

CLASSIFICATION

WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS688-02-AR
Mr. William V. Pfrommer
Arredondo Utility Company, Inc.
% AquaSource, Inc.
411 Seventh Avenue, MD. 14-3
Pittsburgh, PA 15219-1919

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REGISTRATION SECTION

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2002

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

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April 9, 2003

Officers and Directors
Arredondo Utility Company

We have compiled the 2002 Annual Report of Arredondo Utility Company 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 Arredondo Utility Company. 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

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

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations
Class A & B**

Company: AquaSource-Arredondo

For the Year Ended December 31, 2002

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Unmetered Water Revenues (460)	\$ -	\$ -	\$ -
Total Metered Sales ((461.1 - 461.5)	140,985	140,985	-
Total Fire Protection Revenue (462.1 - 462.2)	-	-	-
Other Sales to Public Authorities (464)	-	-	-
Sales to Irrigation Customers (465)	-	-	-
Sales for Resale (466)	-	-	-
Interdepartmental Sales (467)	-	-	-
Total Other Water Revenues (469 - 474)	3,917	3,917	-
Total Water Operating Revenue	\$ 144,902	\$ 144,902	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 144,902	\$ 144,902	\$ -

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 A & B**

Company: AquaSource-Arredondo

For the Year Ended December 31, 2002

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Total Flat-Rate revenues (521.1 - 521.6)	\$ -	\$ -	\$ -
Total Measured Revenues (522.1 - 522.5)	94,187	94,187	-
Revenues from Public Authorities (523)	-	-	-
Revenues from Other Systems (524)	-	-	-
Interdepartmental Revenues (525)	-	-	-
Total Other Wastewater Revenues (530 - 536)	-	-	-
Reclaimed Water Sales (540.1 - 544)	-	-	-
Total Wastewater Operating Revenue	\$ 94,187	\$ 94,187	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 94,187	\$ 94,187	\$ -

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).

REPORT OF

Arredondo Utility Company
(Exact name of utility)

411 Seventh Avenue; 14th Floor | 411 Seventh Avenue; 14th Floor

Pittsburgh, PA 152219 | Pittsburgh, PA 152219

Mailing Address

Street Address

Telephone Number (412) 393-3625 | Date Utility First Organized 04/01/81

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: 411 Seventh Ave; 14th Floor
Pittsburgh, Pa 15219

Names of subdivisions where service is provided: Arredondo Estates Mobile Home Park, Arredondo Farms

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Bryan Hiles	Controller	411 Seventh Ave; 14th Floor Pittsburgh, Pa 15219	
Person who prepared this report: Nance Guth	Controller	6960 Professional Pkwy E #400 Sarasota, FL 34240	
Officers and Managers: Frank A. Hoffman	President	411 Seventh Ave; 14th Floor Pittsburgh, Pa 15219	None
Mary D. Colin	Treasurer	Same	None
Anthony Villiotti	VP/CFO/Treasurer	Same	None
Renee J. Cypher	Assistant Secretary	Same	None
Glenn P LaBrecque	Regional VP	6960 Professional Pkwy E #400 Sarasota, FL 34240	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
AquaSource Utility, Inc.	100%	Same As Above	None

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 137,286	\$ 90,259		\$ 227,545
Commercial _____		2,778	3,928		6,706
Industrial _____		921			921
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____		3,917			3,917
Total Gross Revenue _____		144,902	94,187	N/A	239,089
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	118,358	102,311		220,669
Depreciation Expense _____	F-5	14,735	10,530		25,265
CIAC Amortization Expense _____	F-8	(631)			(631)
Taxes Other Than Income _____	F-7	14,598	8,399	-	22,997
Income Taxes _____	F-7	(6,233)	-		(6,233)
Total Operating Expenses _____		140,827	121,240		262,067
Net Operating Income (Loss)		4,075	(27,053)	-	(22,978)
Other Income:					
Nonutility Income _____					-
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		11,844	11,844		23,687
Interest Expense _____		514	514		1,027
AFUDC _____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ (8,282)	\$ (39,410)	N/A	\$ (47,692)

UTILITY NAME: Arredondo Utility Company

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 592,255	\$ 585,496
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(385,442)	(360,577)
Net Utility Plant _____		206,813	224,919
Cash _____			
Customer Accounts Receivable (141) _____		20,382	21,852
Other Assets (Specify):			
Other Intangibles _____		6,233	8,975
Intercompany Receivable _____		969,617	523,744
Unrecognized Acquisition Adjustments _____		504,429	528,115
Prepaid Property Taxes _____		6,981	
Total Assets _____		\$ 1,714,455	\$ 1,307,605
LIABILITIES AND CAPITAL:			
Common Stock Issued (201) _____	F-6	\$ 500	\$ 500
Preferred Stock Issued (204) _____	F-6	-	-
Other Paid In Capital (211) _____		876,033	876,033
Retained Earnings (Deficit)(215) _____	F-6	(214,571)	(166,879)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		661,962	709,654
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		1,780	(813)
Notes Payable (232) _____			
Customer Deposits (235) _____		15,853	17,990
Accrued Taxes (236) _____	F-7	10,577	122
Other Liabilities (Specify):			
Accounts Payable - Assoc Co _____		998,672	574,722
Accrued Interest _____		20,595	283
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	5,016	5,647
Total Liabilities and Capital _____		\$ 1,714,455	\$ 1,307,605

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UTILITY NAME: Arredondo Utility Company

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 345,209	\$ 245,008	N/A	\$ 590,217
Construction Work In Progress (105) _____	2,038			2,038
Other (Specify) _____	-	-		-
_____				-
Total Utility Plant _____	\$ 347,247	\$ 245,008	N/A	\$ 592,255

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 198,929	\$ 161,648	N/A	\$ 360,577
Add Credits During Year:				
Accruals charged to depreciation account _____	14,735	10,530		25,265
Salvage _____				-
Other credits (specify) _____				-
_____				-
Total credits _____	14,735	10,530		25,265
Deduct Debits During Year:				
Book cost of plant retired _____	-	400		400
Cost of removal _____				-
Other debits (specify) _____				-
_____				-
Total debits _____	-	400		400
Balance End of Year _____	\$ 213,664	\$ 171,778	N/A	\$ 385,442

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT
December 31, 2002

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	\$ 1.00	N/A
Shares authorized _____	500	
Shares issued and outstanding _____	500	
Total par value of stock issued _____	500	
Dividends declared per share for year _____	None	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	N/A	\$ (166,879)
Charges during the year (specify):		
Current Year Loss _____	-	(47,692)

Balance end of year _____	\$	\$ (214,571)

PROPRIETARY CAPITAL (218)

	Proprietor or Partner	Partner
Balance first of year _____	N/A	N/A
Charges during the year (specify):		
Current year income _____		

Balance end of year _____		

LONG TERM DEBT (224)

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

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT
December 31, 2002

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 15,916	N/A	\$ 15,916
2. Add credits during year:	-	-	-
3. Total _____	15,916		15,916
4. Deduct charges during year _____			-
5. Balance end of year _____	15,916		15,916
6. Less Accumulated Amortization _____	(10,900)		(10,900)
7. Net CIAC _____	\$ 5,016		\$ 5,016

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		
None				

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

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 10,269	N/A	\$ 10,269
Add Debits During Year: _____	631	-	631
_____	-	-	
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 10,900	\$ -	\$ 10,900

**WATER
OPERATION
SECTION**

UTILITY NAME: Arredondo Utility Company

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 13,865	\$ -	\$ -	\$ 13,865
302	Franchises	-	-	-	-
303	Land and Land Rights	2,960	-	-	2,960
304	Structure and Improvements	11,475	340	-	11,815
305	Collecting and Impounding Reservoirs	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-
307	Wells and Springs	9,519	-	-	9,519
308	Infiltration Galleries and Tunnels	-	-	-	-
309	Supply Mains	3,398	12,800	-	16,198
310	Power Generation Equipment	30,068	-	-	30,068
311	Pumping Equipment	11,533	-	-	11,533
320	Water Treatment Equipment	27,045	(147)	-	26,898
330	Distribution Reservoirs and Standpipes	50,803	-	-	50,803
331	Transmission and Distribution Mains	76,531	-	-	76,531
333	Services	23,383	-	-	23,383
334	Meters and Meter Installations	60,817	246	-	61,063
335	Hydrants	2,288	-	-	2,288
339	Other Plant and Miscellaneous Equipment	1,018	-	-	1,018
340	Office Furniture and Equipment	2,599	-	-	2,599
341	Transportation Equipment	1,046	-	-	1,046
342	Stores Equipment	-	-	-	-
343	Tools, Shop and Garage Equipment	608	-	-	608
344	Laboratory Equipment	-	-	-	-
345	Power Operated Equipment	-	-	-	-
346	Communication Equipment	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-
348	Other Tangible Plant	3,013	1	-	3,014
	Total Water Plant	\$ 331,969	\$ 13,240	\$ -	\$ 345,209

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 %	\$ 866	\$ -	\$ 347	\$ 1,213
302	Franchises	-	-	-	-	-	-	-
304	Structure and Improvements	40	-	2.50 %	5,124	-	431	5,555
305	Collecting and Impounding Reservoirs	-	-	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	27	-	3.70 %	8,837	-	353	9,190
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	32	-	3.13 %	3,398	-	200	3,598
310	Power Generation Equipment	17	-	5.88 %	12,918	-	1,768	14,686
311	Pumping Equipment	17	-	5.88 %	5,475	-	678	6,153
320	Water Treatment Equipment	17	-	5.88 %	16,925	-	1,581	18,506
330	Distribution Reservoirs and Standpipes	30	-	3.33 %	22,077	-	1,692	23,769
331	Transmission and Distribution Mains	38	-	2.63 %	55,764	-	2,012	57,776
333	Services	35	-	2.86 %	14,010	-	670	14,680
334	Meters and Meter Installations	12	-	8.33 %	44,916	-	4,486	49,402
335	Hydrants	40	-	2.50 %	1,622	-	99	1,721
339	Other Plant and Miscellaneous Equipment	20	-	5.00 %	859	-	50	909
340	Office Furniture and Equipment	10	-	10.00 %	1,677	-	307	1,984
341	Transportation Equipment	5	-	20.00 %	1,046	-	-	1,046
342	Stores Equipment	-	-	-	-	-	-	-
343	Tools, Shop and Garage Equipment	10	-	10.00 %	401	-	61	462
344	Laboratory Equipment	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	-	-	-
346	Communication Equipment	-	-	-	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-	-	-	-
348	Other Tangible Plant	5	-	20.00 %	3,014	-	-	3,014
	Totals				\$ 198,929	\$ -	\$ 14,735	\$ 213,664

* This amount should tie to Sheet F-5

UTILITY NAME: Arredondo Utility Company

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 43,548
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	
604	Employee Pensions and Benefits	3,389
610	Purchased Water	
615	Purchased Power	5,615
616	Fuel for Power Production	
618	Chemicals	856
620	Materials and Supplies	53
630	Contractual Services:	
	Billing	2,881
	Operator and Management	37,169
	Testing	1,486
	Other	10,892
640	Rents	
650	Transportation Expense	4,170
655	Insurance Expense	
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	7,683
675	Miscellaneous Expenses	616
	Total Water Operation and Maintenance Expense	\$ 118,358 *

* 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	513	517	517
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0	2	2	2
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	2	2	16
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0			
Other (Specify):					
Total			517	521	535

** D = Displacement
C = Compound
T = Turbine

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	-	2,979	488	2,491	1,826
February	-	2,693	791	1,902	2,960
March	-	3,048	517	2,531	1,937
April	-	3,178	568	2,610	2,126
May	-	3,739	627	3,112	2,348
June	-	3,346	596	2,750	2,230
July	-	3,767	645	3,122	2,414
August	-	3,713	592	3,121	2,218
September	-	3,362	834	2,528	3,123
October	-	2,942	558	2,384	2,091
November	-	2,777	541	2,236	2,026
December	-	2,885	534	2,351	1,998
Total for year	N/A	38,429	7,291	31,138	27,297

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:

MAINS (Feet)

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
Asbestos/Concrete	6"	1,525		-	1,525
Asbestos/Concrete	4"	6,950		-	6,950
Asbestos/Concrete	3"	3,850		-	3,850
Asbestos/Concrete	2"	4,900		-	4,900
Galvanized/PVC	6"	5,800		-	5,800
Galvanized/PVC	4"	1,125		-	1,125
Galvanized/PVC	2"	15,300		-	15,300
				-	

WELLS AND WELL PUMPS
 (If Available)

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	AE #1 East 1996	AE #2 West 1996	AF 1970	AF Unknown
Types of Well Construction and Casing _____	Cable Tool Steel	Cable Tool Steel	Cable Tool Steel	Cable Tool Steel
Depth of Wells _____	150 ft	162 ft	125ft	143 ft
Diameters of Wells _____	6"	6"	8"	8"
Pump - GPM _____	120 GPM	120 GPM	250 GPM	250 GPM
Motor - HP _____	10	10	Unknown	Unknown
Motor Type * _____				
Yeilds of Wells in GPD _____	172,800 GPD	172,800 GPD	417,600 GPD	432,000 GPD
Auxillary Power _____				
* Submersable, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Pneumatic			
Capacity of Tank _____	20,000 Gal	Twin 5,000 Gal		
Ground of Elevated _____	Ground	Ground		

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
<u>MOTORS</u>				
Manufacturer _____	None			
Type _____				
Rated Horsepower _____				
(a)	(b)	(c)	(d)	(e)
<u>PUMPS</u>				
Manufacturer _____	None			
Type _____				
Capacity in GPM _____				
Average Number of Hours Operated Per Day _____				
Auxiliary Power _____				

UTILITY NAME: Arredondo Utility Company

SOURCE OF SUPPLY

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

Gallons per day of source _____	.230 GPD	.240 GPD	
Type of source _____	Floridan Aquifer	Floridan Aquifer	

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:

Type _____	Arredondo Estates Chlorinator	Arredondo Farms Chlorinator	
Make _____	Bailey-fisher & Porter	Bailey-fisher & Porter	
Permitted Capacity (GPD)	.230 MGD	.240 MGD	
High service pumping Gallons per minute _____ See Page W-5	Unknown	Unknown	
Reverse Osmosis _____	N/A	N/A	
Lime treatment Unit Rating _____	N/A	N/A	
Filtration Pressure Sq. Ft. _____	N/A	N/A	
Gravity GPD/Sq. Ft. _____	N/A	N/A	
Disinfection Chlorinator _____	X	X	
Ozone _____			
Other _____			
Auxiliary Power _____	Generator	Generator	

**WASTEWATER
OPERATION
SECTION**

UTILITY NAME: Arredondo Utility Company

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 13,865	\$ -	\$ -	\$ 13,865
352	Franchises	-	-	-	-
353	Land and Land Rights	7,232	-	-	7,232
354	Structure and Improvements	13,626	101	-	13,727
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	-	-	-	-
361	Collection Sewers - Gravity	78,881	1,789	400	80,270
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	2,135	-	-	2,135
364	Flow Measuring Devices	635	-	-	635
365	Flow Measuring Installations	-	-	-	-
370	Receiving Wells	-	-	-	-
371	Pumping Equipment	19,856	1,639	-	21,495
380	Treatment and Disposal Equipment	101,113	331	-	101,444
381	Plant Sewers	-	-	-	-
382	Outfall Sewer Lines	-	-	-	-
389	Other Plant and Miscellaneous Equipment	663	-	-	663
390	Office Furniture and Equipment	1,257	-	-	1,257
391	Transportation Equipment	417	-	-	417
392	Stores Equipment	-	-	-	-
393	Tools, Shop and Garage Equipment	311	-	-	311
394	Laboratory Equipment	-	-	-	-
395	Power Operated Equipment	-	-	-	-
396	Communication Equipment	-	-	-	-
397	Miscellaneous Equipment	-	-	-	-
398	Other Tangible Plant	1,557	-	-	1,557
	Total Sewer Plant	\$ 241,548	\$ 3,860	\$ 400	\$ 245,008

* 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)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization	40	%	2.50 %	867	-	346	1,213
352	Franchises	-	%	%	-	-	-	-
354	Structure and Improvements	27	%	3.70 %	11,046	-	506	11,552
355	Power Generation Equipment	-	%	%	-	-	-	-
360	Collection Sewers - Force	-	%	%	-	-	-	-
361	Collection Sewers - Gravity	40	%	2.50 %	57,563	400	1,989	59,152
362	Special Collecting Structures (Lift Stations)	-	%	%	-	-	-	-
363	Services to Customers	35	%	2.90 %	1,650	-	61	1,711
364	Flow Measuring Devices	5	%	20.00 %	635	-	-	635
365	Flow Measuring Installations	-	%	%	-	-	-	-
370	Receiving Wells (Lift Stations)	-	%	%	-	-	-	-
371	Pumping Equipment	40	%	2.50 %	3,367	-	517	3,884
380	Treatment and Disposal Equipment	15	%	6.70 %	83,951	-	6,755	90,706
381	Plant Sewers	-	%	%	-	-	-	-
382	Outfall Sewer Lines	-	%	%	-	-	-	-
389	Other Plant and Miscellaneous Equipment	15	%	6.70 %	569	-	44	613
390	Office Furniture and Equipment	10	%	10.00 %	815	-	126	941
391	Transportation Equipment	5	%	20.00 %	417	-	-	417
392	Stores Equipment	-	%	%	-	-	-	-
393	Tools, Shop and Garage Equipment	10	%	10.00 %	218	-	31	249
394	Laboratory Equipment	-	%	%	-	-	-	-
395	Power Operated Equipment	-	%	%	-	-	-	-
396	Communication Equipment	-	%	%	-	-	-	-
397	Miscellaneous Equipment	-	%	%	-	-	-	-
398	Other Tangible Plant	5	%	20.00 %	550	-	155	705
	Totals				161,648	400	10,530	171,778

* This amount should tie to Sheet F-5

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees _____	\$ 18,501
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
704	Employee Pensions and Benefits _____	1,433
710	Purchased Wastewater Treatment _____	
711	Sludge Removal Expense _____	20,654
715	Purchased Power _____	5,507
716	Fule for Power Production _____	
718	Chemicals _____	1,726
720	Materials and Supplies _____	
730	Contractual Services:	
	Operator and Management _____	33,574
	Testing _____	1,502
	Other _____	14,582
740	Rents _____	
750	Transportation Expense _____	1,976
755	Insurance Expense _____	
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	2,512
775	Miscellaneous Expenses _____	344
	Total Wastewater Operation and Maintenance Expense _____	\$ 102,311 *

* 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	294	300	300
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	2	2	16
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0			
Other (Specify):					
Total			296	302	316

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift station number _____	1	_____	_____	_____	_____	_____	_____
Make or type and nameplate data of pump _____	S4N	_____	_____	_____	_____	_____	_____
Year installed _____	1995	_____	_____	_____	_____	_____	_____
Rated capacity (GPM) _____	_____	_____	_____	_____	_____	_____	_____
Size (HP) _____	4"	_____	_____	_____	_____	_____	_____
Power:	_____	_____	_____	_____	_____	_____	_____
Electric _____	X	_____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	4"	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	_____	_____	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	302	_____	_____	_____	_____	_____	_____
Beginning of year _____	296	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	296	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS AND MANHOLES

	Collecting Mains			Force Mains			
Size (inches) _____	8"	_____	_____	_____	_____	_____	_____
Type of main _____	Clay	_____	_____	_____	_____	_____	_____
Length of main (nearest foot):	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	20,300	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	20,300	_____	_____	_____	_____	_____	_____

MANHOLES:

Size _____	_____	_____	_____
Type _____	Brick	_____	_____
Number:	_____	_____	_____
Beginning of year _____	38	_____	_____
Added during year _____	_____	_____	_____
Retired during year _____	_____	_____	_____
End of year _____	38	_____	_____

UTILITY NAME: Arredondo Utility Company

TREATMENT PLANT

Manufacturer _____	McNeill	_____	_____
Type _____	Contact Stabilization	_____	_____
"Steel" or "Concrete" _____	Concrete	_____	_____
Total Capacity _____	60,000 GPD	_____	_____
Average Daily Flow _____	34825	_____	_____
Effluent Disposal _____	Percolation Ponds	_____	_____
Total Gallons of Wastewater Treated _____	12,711,000	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	N/A	_____	_____	_____	_____	_____
Capacity _____ (PM)	_____	_____	_____	_____	_____	_____
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 _____	830000	None	830000
February _____	1431000	_____	1431000
March _____	1023000	_____	1023000
April _____	1118000	_____	1118000
May _____	1017000	_____	1017000
June _____	884000	_____	884000
July _____	1060000	_____	1060000
August _____	1059000	_____	1059000
September _____	1174000	_____	1174000
October _____	1074000	_____	1074000
November _____	991000	_____	991000
December _____	1050000	_____	1050000
Total for year _____	12,711,000	_____	12,711,000

If Wastewater Treatment is purchased, indicate the vendor:

OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present ERC's * that system can efficiently serve.	<u>331</u>
2. Maximum number of ERC's * which can be served.	<u>331</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>331</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>331</u>
5. Estimated annual increase in ERC's * .	<u>25 but varies - Customers rent mobile home lots</u>

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

11. Department of Environmental Protection ID # DO01-176465

Use one of the following methods:

(a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

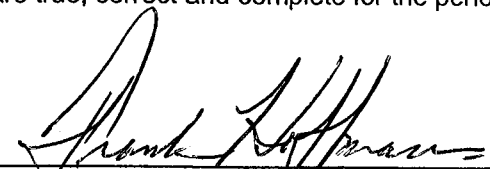
(b) If no historical flow data are available, use:
 ERC = (Total SFR gallons sold (Omit 000) / 365 days / 280 gallons per day)

CERTIFICATION OF ANNUAL REPORT

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

- | | | |
|--------------|-----------|--|
| YES
(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)	(X)



 (signature of chief executive officer of the utility) *



 (signature of chief financial officer of the utility) *

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.