

CLASS "C"

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WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS446-04-AR

Paradise Lakes Utility LLC

EXACT LEGAL NAME OF RESPONDENT

458-W / 392-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED
REGISTRATION DIVISION

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STATE OF FLORIDA
REGISTRATION DIVISION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2004

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

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March 15, 2005

To the Members
Paradise Lakes Utility, LLC

We have compiled the 2004 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

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

Company:

Paradise Lakes Utility LLC

For the Year Ended December 31, 2004

	(a)	(b)	(c)	(d)
Accounts		Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:				
Residential		\$ 59,005	\$ 59,005	\$ -
Commercial		-	-	-
Industrial		-	-	-
Multiple Family		-	-	-
Guaranteed Revenues		-	-	-
Other				
Total Water Operating Revenue		\$ 59,005	\$ 59,005	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility		\$ -	\$ -	-
Net Water Operating Reveunes		\$ 59,005	\$ 59,005	\$ -

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, 2004

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 123,364	\$ 123,364	\$ -
Commercial	-	-	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
Total Wastewater Operating Revenue	\$ 123,364	\$ 123,364	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Reveunes	\$ 123,364	\$ 123,364	\$ -

Explanations:

Note: The Company is filing a Revised RAF Return for over payment of fees on the Original Return. Revenues were over stated for including CIAC as operating revenue.

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).

FINANCIAL SECTION

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

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 _____		\$ 59,005	\$ 123,364		\$ 182,369
Commercial _____					-
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____					-
Total Gross Revenue _____		59,005	123,364	N/A	182,369
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	50,614	119,493		170,107
Depreciation Expense _____	F-5	10,100	15,398		25,498
CIAC Amortization Expense _____	F-8	(1,103)	(758)		(1,861)
Taxes Other Than Income _____	F-7	6,499	9,396	-	15,895
Income Taxes _____	F-7	-	-		-
Total Operating Expenses _____		66,110	143,529		209,639
Net Operating Income (Loss)		(7,105)	(20,165)	-	(27,270)
Other Income:					
Nonutility Income _____					-
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____					-
Interest Expense _____		-	-		-
AFUDC _____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ (7,105)	\$ (20,165)	N/A	\$ (27,270)

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 692,042	\$ 703,610
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(251,449)	(225,954)
Net Utility Plant _____		440,593	477,656
Cash _____		22,755	47,102
Customer Accounts Receivable (141) _____		20,395	20,335
Other Assets (Specify):			
Other Intangibles _____			
Intercompany Receivable _____			
Misc. Other Assets _____		2,182	4,379
Unamortized Extraord. Property Loss _____		7,680	12,796
Total Assets _____		\$ 493,605	\$ 562,268
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	418,598	445,868
Total Capital _____		418,598	445,868
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		12,641	13,819
Notes Payable (232) _____			
Customer Deposits (235) _____			
Accrued Taxes (236) _____	F-7	8,207	8,160
Other Liabilities (Specify):			
Accounts Payable - Assoc Co _____		27,063	42,063
Accrued Interest _____			
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	27,096	52,358
Total Liabilities and Capital _____		\$ 493,605	\$ 562,268

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 276,282	\$ 415,760	N/A	\$ 692,042
Construction Work In Progress (105) _____				-
Other (Specify) _____	-	-		-
_____				-
Total Utility Plant _____	\$ 276,282	\$ 415,760	N/A	\$ 692,042

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 130,257	\$ 95,697	N/A	\$ 225,954
Add Credits During Year:				
Accruals charged to depreciation account _____	10,100	15,398		25,498
Salvage _____	-	-		-
Other credits (specify) _____	-	-		-
Rounding _____	(2)	(1)		(3)
Total credits _____	10,098	15,397		25,495
Deduct Debits During Year:				
Book cost of plant retired _____	-	-		-
Cost of removal _____	-	-		-
Other debits (specify) _____				-

Total debits _____	-	-		-
Balance End of Year _____	\$ 140,355	\$ 111,094	N/A	\$ 251,449

UTILITY NAME: Paradise Lakes Utility LLC

YEAR OF REPORT
December 31, 2004

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 _____	\$ 445,868	N/A
Charges during the year (specify):		
Current year loss _____	(27,270)	-

Balance end of year _____	\$ 418,598	

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 _____	2,655	5,552		8,207
Other (Specify):				
Total taxes accrued _____	\$ 2,655	\$ 5,552		\$ 8,207

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		\$ 3,000	Repairs & Maint
C&A Services	5,550		Repairs & Maint
Cronin Jackson Nixon & Wilson	5,059	5,059	Regulatory and accounting matters
Davis Supply	530		Chemicals
Gator Water	4,275		Plant Operation
M&M Services	2,402	1,456	Construction
Rose Sundstrom & Bentley	7,121	7,121	Legal matters
Billy Brown	850		Plant Repairs and Maintenance

UTILITY NAME: Paradise Lakes Utility LLC

YEAR OF REPORT
December 31, 2004

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year_____	\$ 27,930	\$ 56,332	\$ 84,262
2. Add credits during year:			
	7,800	(31,200)	(23,400)
3. Total_____	35,730	25,132	60,862
4. Deduct charges during year_____			
5. Balance end of year_____	35,730	25,132	60,862
6. Less Accumulated Amortization_____	(14,292)	(19,474)	(33,766)
7. Net CIAC_____	\$ 21,438	\$ 5,658	\$ 27,096

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.			Water	Wastewater
Description of Charge	Number of Connections	Charge per Connection		
Order No. PSC-05-0166-PAA-WS			7,800	(31,200)
_____			_____	_____
_____			_____	_____
Total Credits During Year (Must agree with line # 2 above)_____			\$ 7,800	\$ (31,200)

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year_____	\$ 13,189	\$ 18,715	\$ 31,904
Add Debits During Year:_____	1,103	758	1,861
Rounding_____	-	1	1
Deduct Credits During Year:_____	-	-	-
Balance End of Year (Must agree with line #6 above)_____	\$ 14,292	\$ 19,474	\$ 33,766

YEAR OF REPORT December 31, 2004
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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
OPERATION
SECTION**

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization _____	\$ 12,331	\$ 8,793	\$ -	\$ 21,124
302	Franchises _____	-	-	-	-
303	Land and Land Rights _____	7,800	12,600	-	20,400
304	Structure and Improvements _____	2,242	-	-	2,242
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 _____	73,851	-	-	73,851
310	Power Generation Equipment _____	1,943	1,239	-	3,182
311	Pumping Equipment _____	21,244	-	-	21,244
320	Water Treatment Equipment _____	50,079	-	-	50,079
330	Distribution Reservoirs and Standpipes _____	7,955	-	-	7,955
331	Transmission and Distribution Mains _____	36,593	-	-	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 _____	\$ 253,650	\$ 22,632	\$ -	\$ 276,282

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	\$ 1,486	\$ -	\$ 418	\$ 1,904
302	Franchises	-	-	-	-	-	-	-
304	Structure and Improvements	28	-	3.57	1,687	-	80	1,767
305	Collecting and Impounding Reservoirs	-	-	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	27	-	3.70	5,546	-	406	5,952
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	32	-	3.13	44,973	(1)	2,312	47,284
310	Power Generation Equipment	17	-	5.88	1,943	-	36	1,979
311	Pumping Equipment	17	-	5.88	15,222	-	1,249	16,471
320	Water Treatment Equipment	17	-	5.88	30,324	-	2,945	33,269
330	Distribution Reservoirs and Standpipes	33	-	3.03	5,285	-	241	5,526
331	Transmission and Distribution Mains	38	-	2.63	12,534	(1)	963	13,496
333	Services	35	-	2.86	4,256	-	238	4,494
334	Meters and Meter Installations	17	-	5.88	6,713	-	1,155	7,868
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	127	-	4	131
345	Power Operated Equipment	10	-	10.00	161	-	53	214
346	Communication Equipment	-	-	-	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-	-	-	-
348	Other Tangible Plant	-	-	-	-	-	-	-
	Totals				\$ 130,257	\$ (2)	\$ 10,100	\$ 140,355

* 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 _____	2,012
616	Fuel for Power Production _____	
618	Chemicals _____	1,296
620	Materials and Supplies _____	220
630	Contractual Services:	
	Billing _____	
	Operator and Management _____	27,235
	Testing _____	
	Other _____	17,427
640	Rents _____	
650	Transportation Expense _____	
655	Insurance Expense _____	2,269
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	155
	Total Water Operation and Maintenance Expense _____	\$ 50,614 *

* 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	120	116	116
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"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	1	1	8
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	281	312	312
Other (Specify): _____	Gen Serv Flat	31.5	1.0	-	-
** D = Displacement C = Compound T = Turbine			Total	403	429
				429	436

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	-	4,929	4,616	313	313
February	-	2,311	1,955	356	356
March	-	2,326	2,046	280	280
April	-	2,173	1,877	296	296
May	-	1,400	1,100	300	300
June	-	1,682	1,483	199	199
July	-	1,586	1,258	328	328
August	-	1,400	1,148	252	252
September	-	645	385	260	260
October	-	8,590	8,322	268	268
November	-	2,293	1,959	334	334
December	-	1,753	1,473	280	280
Total for year	N/A	31,088	27,622	3,466	3,466

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-pneumatic 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	_____	_____

**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	36,000	-	(36,000)	-
354	Structure and Improvements	7,805	-	-	7,805
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	232,805	-	-	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	1,800	-	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	-	-	-	-
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	\$ 449,960	\$ 1,800	\$ (36,000)	\$ 415,760

* 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 %	515	1	310	824
352	Franchises	-	-	%	-	-	-	-
354	Structure and Improvements	27	-	3.70 %	1,773	-	289	2,062
355	Power Generation Equipment	-	-	%	-	-	-	-
360	Collection Sewers - Force	-	-	%	63,280	-	8,614	71,894
361	Collection Sewers - Gravity	40	-	2.50 %	15,697	-	2,415	18,112
362	Special Collecting Structures (Lift Stations)	-	-	%	-	-	-	-
363	Services to Customers	35	-	2.90 %	2,452	-	377	2,829
364	Flow Measuring Devices	5	-	20.00 %	-	-	-	-
365	Flow Measuring Installations	-	-	%	-	-	-	-
370	Receiving Wells (Lift Stations)	-	-	%	504	-	150	654
371	Pumping Equipment	40	-	2.50 %	25	-	50	75
380	Treatment and Disposal Equipment	15	-	6.70 %	-	-	-	-
381	Plant Sewers	-	-	%	10,643	-	3,023	13,666
382	Outfall Sewer Lines	-	-	%	405	-	108	513
389	Other Plant and Miscellaneous Equipment	15	-	6.70 %	-	-	-	-
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 %	403	-	62	465
	Totals				95,697	1	15,398	111,094

* This amount should tie to Sheet F-5
Note: Debits (Column (g)) to adjust to Docket No. 030948-WS

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 _____	69,277
711	Sludge Removal Expense _____	3,000
715	Purchased Power _____	1,090
716	Fule for Power Production _____	
718	Chemicals _____	
720	Materials and Supplies _____	220
730	Contractual Services:	
	Operator and Management _____	23,150
	Testing _____	
	Other _____	14,636
740	Rents _____	
750	Transportation Expense _____	
755	Insurance Expense _____	2,269
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	500
775	Miscellaneous Expenses _____	5,351
	Total Wastewater Operation and Maintenance Expense _____	\$ 119,493 *

* 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	117	115	115
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"	D	2.5	1	1	3
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	1	1	8
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	281	312	312
Other (Specify): Gen Serv Flat		31.5	1	-	-
** D = Displacement C = Compound T = Turbine			Total	401	429
					438

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) _____	_____	_____	_____	_____	_____	_____	_____
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>	_____	_____	_____

TREATMENT PLANT

Manufacturer_____	None	_____	_____
Type_____	Purchased	_____	_____
"Steel" or "Concrete"_____	N/A	_____	_____
Total Capacity_____	N/A	_____	_____
Average Daily Flow_____	46545	_____	_____
Effluent Disposal_____	N/A	_____	_____
Total Gallons of Wastewater Treated_____	16,989,000	_____	_____

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_____	1842000	None	1842000
February_____	1595000	_____	1595000
March_____	2008000	_____	2008000
April_____	1453000	_____	1453000
May_____	1250000	_____	1250000
June_____	1348000	_____	1348000
July_____	1398000	_____	1398000
August_____	1383000	_____	1383000
September_____	1359000	_____	1359000
October_____	1288000	_____	1288000
November_____	934000	_____	934000
December_____	1131000	_____	1131000
Total for year_____	16,989,000	_____	16,989,000

If Wastewater Treatment is purchased, indicate the vendor:


CERTIFICATION OF ANNUAL REPORT

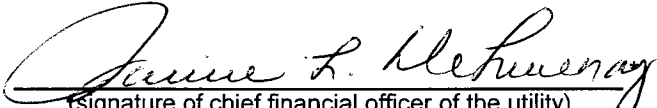
I HEREBY CERTIFY, to the best of my knowledge and belief:

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


 (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.