICE CONNECTIONS

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

COLLECTING AND FORCE MAINS AND MANHOLES

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

MANHOLES:

Size _____	<u>48"</u>	_____	_____	_____
Type _____	<u>Concrete</u>	_____	_____	_____
Number:				
Beginning of year _____	<u>14</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of year _____	<u>14</u>	_____	_____	_____

UTILITY NAME: Paradise Lakes Utility LLC

TREATMENT PLANT

Manufacturer_____	None	_____	_____
Type_____	Purchased	_____	_____
"Steel" or "Concrete"_____	N/A	_____	_____
Total Capacity_____	N/A	_____	_____
Average Daily Flow_____	38,008	_____	_____
Effluent Disposal_____	N/A	_____	_____
Total Gallons of Wastewater Treated_____	13,873,000	_____	_____

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_____	1,312,000	None	1,312,000
February_____	1,312,000	_____	1,312,000
March_____	1,312,000	_____	1,312,000
April_____	1,312,000	_____	1,312,000
May_____	1,312,000	_____	1,312,000
June_____	1,312,000	_____	1,312,000
July_____	1,312,000	_____	1,312,000
August_____	1,312,000	_____	1,312,000
September_____	1,312,000	_____	1,312,000
October_____	1,312,000	_____	1,312,000
November_____	1,312,000	_____	1,312,000
December_____	1,312,000	_____	1,312,000
Total for year_____	15,744,000	_____	15,744,000

If Wastewater Treatment is purchased, indicate the vendor:
All wastewater treatment is purchased from Pasco County Utilities

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. 601

2. Maximum number of ERC's * which can be served. 601

3. Present system connection capacity (in ERC's *) using existing lines. 601

4. Future system connection capacity (in ERC's *) upon service area buildout. unknown

5. Estimated annual increase in ERC's * . None

6. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None

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? No
N/A

9. Has the utility been required by the DEP or water management district to implement reuse? N/A
If so, what are the utility's plans to comply with the DEP? N/A

10. When did the company last file a capacity analysis report with the DEP? N/A

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? N/A
 c. When will cor N/A
 d. Attach plans for funding the required upgrading. N/A
 e. Is this system under any Consent Order of the DEP? N/A

11. Department of Environmental Protection ID # N/A

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:

$$ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$$

CERTIFICATION OF ANNUAL REPORT

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

- | | | |
|--------------|-----------|--|
| YES
(X) | NO
() | 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
(X) | NO
() | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
(X) | NO
() | 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
(X) | NO
() | 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) *

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

 (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.

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

Company: Paradise Lakes Utility LLC

For the Year Ended December 31, 2009

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 56,740	56,740	\$ -
Commercial	22,881	22,881	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other (Irrigation)	40	40	-
Total Water Operating Revenue	\$ 79,661	\$ 79,661	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 79,661	\$ 79,661	\$ -

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
Class C**

Company: Paradise Lakes Utility LLC

For the Year Ended December 31, 2009

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	137,449	\$ 137,449	\$ -
Commercial	32,927	32,927	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
Total Wastewater Operating Revenue	\$ 170,376	\$ 170,376	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 170,376	\$ 170,376	\$ -

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).