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Public Service Commission
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CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

WS551-12-AR
Lisa Davis
Damon Utilities, Inc.
47 Lake Damon Drive
Avon Park, FL 33825-8902

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
DIVISION OF
ACCOUNTING & FINANCE

13 MAY -7 AM 9:20

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2012

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 the 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 preceeding 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.

FINANCIAL SECTION

REPORT OF

Damon Utilities, Inc
(EXACT NAME OF UTILITY)

47 W Lake Damon Dr, Avon Park, FL Highlands
Mailing Address Street Address County

Telephone Number _____ Date Utility First Organized _____

Fax Number 863 453-7269 E-mail Address damonutilities@embargmad.com

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

Name, Address and Phone where records are located: Same

Name of subdivisions where services are provided: River Greens Golf Course area and Casa del Lago Condominiums

CONTACTS

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: <u>LISA DAVIS</u>	<u>Office Man</u>	<u>Same as above</u>	
Person who prepared this report: <u>LISA DAVIS</u>			
Officers and Managers: <u>JA Harstine</u> <u>Rodney A Davis</u>	<u>Pres</u> <u>Secretary</u>		\$ _____ \$ _____ \$ _____ \$ _____ \$ _____

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	Principal Business Address	Salary Charged Utility
<u>JA Harstine</u> <u>Rodney Davis</u>	<u>33 1/3</u> <u>66 2/3</u>		\$ _____ \$ _____ \$ _____ \$ _____ \$ _____ \$ _____

Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2012

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 55,142	\$ 32,476	\$ _____	\$ 87,618
Commercial _____		728	1,802	_____	2,530
Industrial _____		_____	_____	_____	_____
Multiple Family _____		_____	_____	_____	_____
Guaranteed Revenues _____		_____	_____	_____	_____
Other (Specify) _____		1,098	104	_____	1,202
Total Gross Revenue _____		\$ 56,968	\$ 34,382	\$ _____	\$ 91,350
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 56,071	\$ 31,106	\$ _____	\$ 87,177
Depreciation Expense _____	F-5	* 5,138	* 3,586	_____	8,724
CIAC Amortization Expense _____	F-8	xx -1,007	xx -512	_____	-1,519
Taxes Other Than Income _____	F-7	3,040	1,870	_____	4,910
Income Taxes _____	F-7	_____	_____	_____	_____
Total Operating Expense _____		\$ 63,242	\$ 36,050	_____	\$ 99,292
Net Operating Income (Loss)		\$ -6,274	\$ -1,668	\$ _____	\$ -7,942
Other Income:					
Nonutility Income _____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense _____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ -6,274	\$ _____	\$ _____	\$ -7,942

* 2011 numbers prorated^{F-3} for 10 months
 xx 2011 numbers ÷ 2 (only 1 new customer) and prorated for 10 mo.

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ <u>Ø</u>	\$ <u>391,913</u>
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>Ø</u>	<u>260,853</u>
Net Utility Plant _____		\$ <u>Ø</u>	\$ <u>131,060</u>
Cash _____			<u>3773</u>
Customer Accounts Receivable (141) _____			<u>4764</u>
Other Assets (Specify): _____			
<u>Sec Dep</u>		<u>Ø</u>	<u>100</u>
			<u>5931</u>
Total Assets _____		\$ <u>Ø</u>	\$ <u>145,628</u>
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6		<u>600</u>
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____			<u>14,400</u>
Retained Earnings (215) _____	F-6		<u>-16,212</u>
Proprietary Capital (Proprietary and Partnership only) (218) _____	F-6		
Total Capital _____		\$ _____	\$ _____
Long Term Debt (224) _____	F-6	\$ <u>Ø</u>	\$ _____
Accounts Payable (231) _____			<u>14,698</u>
Notes Payable (232) _____			<u>128,890</u>
Customer Deposits (235) _____			
Accrued Taxes (236) _____			
Other Liabilities (Specify) _____			
			<u>7200</u>
			<u>2338</u>
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8		
Total Liabilities and Capital _____		\$ <u>Ø</u>	\$ <u>151,914</u>

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other than Reporting Systems	Total
Utility Plant in Service (101)	\$ _____	\$ _____	\$ _____	\$ _____
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ _____	\$ _____	\$ _____	\$ <u>0</u>

Sold to City of Avon Park

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

Account 108	Water	Wastewater	Other than Reporting Systems	Total
Balance First of Year _____	\$ _____	\$ _____	\$ _____	\$ _____
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ _____	\$ _____	\$ _____	\$ _____
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits _____	\$ _____	\$ _____	\$ _____	\$ _____
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ <u>N/A</u>	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ _____	\$ _____	\$ _____	\$ _____

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825
 CAPITAL STOCK (201 - 204)

YEAR OF REPORT
 DECEMBER 31, 2012

	Common Stock	Preferred Stock
Par or stated value per share _____	_____	_____
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 _____	\$ _____	\$ _____
Changes during the year (Specify): _____ _____	_____	_____
Balance end of year _____	\$ _____	\$ <u>Ø</u>

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ _____	\$ _____
Changes during the year (Specify): _____ _____	_____	_____
Balance end of year _____	\$ _____	\$ <u>Ø</u>

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
_____	_____	_____	\$ _____
_____	_____	_____	_____
Total _____			\$ <u>Ø</u>

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

TAX EXPENSE

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax	_____	_____	_____	_____
Local property tax	<u>476</u>	<u>318</u>	_____	<u>794</u>
Regulatory assessment fee	<u>2564</u>	<u>1552</u>	_____	<u>4116</u>
Other (Specify) _____	_____	_____	_____	_____
Total Tax Expense	\$ <u>3040</u>	\$ <u>1870</u>	\$ _____	\$ <u>4910</u>

@ closing

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similiar 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
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

Damon Mills Inc.

UTILITY NAME: 47 W. Lake Damon Dr.

Avon Park FL 33825

YEAR OF REPORT DECEMBER 31, <u>2012</u>
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CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ _____	\$ _____
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	_____	_____
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	_____	_____
6) Less Accumulated Amortization _____	_____	_____	_____
7) Net CIAC _____	\$ _____	\$ _____	\$ <u>0</u>

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 _____		\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____		\$ _____	\$ _____

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ _____	\$ _____
Add Debits During Year: _____	_____	_____	_____
Deduct Credits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.) _____	\$ _____	\$ _____	\$ <u>0</u>

**** COMPLETION OF SCHEDULE REQUIRED ONLY IF AFUDC WAS CHARGED DURING YEAR ****

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT DECEMBER 31, _____

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ <u>_____</u>	<u>100.00</u> %		<u>_____</u> %

(1) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate: _____ %
Commission Order Number approving AFUDC rate: _____

WATER OPERATING SECTION

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 6226	\$	\$	\$
302	Franchises				
303	Land and Land Rights				
304	Structures and Improvements	4940			
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	21988			
308	Infiltration Galleries and Tunnels				
309	Supply Mains	1126			
310	Power Generation Equipment	12739			
311	Pumping Equipment	11858			
320	Water Treatment Equipment	10333			
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Lines	55333			
333	Services				
334	Meters and Meter Installations	33792			
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment				
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	2660			
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	Total Water Plant	\$ 160995	\$	\$	\$ 0

Sold to City of Avon Park

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (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)
304	Structures and Improvements		%	%	\$	\$	\$	\$
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs		%	%				
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equipment		%	%				
311	Pumping Equipment		%	%				
320	Water Treatment Equipment		%	%				
330	Distribution Reservoirs & Standpipes		%	%				
331	Trans. & Dist. Mains		%	%				
333	Services		%	%				
334	Meter & Meter Installations		%	%				
335	Hydrants		%	%				
336	Backflow Prevention Devices		%	%				
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		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				\$ 0	\$ 0	\$ 0	\$ 0 *

* This amount should tie to Sheet F-5.

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

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	<u>2478</u>
615	Purchased Power	<u>2478</u>
616	Fuel for Power Production	_____
618	Chemicals	<u>4810</u>
620	Materials and Supplies	_____
630	Contractual Services:	_____
	Billing	_____
	Professional	<u>3850</u>
	Testing	<u>2385</u>
	Other	<u>33474</u>
640	Rents	<u>8500</u>
650	Transportation Expense	<u>1658</u>
655	Insurance Expense	<u>980</u>
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	<u>2564</u>
670	Bad Debt Expense	_____
675	Miscellaneous Expenses <u>Travel Policy</u>	<u>1372</u>
	Total Water Operation And Maintenance Expense	\$ <u>56071</u> *

* 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	<u>283</u>	<u>284</u>	<u>284</u>
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	_____	_____	_____
1 1/2"	D,T	5.0	_____	_____	_____
General Service					
5/8"	D	1.0	<u>2</u>	<u>2</u>	<u>2</u>
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	_____	_____	_____
1 1/2"	D,T	5.0	_____	_____	_____
2"	D,C,T	8.0	_____	_____	_____
3"	D	15.0	_____	_____	_____
3"	C	16.0	_____	_____	_____
3"	T	17.5	_____	_____	_____
Unmetered Customers	_____	_____	_____	_____	_____
Other (Specify)	_____	_____	_____	_____	_____
Total			<u>285</u>	<u>286</u>	<u>286</u>

** D = Displacement
 C = Compound
 T = Turbine

UTILITY NAME: Damon Utilities Inc.
 SYSTEM NAME: 47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

PUMPING AND PURCHASED WATER STATISTICS

(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	_____	_____	_____	_____	_____
February	_____	_____	_____	_____	_____
March	_____	_____	_____	_____	_____
April	_____	_____	_____	_____	_____
May	_____	_____	_____	_____	_____
June	_____	_____	_____	_____	_____
July	_____	_____	_____	_____	_____
August	_____	_____	_____	_____	_____
September	_____	_____	_____	_____	_____
October	_____	_____	_____	_____	_____
November	_____	_____	_____	_____	_____
December	_____	_____	_____	_____	_____
Total for Year	_____	_____	_____	_____	_____

If water is purchased for resale, indicate the following:

Vendor _____
 Point of delivery _____

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

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
 SYSTEM NAME: Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed	2011	1987		
Types of Well Construction and Casing	Steel + Concrete	Steel + Concrete		
Depth of Wells	500	500		
Diameters of Wells	4"	4"		
Pump - GPM	90	90		
Motor - HP	5 HP	7 1/2 HP		
Motor Type *	Sub	Sub		
Yields of Wells in GPD	130,000	130,000		
Auxiliary Power	Generator	Generator		

* Submersible, centrifugal, etc.

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	1 Steel tank for both			
Capacity of Tank	2000 Gal			
Ground or Elevated	Ground			

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors	2011	2008		
Manufacturer	Schaefer	Franklin		
Type	Sub	Sub		
Rated Horsepower	5 HP	7 1/2 HP		
Pumps				
Manufacturer	Schaefer	Schaefer		
Type	Sub	Sub		
Capacity in GPM	90	90		
Average Number of Hours Operated Per Day	3-4	3-4		
Auxiliary Power	Gen	Gen		

Damon Utilities Inc.
 47 W. Lake Damon Dr.
 Avon Park, FL 33825

UTILITY NAME: _____

YEAR OF REPORT
 DECEMBER 31, 2012

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____	145,000	_____	_____
Type of Source _____	2 deep wells	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type _____	Well	_____	_____
Make _____	V. 100	_____	_____
Permitted Capacity (GPD) _____	130,000	_____	_____
High service pumping Gallons per minute _____	_____	_____	_____
Reverse Osmosis _____	_____	_____	_____
Lime Treatment Unit Rating _____	_____	_____	_____
Filtration Pressure Sq. Ft. _____	_____	_____	_____
Gravity GPD/Sq.Ft. _____	_____	_____	_____
Disinfection Chlorinator _____	Liquid	_____	_____
Ozone _____	_____	_____	_____
Other _____	_____	_____	_____
Auxiliary Power _____	Generator	_____	_____

Darnon Utilities Inc.

UTILITY NAME: 47 W. Lake Damon Dr.
SYSTEM NAME: Avon Park, FL 33825

YEAR OF REPORT
DECEMBER 31,

GENERAL WATER SYSTEM INFORMATION

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

- 1. Present ERC's * the system can efficiently serve. 285
- 2. Maximum number of ERCs * which can be served. _____
- 3. Present system connection capacity (in ERCs *) using existing lines. _____
- 4. Future connection capacity (in ERCs *) upon service area buildout. _____
- 5. Estimated annual increase in ERCs *. 1
- 6. Is the utility required to have fire flow capacity? No
If so, how much capacity is required? _____
- 7. Attach a description of the fire fighting facilities.
- 8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.

- 9. When did the company last file a capacity analysis report with the DEP? _____
- 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 the 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 # 6281078
- 12. Water Management District Consumptive Use Permit # _____
 - a. Is the system in compliance with the requirements of the CUP? _____
 - b. If not, what are the utility's plans to gain compliance? _____

* 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 SFR customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000)/365 days/350 gallons per day).

**WASTEWATER
OPERATING
SECTION**

Damon Utilities Inc.
 47 W. Lake Damon Dr.
 Avon Park, FL 33825

UTILITY NAME: _____

YEAR OF REPORT
 DECEMBER 31, 2012

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 17504	\$	\$	\$
352	Franchises				
353	Land and Land Rights				
354	Structures and Improvements	2250			
355	Power Generation Equipment				
360	Collection Sewers - Force	17337			
361	Collection Sewers - Gravity	62008			
362	Special Collecting Structures				
363	Services to Customers				
364	Flow Measuring Devices				
365	Flow Measuring Installations				
370	Receiving Wells	7048			
371	Pumping Equipment				
380	Treatment and Disposal Equipment	5000 89406			
381	Plant Sewers	8139			
382	Outfall Sewer Lines	21652			
389	Other Plant and Miscellaneous Equipment				
390	Office Furniture and Equipment				
391	Transportation Equipment				
392	Stores Equipment				
393	Tools, Shop and Garage Equipment	574			
394	Laboratory Equipment				
395	Power Operated Equipment				
396	Communication Equipment				
397	Miscellaneous Equipment				
398	Other Tangible Plant				
	Total Wastewater Plant	\$ 230918	\$	\$	\$ *

Sold all assets

* This amount should tie to sheet F-5.

Darnon Utilities Inc.
 47 W. Lake Damon Dr.
 Avon Park, FL 33825

UTILITY NAME: _____

YEAR OF REPORT
 DECEMBER 31, 2012

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (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)
354	Structures and Improvements		%	%	\$	\$	\$	\$
355	Power Generation Equipment		%	%				
360	Collection Sewers - Force		%	%				
361	Collection Sewers - Gravity		%	%				
362	Special Collecting Structures		%	%				
363	Services to Customers		%	%				
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations		%	%				
370	Receiving Wells		%	%				
371	Pumping Equipment		%	%				
380	Treatment and Disposal Equipment		%	%				
381	Plant Sewers		%	%				
382	Outfall Sewer Lines		%	%				
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		%	%				
	Totals				\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u> *

* This amount should tie to Sheet F-5.

UTILITY NAME: Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2012

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	<u>1952</u>
710	Purchased Wastewater Treatment	<u>0</u>
711	Sludge Removal Expense	<u>1544</u>
715	Purchased Power	<u>2661</u>
716	Fuel for Power Production	_____
718	Chemicals	<u>1759</u>
720	Materials and Supplies	<u>1759</u>
730	Contractual Services:	
	Billing	<u>0</u>
	Professional	<u>3835</u>
	Testing	<u>3671</u>
	Other	<u>9300</u>
740	Rents	<u>1750</u>
750	Transportation Expense	<u>553</u>
755	Insurance Expense	<u>653</u>
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	<u>1552</u>
770	Bad Debt Expense	_____
775	Miscellaneous Expenses	<u>1970</u>
	Total Wastewater Operation And Maintenance Expense	\$ <u>31104</u> *

* 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					
All meter sizes	D	1.0	<u>102</u>	<u>103</u>	<u>103</u>
General Service					
5/8"	D	1.0	<u>2</u>	<u>2</u>	<u>2</u>
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	_____	_____	_____
1 1/2"	D,T	5.0	_____	_____	_____
2"	D,C,T	8.0	_____	_____	_____
3"	D	15.0	_____	_____	_____
3"	C	16.0	_____	_____	_____
3"	T	17.5	_____	_____	_____
Unmetered Customers Other (Specify)	_____	_____	_____	_____	_____
Total			<u>104</u>	<u>105</u>	<u>105</u>

** D = Displacement
 C = Compound
 T = Turbine

Damon Utilities Inc.

UTILITY NAME: 47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
DECEMBER 31,

PUMPING EQUIPMENT

Lift Station Number _____	1	2	3			
Make or Type and nameplate data on pump _____						
Year installed _____						
Rated capacity _____						
Size _____						
Power:						
Electric _____						
Mechanical _____						
Nameplate data of motor _____						

SERVICE CONNECTIONS

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

COLLECTING AND FORCE MAINS

	Collecting Mains	Force Mains				
Size (inches) _____						
Type of main _____						
Length of main (nearest foot) _____						
Beginning of year _____						
Added during year _____						
Retired during year _____						
End of year _____						

MANHOLES

Size (inches) _____				
Type of Manhole _____				
Number of Manholes:				
Beginning of year _____				
Added during year _____				
Retired during year _____				
End of Year _____				

UTILITY NAME: Damon Utilities Inc.
 SYSTEM NAME: 47 W. Lake Damon Dr.
Avon Park, FL 33825

YEAR OF REPORT
 DECEMBER 31, 2018

TREATMENT PLANT

Manufacturer _____	_____	_____	_____
Type _____	_____	_____	_____
"Steel" or "Concrete" _____	_____	_____	_____
Total Permitted Capacity _____	_____	_____	_____
Average Daily Flow _____	_____	_____	_____
Method of Effluent Disposal _____	_____	_____	_____
Permitted Capacity of Disposal _____	_____	_____	_____
Total Gallons of Wastewater treated _____	_____	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	_____	_____	_____	_____	_____
Capacity (GPM's) _____	_____	_____	_____	_____	_____
Motor:					
Manufacturer _____	_____	_____	_____	_____	_____
Horsepower _____	_____	_____	_____	_____	_____
Power (Electric or Mechanical) _____	_____	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	_____	_____	_____
February _____	_____	_____	_____
March _____	_____	_____	_____
April _____	_____	_____	_____
May _____	_____	_____	_____
June _____	_____	_____	_____
July _____	_____	_____	_____
August _____	_____	_____	_____
September _____	_____	_____	_____
October _____	_____	_____	_____
November _____	_____	_____	_____
December _____	_____	_____	_____
Total for year _____	_____	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: _____

Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33825

UTILITY NAME: _____

SYSTEM NAME: _____

YEAR OF REPORT
DECEMBER 31, 2012

GENERAL WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs* now being served. _____
2. Maximum number of ERCs* which can be served. _____
3. Present system connection capacity (in ERCs*) using existing lines. _____
4. Future connection capacity (in ERCs*) upon service area buildout. _____
5. Estimated annual increase in ERCs*. _____
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system

7. If the utility uses reuse as a means of effluent disposal, provide 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? _____
If so, when? _____
9. Has the utility been required by the DEP or water management district to implement reuse? _____
If so, what are the utility's plans to comply with this requirement? _____

10. When did the company last file a capacity analysis report with the DEP? _____
11. 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 the 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? _____
12. Department of Environmental Protection ID # _____

* 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 SFR customers for the same period and divide the result by 365 days.
(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000)/365 days/280 gallons per day).

UTILITY NAME: _____

Damon Utilities Inc.
47 W. Lake Damon Dr.
Avon Park, FL 33826

YEAR OF REPORT
DECEMBER 31, 2013


CERTIFICATION OF ANNUAL REPORT

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

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



 (signature of Chief Executive Officer of the utility) *

Date: 4/30/13

1. 2. 3. 4.

 (signature of Chief Financial Officer of the utility) *

Date: _____

* 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.

Damon Utilities Inc.
 47 W. Lake Damon Dr.
 Avon Park, FL 33825

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

Company:

For the Year Ended December 31, 2012

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 55142	\$ 55142	\$ - 0 -
Commercial	728	728	- 0 -
Industrial			
Multiple Family			
Guaranteed Revenues			
Other	1098.	1098	- 0 -
Total Water Operating Revenue	\$ 56968	\$ 56968	\$ - 0 -
LESS: Expense for Purchased Water from FPSC-Regulated Utility			
Net Water Operating Revenues	\$ 56968	\$ 56968	\$

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:

For the Year Ended December 31, _____

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 32476	\$ 32476	\$ - 0-
Commercial	1802	1802	- 0-
Industrial			
Multiple Family			
Guaranteed Revenues			
Other	104	104	- 0-
Total Wastewater Operating Revenue	\$ 34382	\$ 34382	\$ - 0-
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility			
Net Wastewater Operating Revenues	\$ 34382	\$ 34382	\$ - 0-

Explanations:

Instructions:

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