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WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS688-05-AR

Arredondo Utility Company, Inc
d/b/a Aqua Utilities Florida, Inc.

EXACT LEGAL NAME OF RESPONDENT

549-W / 479-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2005

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

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March 2, 2006

Officers and Directors
Arredondo Utility Company, Inc.
d/b/a Aqua Utilities Florida, Inc.

We have compiled the 2005 Annual Report of Arredondo Utility Company, Inc. 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, Inc. 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

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FINANCIAL SECTION

REPORT OF

Arredondo Utility Company, Inc d/b/a Aqua Utilities Florida, Inc.

(Exact name of utility)

6960 Professional Parkway East	6960 Professional Parkway East
Sarasota, FL 34240-8432	Sarasota, FL 34240-8432
Mailing Address	Street Address

Telephone Number (941) 907-7400 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: 6960 Professional Parkway East #400
Sarasota, FL 34240-8432

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: Nance Guth	Regional Director of Accting	6960 Professional Parkway E #400 Sarasota FL 34240	
Person who prepared this report: Cronin, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd. Clearwater, FL.	
Officers and Managers: Nichollas DeBenedictis	Chairman	Bryn Mawr, PA	None
Richard D Hugus	President	Same	None
John M Lihvarcik	VP-Operations	Sarasota, FL	None
Roy H Stahl	VP-Secretary	Bryn Mawr, PA	None
Kathy Pape	VP-Treasurer	Same	None
James Chukinas	Controller	Same	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
Aqua Utilities, Inc	100%	762 W. Lancaster Ave Bryn Mawr PA 19010-3489	None

FINANCIAL SECTION

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 145,224	\$ 96,179		\$ 241,403
Commercial _____		3,787	3,658		7,445
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____		3,160			3,160
Total Gross Revenue _____		152,171	99,837	N/A	252,008
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	150,088	94,410		244,498
Depreciation Expense _____	F-5	15,841	8,142		23,983
CIAC Amortization Expense _____	F-8	(197)			(197)
Taxes Other Than Income _____	F-7	10,161	7,827	-	17,988
Income Taxes _____	F-7	(28,545)	-		(28,545)
Total Operating Expenses _____		147,348	110,379		257,727
Net Operating Income (Loss)		4,823	(10,542)	-	(5,719)
Other Income:					
Nonutility Income _____					-
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		332	331		663
Interest Expense _____		623	623		1,246
Extraord. Loss _____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ 3,868	\$ (11,496)	N/A	\$ (7,628)

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 791,782	\$ 690,563
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(455,681)	(431,700)
Net Utility Plant _____		336,101	258,863
Cash _____			
Customer Accounts Receivable (141) _____		57,841	52,882
Other Assets (Specify):			
Deferred Charges		3,204	4,197
Prepaid Expenses		360	2,194
Total Assets _____		\$ 397,506	\$ 318,136
LIABILITIES AND CAPITAL:			
Common Stock Issued (201) _____	F-6	\$ 500	\$ 500
Preferred Stock Issued (204) _____	F-6	-	-
Other Paid In Capital (211) _____		799,052	740,034
Retained Earnings (Deficit)(215) _____	F-6	(824,474)	(816,846)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		(24,922)	(76,312)
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		36	13,060
Notes Payable (232) _____			
Customer Deposits (235) _____		20,870	17,165
Accrued Taxes (236) _____	F-7	14,801	24,865
Other Liabilities (Specify):			
Accounts Payable - Assoc Co		402,535	332,769
Accrued Interest		422	385
Deferred Taxes		(19,707)	2,646
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	3,471	3,558
Total Liabilities and Capital _____		\$ 397,506	\$ 318,136

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 422,097	\$ 308,485	N/A	\$ 730,582
Construction Work In Progress (105) _____	2,144	59,056		61,200
Other (Specify) _____	-	-		-
_____				-
Total Utility Plant _____	\$ 424,241	\$ 367,541	N/A	\$ 791,782

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 242,885	\$ 188,815	N/A	\$ 431,700
Add Credits During Year:				
Accruals charged to depreciation account _____	15,841	8,142		23,983
Salvage _____				-
Other credits (specify) _____				-
_____				-
Total credits _____	15,841	8,142		23,983
Deduct Debits During Year:				
Book cost of plant retired _____	-	-		-
Cost of removal _____				-
Other debits (specify) _____				
Rounding _____		2		2
Total debits _____	-	2		2
Balance End of Year _____	\$ 258,726	\$ 196,955	N/A	\$ 455,681

UTILITY NAME:

Arredondo Utility Company, Inc d/b/a Aqua Utilities Florida, Inc.

YEAR OF REPORT
December 31, 2005

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_____		
Dividends declared per share for year_____	None	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year_____	N/A	\$ (816,846)
Charges during the year (specify):		
Current Year Loss_____	-	(7,628)

Balance end of year_____	\$	\$ (824,474)

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

TAX EXPENSE

(a)	WATER (b)	SEWER (c)	OTHER (d)	TOTAL (e)
Income Taxes:				
Federal income tax _____	\$ (24,669)	\$ -	N/A	\$ (24,669)
State income tax _____	(3,876)	-		(3,876)
Taxes Other Than Income:				
State ad valorem tax _____	-	-		
Local property tax _____	3,335	3,334		6,669
Regulatory assessment fee _____	6,826	4,493		11,319
Other (Specify):	-	-		
	-	-		
Total taxes accrued _____	\$ (18,384)	\$ 7,827		\$ (10,557)

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
Aqua Utilities	\$ 17,370	\$ 10,180	Management, accounting, labor, supervision
Aqua Pure	200	520	Testing
Harbor Branch	4,274	2,261	Testing
Severn-Trent Avatar	3,782	2,169	Billing
Home Depot	670	23	Materials & Supplies
Cronin Jackson Nixon Wilson	2,236	479	Regulatory accounting
Reno Plumbing	9,495	14,400	Repairs & Maintenance; disaster recovery
Southern Lawn	4,903	2,663	Disaster recovery
Davis Supply	1,111	2,584	Materials; chemicals

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:			
_____	110	-	110
3. Total _____	16,026		16,026
4. Deduct charges during year _____			-
5. Balance end of year _____	16,026		16,026
6. Less Accumulated Amortization _____	(12,555)		(12,555)
7. Net CIAC _____	\$ 3,471		\$ 3,471

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

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____		\$ -	\$ -

Sub-total _____		NONE	NONE
Report below all capacity charges, main extension charges and customer connections charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
Meter Fee	1	110	110

Total Credits During Year (Must agree with line # 2 above) _____			\$ 110
			\$ -

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 12,358	N/A	\$ 12,358
Add Debits During Year: _____	197	-	197
Rounding _____	-	-	
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 12,555	\$ -	\$ 12,555

**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_-----	\$ -	\$ -	\$ -	\$ -
302	Franchises_-----	-	-	-	-
303	Land and Land Rights_-----	2,960	-	-	2,960
304	Structure and Improvements_-----	35,279	15,314	-	50,593
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_-----	16,198	-	-	16,198
310	Power Generation Equipment_-----	30,068	-	-	30,068
311	Pumping Equipment_-----	42,077	-	-	42,077
320	Water Treatment Equipment_-----	26,898	-	-	26,898
330	Distribution Reservoirs and Standpipes_-----	50,803	-	-	50,803
331	Transmission and Distribution Mains_-----	83,636	8,687	-	92,323
333	Services_-----	23,448	-	-	23,448
334	Meters and Meter Installations_-----	64,174	2,463	-	66,637
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 Equipm_-----	608	-	-	608
344	Laboratory Equipment_-----	-	-	-	-
345	Power Operated Equipment_-----	-	-	-	-
346	Communication Equipment_-----	-	-	-	-
347	Miscellaneous Equipment_-----	-	-	-	-
348	Other Tangible Plant_-----	3,014	-	-	3,014
	Total Water Plant_-----	\$ 395,633	\$ 26,464	\$ -	\$ 422,097

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

UTILITY NAME: Arredondo Utility Company, Inc d/b/a Aqua Utilities Florida, Inc.

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	-	%	-	\$	-	-	\$
302	Franchises	-	%	-	-	-	-	-
304	Structure and Improvements	28	-	3.57	6,786	-	1,045	7,831
305	Collecting and Impounding Reservoirs	-	%	-	-	-	-	-
306	Lake, River and Other Intakes	-	%	-	-	-	-	-
307	Wells and Springs	27	-	3.70	9,519	-	-	9,519
308	Infiltration Galleries and Tunnels	-	%	-	-	-	-	-
309	Supply Mains	32	-	3.13	4,506	-	454	4,960
310	Power Generation Equipment	17	-	5.88	18,222	-	1,768	19,990
311	Pumping Equipment	17	-	5.88	8,407	-	2,219	10,626
320	Water Treatment Equipment	17	-	5.88	21,670	-	1,581	23,251
330	Distribution Reservoirs and Standpipes	30	-	3.33	27,153	-	1,692	28,845
331	Transmission and Distribution Mains	38	-	2.63	61,890	-	2,378	64,268
333	Services	35	-	2.86	16,018	-	671	16,689
334	Meters and Meter Installations	17	-	5.88	58,712	-	3,858	62,570
335	Hydrants	40	-	2.50	1,835	-	57	1,892
339	Other Plant and Miscellaneous Equipment	20	-	5.00	1,011	-	7	1,018
340	Office Furniture and Equipment	10	-	10.00	2,512	-	87	2,599
341	Transportation Equipment	5	-	20.00	1,046	-	-	1,046
342	Stores Equipment	-	%	-	-	-	-	-
343	Tools, Shop and Garage Equipment	10	-	10.00	584	-	24	608
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				\$ 242,885		\$ 15,841	\$ 258,726

* This amount should tie to Sheet F-5

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	\$ 19,844
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	534
604	Employee Pensions and Benefits _____	29,214
610	Purchased Water _____	
615	Purchased Power _____	8,094
616	Fuel for Power Production _____	
618	Chemicals _____	1,110
620	Materials and Supplies _____	268
630	Contractual Services:	
	Billing _____	3,782
	Operator and Management _____	58,350
	Testing _____	4,474
	Other _____	2,367
640	Rents _____	
650	Transportation Expense _____	6,601
655	Insurance Expense _____	2,869
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	13,477
675	Miscellaneous Expenses _____	(896)
	Total Water Operation and Maintenance Expense _____	\$ 150,088 *

* 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	526	528	528	
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):						
** D = Displacement C = Compound T = Turbine			Total	530	532	546

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	-	3,493	850	2,643	2,462
February	-	3,074	-	3,074	3,006
March	-	3,364	1,323	2,041	1,858
April	-	3,228	1,208	2,020	1,897
May	-	4,212	1,820	2,392	2,205
June	-	3,452	1,366	2,086	1,923
July	-	3,558	1,295	2,263	2,037
August	-	3,441	1,163	2,278	2,106
September	-	3,630	716	2,914	2,645
October	-	3,459	791	2,668	2,406
November	-	3,411	713	2,698	2,457
December	-	3,441	1,121	2,320	2,107
Total for year	N/A	41,763	12,366	29,397	27,109

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

UTILITY NAME: Arredondo Utility Company, Inc d/b/a Aqua Utilities Florida, Inc.

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**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ -	\$ -	\$ -	\$ -
352	Franchises	-	-	-	-
353	Land and Land Rights	7,232	-	-	7,232
354	Structure and Improvements	17,899	-	-	17,899
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	-	-	-	-
361	Collection Sewers - Gravity	81,199	-	-	81,199
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	21,644	27,960	-	49,604
380	Treatment and Disposal Equipment	101,444	-	-	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	44,132	-	-	44,132
396	Communication Equipment	-	-	-	-
397	Miscellaneous Equipment	-	-	-	-
398	Other Tangible Plant	1,557	-	-	1,557
	Total Sewer Plant	\$ 280,525	\$ 27,960	\$ -	\$ 308,485

* 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	-	%	%	-	-	-	-
352	Franchises	-	%	%	-	-	-	-
354	Structure and Improvements	27	%	3.70	12,649	-	662	13,311
355	Power Generation Equipment	-	%		-	-	-	-
360	Collection Sewers - Force	-	%		-	-	-	-
361	Collection Sewers - Gravity	40	%	2.50	63,168	1	2,031	65,198
362	Special Collecting Structures (Lift Stations)	-	%		-	-	-	-
363	Services to Customers	35	%	2.90	1,833	-	61	1,894
364	Flow Measuring Devices	5	%	20.00	635	-	-	635
365	Flow Measuring Installations	-	%		-	-	-	-
370	Receiving Wells (Lift Stations)	-	%		-	-	-	-
371	Pumping Equipment	40	%	2.50	4,961	1	600	5,560
380	Treatment and Disposal Equipment	15	%	6.70	101,444	-	-	101,444
381	Plant Sewers	-	%		-	-	-	-
382	Outfall Sewer Lines	-	%		-	-	-	-
389	Other Plant and Miscellaneous Equipment	15	%	6.70	663	-	-	663
390	Office Furniture and Equipment	10	%	10.00	1,193	-	64	1,257
391	Transportation Equipment	5	%	20.00	417	-	-	417
392	Stores Equipment	-	%		-	-	-	-
393	Tools, Shop and Garage Equipment	10	%	10.00	311	-	-	311
394	Laboratory Equipment	-	%		-	-	-	-
395	Power Operated Equipment	10	%	10.00	368	-	4,413	4,781
396	Communication Equipment	-	%		-	-	-	-
397	Miscellaneous Equipment	-	%		-	-	-	-
398	Other Tangible Plant	5	%	20.00	1,173	-	311	1,484
	Totals				188,815	2	8,142	196,955

* This amount should tie to Sheet F-5

Note: Amounts in Column (g) to correct rounding

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees _____	\$ 10,394
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	311
704	Employee Pensions and Benefits _____	5,222
710	Purchased Wastewater Treatment _____	
711	Sludge Removal Expense _____	28,316
715	Purchased Power _____	7,316
716	Fule for Power Production _____	
718	Chemicals _____	2,339
720	Materials and Supplies _____	269
730	Contractual Services:	
	Operator and Management _____	12,501
	Testing _____	2,781
	Other _____	18,821
740	Rents _____	
750	Transportation Expense _____	3,849
755	Insurance Expense _____	936
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	
775	Miscellaneous Expenses _____	1,355
	Total Wastewater Operation and Maintenance Expense _____	\$ 94,410 *

* 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	305	303	303
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			307	305	319

** 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 _____	318	_____	_____	_____	_____	_____	_____
Beginning of year _____	318	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	318	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____
Vacant MH lots _____	11	_____	_____	_____	_____	_____	_____

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	_____	_____

TREATMENT PLANT

Manufacturer_____	McNeill	_____	_____
Type_____	Contact Stabilization	_____	_____
"Steel" or "Concrete"_____	Concrete	_____	_____
Total Capacity_____	60,000 GPD	_____	_____
Average Daily Flow_____	31,773	_____	_____
Effluent Disposal_____	Percolation Ponds	_____	_____
Total Gallons of Wastewater Treated_____	11,597,000	_____	_____

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_____	975,000	None	975,000
February_____	765,000	_____	765,000
March_____	791,000	_____	791,000
April_____	667,000	_____	667,000
May_____	824,000	_____	824,000
June_____	869,000	_____	869,000
July_____	934,000	_____	934,000
August_____	860,000	_____	860,000
September_____	945,000	_____	945,000
October_____	1,382,000	_____	1,382,000
November_____	1,133,000	_____	1,133,000
December_____	1,452,000	_____	1,452,000
Total for year_____	11,597,000	_____	11,597,000

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.	<u>None</u>
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?	<u>No</u>
<u>N/A</u>	
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>N/A</u>
If so, what are the utility's plans to comply with the DEP?	<u>N/A</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>N/A</u>
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 #	<u>DO01-176465</u>

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:

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

CERTIFICATION OF ANNUAL REPORT

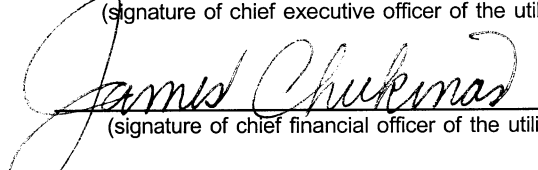
I HEREBY CERTIFY, to the best of my knowledge and belief:

- | | | |
|--------------|-----------|--|
| YES
(X) | NO
() | 1. The utility is in substantial compliance with the Uniform System Of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code. |
| YES
(X) | NO
() | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
(X) | NO
() | 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility. |
| YES
(X) | NO
() | 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents. |

ITEMS CERTIFIED			
1.	2.	3.	4.
()	()	()	()

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.

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

Company: Arredondo Utility Company, Inc. d/b/a Aqua Utilities Florida, Inc.

For the Year Ended December 31, 2005

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 145,224	\$ 145,224	\$ -
Commercial	3,787	3,787	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	3,160	3,160	-
Total Water Operating Revenue	\$ 152,171	\$ 152,171	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 152,171	\$ 152,171	\$ -

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: Arredondo Utility Company, Inc. d/b/a Aqua Utilities Florida, Inc.

For the Year Ended December 31, 2005

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 96,179	\$ 96,179	\$ -
Commercial	3,658	3,658	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
Total Wastewater Operating Revenue	\$ 99,837	\$ 99,837	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 99,837	\$ 99,837	\$ -

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).