

CLASS "C"

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WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS446-11-AR

PARADISE LAKES UTILITY LLC

EXACT LEGAL NAME OF RESPONDENT

458-W / 392-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2011

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA). Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional pages should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceding year ending December 31.

Florida Public Service Commission
Division of Economic Regulation
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 Economic Regulation, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

GENERAL DEFINITIONS

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

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION - 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)

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FINANCIAL SECTION

REPORT OF

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

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 58,154	\$ 137,641	\$ 16,290	\$ 212,085
Commercial _____		22,346	38,479		60,825
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____					-
Total Gross Revenue _____		80,500	176,120	16,290	272,910
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	96,598	111,155	7,685	215,438
Depreciation Expense _____	F-5	17,838	21,543	606	39,987
CIAC Amortization Expense _____	F-8	(2,833)	(1,373)		(4,206)
Taxes Other Than Income _____	F-7	6,069	10,372	248	16,689
Income Taxes _____	F-7	-	-		-
Total Operating Expenses _____		117,672	141,697	8,539	267,908
Net Operating Income (Loss)		(37,172)	34,423	7,751	5,002
Other Income:					
Nonutility Income _____		1	(1)		-
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		330	329		659
Interest Expense _____		829	828		1,657
_____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ (38,330)	\$ 33,265	\$ 7,751	\$ 2,686

(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	\$ 823,339	\$ 823,339
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(473,487)	(433,500)
Net Utility Plant _____		349,852	389,839
Cash _____		45,454	51,523
Customer Accounts Receivable (141) _____		48,148	11,293
Other Assets (Specify):			
Misc. Other Assets		3,815	4,205
Note Receivable		20,000	20,000
		-	-
Total Assets _____		\$ 467,269	\$ 476,860
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	362,336	359,651
Total Capital _____		362,336	359,651
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		15,534	19,432
Notes Payable (232) _____		17,511	22,794
Customer Deposits (235) _____		3,990	3,115
Accrued Taxes (236) _____		11,547	11,311
Other Liabilities (Specify):			
		-	-
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	56,351	60,557
Total Liabilities and Capital _____		\$ 467,269	\$ 476,860

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 355,823	\$ 451,134	\$ 16,382	\$ 823,339
Construction Work In Progress (105) _____				-
Other (Specify) _____	-	-		-
_____				-
Total Utility Plant _____	\$ 355,823	\$ 451,134	\$ 16,382	\$ 823,339

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 218,142	\$ 215,055	\$ 303	\$ 433,500
Add Credits During Year:				
Accruals charged to depreciation account _____	17,838	21,543	606	39,987
Salvage _____	-	-	-	
Other credits (specify) _____	-	-	-	
_____	-	-	-	
Total credits _____	17,838	21,543	606	39,987
Deduct Debits During Year:				
Book cost of plant retired _____	-	-	-	
Cost of removal _____				-
Other debits (specify) _____				
Rounding _____	-	-	-	-

Total debits _____	-	-	-	
Balance End of Year _____	\$ 235,980	\$ 236,598	\$ 909	\$ 473,487

UTILITY NAME: PARADISE LAKES UTILITY LLC

YEAR OF REPORT
December 31, 2011

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 _____	\$ 359,651	N/A
Charges during the year (specify): Current year income _____	2,686	-
Rounding _____	(1)	

Balance end of year _____	\$ 362,336	

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

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 _____	2,447	2,447	94	4,988
Regulatory assessment fee _____	3,622	7,925	154	11,701
Other (Specify):				
Total taxes accrued _____	\$ 6,069	\$ 10,372	\$ 248	\$ 16,689

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	\$ -	\$ 2,160	Sludge Removal
Carlstedt Jackson Nixon & Wilson	2,949	2,949	Regulatory and accounting matters
Davis Supply	2,070	454	Chemicals
C&A Services	4,920	1,710	Repairs & Maint.
David Lastinger	2,375	2,375	Maint.
Rose Sundtrom Bentley	5,258	5,258	Legal matters
Austin Sherrer	618	-	Repairs & Maint.
Keith Gordon	688	688	Meter Reading
Wanda Cannon	750	750	Office Maint.
Holly Meid	750	750	Office Maint.
Alpha Welding	850	-	Repairs & Maint.
LS Lynns Inc	1,375	-	Repairs & Maint.
QRC Inc	12,053	-	Repairs & Maint.

UTILITY NAME: PARADISE LAKES UTILITY LLC

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 72,574	\$ 41,612	\$ 114,186
2. Add credits during year:			
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 _____	(30,246)	(27,589)	(57,835)
7. Net CIAC _____	\$ 42,328	\$ 14,023	\$ 56,351

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	
		Actual Cost	

Total Credits During Year (Must agree with line # 2 above) _____		\$ -	\$ -

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 27,413	\$ 26,216	\$ 53,629
Add Debits During Year: _____	2,833	1,373	4,206
Rounding _____	-	-	
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 30,246	\$ 27,589	\$ 57,835

UTILITY NAME: PARADISE LAKES UTILITY LLC

YEAR OF REPORT December 31, 2011
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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:	_____

UTILITY NAME: PARADISE LAKES UTILITY LLC

YEAR OF REPORT December 31, 2011
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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 _____	23,595	-	-	23,595
320	Water Treatment Equipment _____	71,469	-	-	71,469
330	Distribution Reservoirs and Standpipes _____	7,955	-	-	7,955
331	Transmission and Distribution Mains _____	43,578	-	-	43,578
333	Services _____	8,327	-	-	8,327
334	Meters and Meter Installations _____	29,874	-	-	29,874
335	Hydrants _____	-	-	-	-
339	Other Plant and Miscellaneous Equipment _____	-	-	-	-
340	Office Furniture and Equipment _____	3,746	-	-	3,746
341	Transportation Equipment _____	26,963	-	-	26,963
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 _____	\$ 355,823	\$ -	\$ -	\$ 355,823

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 %	\$ 5,072	\$ -	\$ 528	\$ 5,600
302	Franchises	-	- %	- %	-	-	-	-
304	Structure and Improvements	28	- %	3.57 %	2,411	-	145	2,556
305	Collecting and Impounding Reservoirs	-	- %	- %	-	-	-	-
306	Lake, River and Other Intakes	-	- %	- %	-	-	-	-
307	Wells and Springs	27	- %	3.70 %	8,390	-	406	8,796
308	Infiltration Galleries and Tunnels	-	- %	- %	-	-	-	-
309	Supply Mains	32	- %	3.13 %	61,707	-	2,434	64,141
310	Power Generation Equipment	17	- %	5.88 %	3,102	-	80	3,182
311	Pumping Equipment	17	- %	5.88 %	22,701	-	894	23,595
320	Water Treatment Equipment	17	- %	5.88 %	54,081	-	4,203	58,284
330	Distribution Reservoirs and Standpipes	33	- %	3.03 %	6,972	-	241	7,213
331	Transmission and Distribution Mains	38	- %	2.63 %	19,467	-	1,146	20,613
333	Services	35	- %	2.86 %	5,923	-	238	6,161
334	Meters and Meter Installations	17	- %	5.88 %	17,006	-	1,756	18,762
335	Hydrants	-	- %	- %	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	- %	- %	-	-	-	-
340	Office Furniture and Equipment	-	- %	- %	791	-	374	1,165
341	Transportation Equipment (1)	5	- %	20.00 %	9,856	-	5,393	15,249
342	Stores Equipment	-	- %	- %	-	-	-	-
343	Tools, Shop and Garage Equipment	-	- %	- %	-	-	-	-
344	Laboratory Equipment	15	- %	6.67 %	131	-	-	131
345	Power Operated Equipment	10	- %	10.00 %	532	-	-	532
346	Communication Equipment	-	- %	- %	-	-	-	-
347	Miscellaneous Equipment	-	- %	- %	-	-	-	-
348	Other Tangible Plant	-	- %	- %	-	-	-	-
	Totals				\$ 218,142		\$ 17,838	\$ 235,980

* 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 _____	
610	Purchased Water _____	
615	Purchased Power _____	1,970
616	Fuel for Power Production _____	42
618	Chemicals _____	454
620	Materials and Supplies _____	4,035
630	Contractual Services:	
	Billing _____	63
	Operator and Management _____	27,000
	Testing _____	21,750
	Other _____	32,245
640	Rents _____	
650	Transportation Expense _____	3,401
655	Insurance Expense _____	1,360
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	4,278
	Total Water Operation and Maintenance Expense _____	\$ 96,598 *
	* 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	123	123	123
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	10	10	15
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	465	465
					619

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	-	1,832	1,222	610	610
February	-	1,697	1,153	544	544
March	-	1,840	1,160	680	680
April	-	1,807	1,086	721	721
May	-	2,247	793	1,454	1,454
June	-	1,226	590	636	636
July	-	1,832	1,267	565	565
August	-	1,665	1,081	584	584
September	-	1,697	1,116	581	581
October	-	1,566	894	672	672
November	-	1,748	955	793	793
December	-	2,245	1,614	631	631
Total for year	N/A	21,402	12,931	8,471	8,471

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
				-	
				-	
				-	
				-	
				-	

UTILITY NAME: PARADISE LAKES UTILITY LLC
 SYSTEM NAME: Paradise Lakes

YEAR OF REPORT
 December 31, 2011

**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-pneumatic Steel			
Capacity of Tank _____	10,000 gal			
Ground of Elevated _____	Ground			

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
MOTORS				
Manufacturer _____	Well #1 Franklin	Well #2 Franklin		
Type _____	Submersable	Submersable		
Rated Horsepower _____	15	7.5		
PUMPS				
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, 2011

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 619
2. Maximum number of ERC's * which can be served 619
3. Present system connection capacity (in ERC's *) using existing lines 619
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**

UTILITY NAME: PARADISE LAKES UTILITY LLC

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	98,263	-	-	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	3,746	-	-	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	\$ 451,134	\$ -	\$ -	\$ 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 %	2,682	-	309	2,991
352	Franchises	-	- %	%	-	-	-	-
354	Structure and Improvements	27	- %	3.70 %	3,886	-	331	4,217
355	Power Generation Equipment	-	- %	%	-	-	-	-
360	Collection Sewers - Force	27	- %	3.70 %	123,819	-	8,683	132,502
361	Collection Sewers - Gravity	40	- %	2.50 %	32,663	-	2,457	35,120
362	Special Collecting Structures (Lift Stations)	-	- %	%	-	-	-	-
363	Services to Customers	35	- %	2.90 %	5,094	-	378	5,472
364	Flow Measuring Devices	-	- %	%	-	-	-	-
365	Flow Measuring Installations	-	- %	%	-	-	-	-
370	Receiving Wells (Lift Stations)	25	- %	4.00 %	1,771	-	186	1,957
371	Pumping Equipment	40	- %	2.50 %	377	-	50	427
380	Treatment and Disposal Equipment	-	- %	%	-	-	-	-
381	Plant Sewers	15	- %	6.70 %	31,806	-	3,023	34,829
382	Outfall Sewer Lines	15	- %	6.70 %	1,161	-	108	1,269
389	Other Plant and Miscellaneous Equipment	-	- %	%	-	-	-	-
390	Office Furniture and Equipment	-	- %	%	1,318	-	625	1,943
391	Transportation Equipment_(1)	5	- %	20.00 %	9,856	-	5,393	15,249
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				215,055		21,543	236,598

* 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 _____	
710	Purchased Wastewater Treatment _____	55,771
711	Sludge Removal Expense _____	2,580
715	Purchased Power _____	2,240
716	Fule for Power Production _____	42
718	Chemicals _____	454
720	Materials and Supplies _____	760
730	Contractual Services:	
	Operator and Management _____	27,000
	Testing _____	
	Other _____	13,324
740	Rents _____	
750	Transportation Expense _____	3,401
755	Insurance Expense _____	1,360
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	
775	Miscellaneous Expenses _____	4,223
	Total Wastewater Operation and Maintenance Expense _____	\$ 111,155 *

* 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	121	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
** D = Displacement C = Compound T = Turbine			Total	454	454
					601

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			

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 _____	1,272,000	None	1,272,000
February _____	1,148,000	_____	1,148,000
March _____	1,138,000	_____	1,138,000
April _____	1,190,000	_____	1,190,000
May _____	1,276,000	_____	1,276,000
June _____	908,000	_____	908,000
July _____	1,068,000	_____	1,068,000
August _____	1,277,000	_____	1,277,000
September _____	951,000	_____	951,000
October _____	1,257,000	_____	1,257,000
November _____	980,000	_____	980,000
December _____	891,000	_____	891,000
Total for year _____	13,356,000	_____	13,356,000

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

UTILITY NAME: PARADISE LAKES UTILITY LLC

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, 2011

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 58,154	58,154	\$ -
Commercial	22,346	22,346	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other (Irrigation)	-	-	-
Total Water Operating Revenue	\$ 80,500	\$ 80,500	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 80,500	\$ 80,500	\$ -

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, 2011

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	137,641	\$ 137,641	\$ -
Commercial	38,479	38,479	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
Total Wastewater Operating Revenue	\$ 176,120	\$ 176,120	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 176,120	\$ 176,120	\$ -

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).