

OFFICIAL COPY

CLASS "C" DIVISION OF WATER AND SEWER

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

WS719-03-AR
C.F.A.T. H2O, Inc.
P. O. Box 5220
Ocala, FL 34478-5220

WS719

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

State of Florida
Department of
Economic Regulation
04/03/03 PM 3:32

Collier & Company, P.A.

Certified Public Accountants

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Ocala, Florida 34470

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Daniel J. Collier, C.P.A.

John G. Collier, C.P.A.

January 20, 2004

To the Board of Directors:
CFAT H2O, Inc.

We have compiled the 2003 Annual Report of CFAT H2O, Inc. in the accompanying prescribed form, in accordance with the Statements on 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 company's management. We have not audited or reviewed the prescribed form referred to above and, accordingly, do not express an opinion or any other form of assurance on it.

This report is presented in accordance 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.

Collier & Company, P.A.

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FINANCIAL SECTION

REPORT OF

(EXACT NAME OF UTILITY)

CFAT H2O, INC.
P.O. BOX 5220 OCALA, FL 34478-5220 | 1410 NE 8TH AVENUE OCALA, FL MARION
Mailing Address | Street Address | County

Telephone Number 352-622-4949 | Date Utility First Organized 10/28/93

Fax Number 352-732-4366 | E-mail Address CHARLIE@ALTERNATIVEPHONE.COM

Sunshine State One-Call of Florida, Inc. Member No. MIR598

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: _____

Name of subdivisions where services are provided: _____

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: CHARLES DEMENZES	MANAGER	P.O. BOX 5220 OCALA, FL 34478	
Person who prepared this report: DANIEL J. COLLIER P.A.	CPA	1111 NE 25TH AVE. #204 OCALA FL 34470	
Officers and Managers: RONALD CHASE	PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	\$
JOHN FANNON	VICE PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	\$

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
RONALD CHASE	52%	P.O. BOX 5220 OCALA, FL 34478	\$
JOHN FANNON	24%	P.O. BOX 5220 OCALA, FL 34478	\$
CHARLES DEMENZES	24%	P.O. BOX 5220 OCALA, FL 34478	\$

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2003

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 39,745	\$ 85,551	\$ _____	\$ 125,296
Commercial_____		_____	_____	_____	0
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other TURN ON/OFF		_____	_____	_____	0
Total Gross Revenue		\$ 39,745	\$ 85,551	\$ _____	\$ 125,296
Operation Expense (Must tie to pages W-3 and S-3)	W-3				
	S-3	\$ 36,537	\$ 74,062	\$ _____	\$ 110,599
Depreciation Expense_____	F-5	5,134	11,850	_____	16,984
CIAC Amortization Expense_____	F-8	(4,024)	(10,931)	_____	(14,955)
Taxes Other Than Income_____		3,026	5,359	_____	8,385
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 40,673	80,340	_____	\$ 121,013
Net Operating Income (Loss)		\$ (928)	\$ 5,211	\$ _____	\$ 4,283
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ 0
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		(1,139)	(1,262)	_____	(2,401)
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ (2,067)	\$ 3,949	\$ 0	\$ 1,882

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 488,656	\$ 484,488
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>133,770</u>	<u>116,786</u>
Net Utility Plant -----		\$ 354,886	\$ 367,702
Cash -----		1,187	6,109
Customer Accounts Receivable (141) -----		<u>3,638</u>	<u>4,455</u>
Other Assets (Specify): -----		<u>2,040</u>	<u>2,040</u>
UTILITY DEPOSIT		<u>4,250</u>	<u>4,250</u>
PLANT HELD FOR FUTURE USE		<u>88,050</u>	<u>91,451</u>
ACQUISITION ADJUSTMENT, NET		<u> </u>	<u> </u>
Total Assets -----		\$ <u>454,051</u>	\$ <u>476,007</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	<u>100</u>	<u>100</u>
Preferred Stock Issued (204) -----	F-6	<u>127,583</u>	<u>127,583</u>
Other Paid in Capital (211) -----		<u>(7,906)</u>	<u>(9,788)</u>
Retained Earnings (215) -----	F-6	<u> </u>	<u> </u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6	<u> </u>	<u> </u>
Total Capital -----		\$ <u>119,777</u>	\$ <u>117,895</u>
Long Term Debt (224) -----	F-6	\$ <u>24,147</u>	\$ <u>40,660</u>
Accounts Payable (231) -----		<u> </u>	<u> </u>
Notes Payable (232) -----		<u> </u>	<u> </u>
Customer Deposits (235) -----		<u>14,470</u>	<u>14,102</u>
Accrued Taxes (236) -----		<u>5,638</u>	<u>5,376</u>
Other Liabilities (Specify) -----		<u> </u>	<u> </u>
MANAGEMENT FEE PAYABLE		<u>7,000</u>	<u>0</u>
Advances for Construction -----		<u> </u>	<u> </u>
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>283,019</u>	<u>297,974</u>
Total Liabilities and Capital -----		\$ <u>454,051</u>	\$ <u>476,007</u>

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2003

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 164,673	\$ 323,983	\$ _____	\$ 488,656
Construction Work in -----	_____	_____	_____	_____
Other (Specify) _____ _____ _____	_____	_____	_____	_____
Total Utility Plant _____	\$ 164,673	\$ 323,983	\$ _____	\$ 488,656

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 44,291	\$ 72,495	\$ _____	\$ 116,786
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ 5,134	\$ 11,850	\$ _____	\$ 16,984
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____ _____	_____	_____	_____	_____
Total Credits _____	\$ 5,134	\$ 11,850	\$ _____	\$ 16,984
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____ _____	_____	_____	_____	_____
Total Debits _____	\$ 0	\$ 0	\$ _____	\$ 0
Balance End of Year _____	\$ 49,425	\$ 84,345	\$ _____	\$ 133,770

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	N/A
Shares authorized _____	1000	
Shares issued and outstanding _____	100	
Total par value of stock issued _____	100	
Dividends declared per share for year _____		

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ N/A	\$ (9,788)
Changes during the year (Specify): LESS CURRENT YEAR PROFIT (LOSS) _____		1,882

Balance end of year _____	\$ _____	\$ (7,906)

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ N/A	\$ _____
Changes during the year (Specify): _____		

Balance end of year _____	\$ _____	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
STOCKHOLDER LOANS _____	VAR.	DEMAND	\$ 10,634
UNION PLANTERS BANK _____	9.00%	MO	13,513

Total _____			\$ 24,147

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

TAXES ACCRUED (236)

(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 _____	_____	_____	_____	_____
Regulatory assessment fee _____	1763	3613	_____	5376
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Taxes Accrued _____	\$ 1763	\$ 3613	\$ _____	\$ 5376

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
MIRA INTERNATIONAL, INC.	\$ 15,542	\$ 25,607	MANAGEMENT & MAINTENANCE
AQUA PURE	\$ 7,415	5,287	PLANT OPERATION & TESTING
DANIEL J. COLLIER P.A	\$ 352	828	ACCOUNTING FEES
RSC DEVELOPMENT	\$ 9,828	12,012	ADMINSTRATION
TAM REALTY	\$ 4,536	5,544	ADMINSTRATION
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 113,786	\$ 262,882	\$ 376,668
2) Add credits during year - CIAC RECEIVED	\$ 0	\$	\$ 0
3) Total _____	113,786	262,882	376,668
4) Deduct charges during the year _____			
5) Balance end of year _____	113,786	262,882	376,668
6) Less Accumulated Amortization _____	31,894	61,755	93,649
7) Net CIAC _____	\$ 81,892	\$ 201,127	\$ 283,019

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 _____		\$ 0	\$ 0
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.) _____			\$ 0

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ 27,870	\$ 50,824	\$ 78,694
Add Credits During Year: _____			
Deduct Debits During Year: _____	4,024	10,931	14,955
Balance End of Year (Must agree with line #6 above.)	\$ 31,894	\$ 61,755	\$ 93,649

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

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

SCHEDULE "A"

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

NO AFUDC WAS CHARGED THIS YEAR THUS N/A

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	\$ _____	100.00 %		_____ %

(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: _____

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

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

NO AFUDC WAS CHARGED THIS YEAR THUS N/A

Class of Capital (a)	Per Book Balance (b)	Non-utility Adjustments (c)	Non-juris. Adjustments (d)	Other (1) Adjustments (e)	Capital Structure Used for AFUDC Calculation (f)
Common Equity	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Preferred Stock	_____	_____	_____	_____	_____
Long Term Debt	_____	_____	_____	_____	_____
Customer Deposits	_____	_____	_____	_____	_____
Tax Credits-Zero Cost	_____	_____	_____	_____	_____
Tax Credits-Weighted Cost of Capital	_____	_____	_____	_____	_____
Deferred Income Taxes	_____	_____	_____	_____	_____
Other (Explain)	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

(1) Explain below all adjustments made in Column (e):

**WATER
OPERATING
SECTION**

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31. 2003

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization_____	\$ 2,500	\$ _____	\$ _____	\$ 2,500
302	Franchises_____	1,062	_____	_____	1,062
303	Land and Land Rights_____	19,500	_____	_____	19,500
304	Structures and Improvements_____	_____	_____	_____	_____
305	Collecting and Impounding Reservoirs_____	_____	_____	_____	_____
306	Lake, River and Other Intakes_____	_____	_____	_____	_____
307	Wells and Springs_____	16,051	1,831	_____	17,882
308	Infiltration Galleries and Tunnels_____	_____	_____	_____	_____
309	Supply Mains_____	_____	_____	_____	_____
310	Power Generation Equipment_____	8,626	1,179	_____	9,805
311	Pumping Equipment_____	4,432	_____	_____	4,432
320	Water Treatment Equipment_____	220	_____	_____	220
330	Distribution Reservoirs and Standpipes_____	13,954	_____	_____	13,954
331	Transmission and Distribution Lines_____	60,695	_____	_____	60,695
333	Services_____	15,635	_____	_____	15,635
334	Meters and Meter Installations_____	18,781	_____	_____	18,781
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_____	207	_____	_____	207
344	Laboratory Equipment_____	_____	_____	_____	_____
345	Power Operated Equipment_____	_____	_____	_____	_____
346	Communication Equipment_____	_____	_____	_____	_____
347	Miscellaneous Equipment_____	_____	_____	_____	_____
348	Other Tangible Plant_____	_____	_____	_____	_____
	Total Water Plant_____	\$ 161,663	\$ 3,010	\$ _____	\$ 164,673

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		%					
301	1993 Rate Case Expense	5		20.00%	2,500		36	2,500
302	Franchises	29		3.45%	308		656	344
307	Wells and Springs	27		3.70%	3,316			3,972
308	Infiltration Galleries & Tunnels		%					
309	Supply Mains		%					
310	Power Generating Equipment	15		6.67%	3,016		588	3,604
311	Pumping Equipment	15		6.67%	1,391		295	1,686
320	Water Treatment Equipment	11		9.09%	206		14	220
330	Distribution Reservoirs & Standpipes		%					
331	Trans. & Dist. Mains	30		3.33%	6,947		465	7,412
333	Services	40		2.50%	17,800		1,517	19,317
334	Meter & Meter Installations	35		2.86%	5,797		446	6,243
335	Hydrants	17		5.88%	4,568		1,104	5,672
336	Backflow Prevention Devices		%					
339	Other Plant and Miscellaneous Equipment	20		5.00%	(1,655)			(1,655)
340	Office Furniture and Equipment	6		16.67%				0
341	Transportation Equipment	5		20.00%				0
342	Stores Equipment		%					
343	Tools, Shop and Garage Equipment	15		6.67%	97		13	110
344	Laboratory Equipment		%					
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant		%					
	Totals				\$ 44,291	\$ 0	\$ 5,134	\$ 49,425 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ _____
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____
604	Employee Pensions and Benefits_____	_____
610	Purchased Water_____	_____
615	Purchased Power_____	1,302
616	Fuel for Power Production_____	_____
618	Chemicals_____	614
620	Materials and Supplies_____	_____
630	Contractual Services:	
	Billing_____	20,906
	Professional_____	1,261
	Testing_____	1,415
	Other_____	6,150
640	Rents_____	_____
650	Transportation Expense_____	_____
655	Insurance Expense_____	_____
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
670	Bad Debt Expense_____	_____
675	Miscellaneous Expenses - REPAIRS & MAINTENANCE & AMORT. OF ACQ. ADJ_____	4,889
	Total Water Operation And Maintenance Expense_____	\$ 36,537 *

* 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			221	222	222
5/8"	D	1.0	_____	_____	_____
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	_____	_____	_____
3"	D	15.0	_____	_____	_____
3"	C	16.0	_____	_____	_____
3"	T	17.5	_____	_____	_____
Unmetered Customers Other (Specify)	_____	_____	_____	_____	_____
** D = Displacement C = Compound T = Turbine			Total	222	222

PUMPING AND PURCHASED WATER STATISTICS

	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
(a)	(b)	(c)	(d)	(e)	(f)
January_____	NONE_____	730	12	718	718
February_____	_____	638	1	637	637
March_____	_____	690	11	679	679
April_____	_____	762	3	759	759
May_____	_____	739	112	627	627
June_____	_____	670	7	663	663
July_____	_____	621	26	595	595
August_____	_____	679	76	603	603
September_____	_____	697	14	683	683
October_____	_____	640	6	634	634
November_____	_____	700	12	688	688
December_____	_____	801	3	798	798
Total for Year_____	_____	8,367	283	8,084	8,084

If water is purchased for resale, indicate the following:

Vendor NA
 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
PVC	4"	4210	_____	_____	4210
PVC	6"	4270	_____	_____	4270
PVC	8"	13360	_____	_____	13360
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	1989	_____	_____	_____
Types of Well Construction and Casing_____	STEEL GROUTED	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells_____	160'	_____	_____	_____
Diameters of Wells_____	8"	_____	_____	_____
Pump - GPM_____	250	_____	_____	_____
Motor - HP_____	20	_____	_____	_____
Motor Type * _____	_____	_____	_____	_____
Yields of Wells in GPD_____	1000	_____	_____	_____
Auxiliary Power_____	PROPANE GEN.	_____	_____	_____
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	STEEL	_____	_____	_____
Capacity of Tank_____	20,000	_____	_____	_____
Ground or Elevated_____	GROUND	_____	_____	_____

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors				
Manufacturer_____	NA	_____	_____	_____
Type_____	_____	_____	_____	_____
Rated Horsepower_____	_____	_____	_____	_____
Pumps				
Manufacturer_____	_____	_____	_____	_____
Type_____	_____	_____	_____	_____
Capacity in GPM_____	_____	_____	_____	_____
Average Number of Hours Operated Per Day_____	_____	_____	_____	_____
Auxiliary Power_____	_____	_____	_____	_____

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day_____	100,000	_____	_____
Type of Source_____	WELL	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type_____	LIQUID CHLORINATED	_____	_____
Make_____	VT 100	_____	_____
Permitted Capacity (GPD)_____	100,000	_____	_____
High service pumping	NA	_____	_____
Gallons per minute_____	NA	_____	_____
Reverse Osmosis_____	NA	_____	_____
Lime Treatment		_____	_____
Unit Rating_____	NA	_____	_____
Filtration		_____	_____
Pressure Sq. Ft._____	NA	_____	_____
Gravity GPD/Sq.Ft._____		_____	_____
Disinfection		_____	_____
Chlorinator_____	YES	_____	_____
Ozone_____	NA	_____	_____
Other_____	NA	_____	_____
Auxiliary Power_____	YES	_____	_____

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2003

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. 63
- 2. Maximum number of ERCs * which can be served. 286
- 3. Present system connection capacity (in ERCs *) using existing lines. 286
- 4. Future connection capacity (in ERCs *) upon service area buildout. 350
- 5. Estimated annual increase in ERCs *. 10
- 6. Is the utility required to have fire flow capacity?
If so, how much capacity is required? NO
- 7. Attach a description of the fire fighting facilities. NA
- 8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.
NA
- 9. When did the company last file a capacity analysis report with the DEP? NA
- 10. If the present system does not meet the requirements of DEP rules, submit the following:
NA
 - 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 # 3424620
- 12. Water Management District Consumptive Use Permit # 2-83-0220AN
 - a. Is the system in compliance with the requirements of the CUP? YES
 - b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on one of the following methods:
(a) If actual flow data are available from the preceding 12 months:
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000/365 days/350 gallons per day).

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
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WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ 2,500	\$ _____	\$ _____	\$ 2,500
352	Franchises_____	2,062	_____	_____	2,062
353	Land and Land Rights_____	39,000	_____	_____	39,000
354	Structures and Improvements_____	10,166	_____	_____	10,166
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	81,058	_____	_____	81,058
361	Collection Sewers - Gravity_____	45,657	_____	_____	45,657
362	Special Collecting Structures_____	15,000	_____	_____	15,000
363	Services to Customers_____	8,500	_____	_____	8,500
364	Flow Measuring Devices_____	90	_____	_____	90
365	Flow Measuring Installations_____	5,610	_____	_____	5,610
370	Receiving Wells_____	96,342	1,158	_____	97,500
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	16,840	_____	_____	16,840
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_____	_____	_____	_____	_____
	Total Wastewater Plant_____	\$ 322,825	\$ 1,158	\$ _____	\$ 323,983 *

* This amount should tie to sheet F-5.

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
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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	27	%	3.70%	\$ 1,868		376	\$ 2,244
351	Organizational	5		20.00%	2,500			2,500
352	Franchises	3		33.33%	2,061			2,061
355	Power Generation Equipment	27	%	3.70%	10,445		3,002	13,447
360	Collection Sewers - Force	40	%	2.50%	16,904		1,141	18,045
361	Collection Sewers - Gravity	35	%	2.86%	6,855		428	7,283
362	Special Collecting Structures	35	%	2.86%	3,879		242	4,121
363	Services to Customers	5	%	20.00%	90			90
364	Flow Measuring Devices	35	%	2.86%	2,527		160	2,687
365	Flow Measuring Installations	18	%	5.56%	16,609		5,379	21,988
370	Receiving Wells							
371	Pumping Equipment							
380	Treatment and Disposal Equipment	15	%	6.67%	8,757		1,122	9,879
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				\$ 72,495	\$ 0	\$ 11,850	\$ 84,345 *

* This amount should tie to Sheet F-5.

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2003

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees_____	\$ _____
703	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____
704	Employee Pensions and Benefits_____	_____
710	Purchased Wastewater Treatment_____	_____
711	Sludge Removal Expense_____	5,822
715	Purchased Power_____	7,412
716	Fuel for Power Production_____	_____
718	Chemicals_____	970
720	Materials and Supplies_____	_____
730	Contractual Services:	52,163
	Billing_____	828
	Professional _____	0
	Testing_____	5,287
	Other_____	_____
740	Rents_____	_____
750	Transportation Expense_____	_____
755	Insurance Expense_____	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
770	Bad Debt Expense_____	1,580
775	Miscellaneous Expenses - REPAIRS AND MAINTENANCE & AMORT OF ACQ. ADJ.	_____
	Total Wastewater Operation And Maintenance Expense_____	\$ 74,062 *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers Start of Year (d)	End of Year (e)	Total Number of Equivalent Customers (c x e) (f)
Residential Service	D	1.0	_____	_____	_____
All meter sizes			_____	_____	_____
General Service			220	221	221
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	_____	_____	_____
3"	D	15.0	_____	_____	_____
3"	C	16.0	_____	_____	_____
3"	T	17.5	_____	_____	_____
Unmetered Customers Other (Specify)	d"	18	1	1	18
Total			221	222	239

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift Station Number _____	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>	_____
Make or Type and nameplate data on pump _____	<u>STA-RITE</u>	<u>STA-RITE</u>	_____	_____	_____	_____
Year installed _____	<u>1990</u>	<u>1990</u>	_____	_____	_____	_____
Rated capacity _____	<u>100 GPM</u>	<u>100 GPM</u>	_____	_____	_____	_____
Size _____	<u>4"</u>	<u>4"</u>	_____	_____	_____	_____
Power:						
Electric _____	<u>ELECTRIC</u>	<u>ELECTRIC</u>	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	<u>2.8 HP</u> <u>12.6 AMP</u>	<u>2.8 HP</u> <u>12.6 AMP</u>	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	<u>4"</u>	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	<u>PVC</u>	_____	_____	_____	_____	_____
Average length _____	<u>30'</u>	_____	_____	_____	_____	_____
Number of active service connections _____	<u>120</u>	_____	_____	_____	_____	_____
Beginning of year _____	<u>120</u>	_____	_____	_____	_____	_____
Added during year _____	<u>0</u>	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____
End of year _____	<u>120</u>	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	<u>N/A</u>	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	<u>8"</u>	<u>6"</u>	_____	_____	<u>4"</u>	_____	_____	_____
Type of main _____	<u>PVC</u>	<u>PVC</u>	_____	_____	<u>PVC</u>	_____	_____	_____
Length of main (nearest foot) _____	<u>9287</u>	<u>803</u>	_____	_____	<u>3912</u>	_____	_____	_____
Beginning of year _____	<u>9287</u>	<u>803</u>	_____	_____	<u>3912</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	<u>9287</u>	<u>803</u>	_____	_____	<u>3912</u>	_____	_____	_____

MANHOLES

Size (inches) _____	<u>48"</u>	_____	_____
Type of Manhole _____	<u>CONCRETE</u>	_____	_____
Number of Manholes:			
Beginning of year _____	<u>22</u>	_____	_____
Added during year _____	_____	_____	_____
Retired during year _____	_____	_____	_____
End of Year _____	<u>22</u>	_____	_____

UTILITY NAME: CFAT H2O, INC.

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TREATMENT PLANT

Manufacturer_____	MARLOF	_____	_____
Type_____	CONCRETE	_____	_____
"Steel" or "Concrete"_____	CONCRETE	_____	_____
Total Permitted Capacity_____	125,000 GPD	_____	_____
Average Daily Flow_____	20000	_____	_____
Method of Effluent Disposal_____	SPRAYFIELD	_____	_____
Permitted Capacity of Disposal_____	125,000 GPD	_____	_____
Total Gallons of Wastewater treated_____	10,623,000 GPY	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer_____	N/A	_____	_____	_____	_____	_____
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_____	924	_____	924
February_____	821	_____	821
March_____	803	_____	803
April_____	923	_____	923
May_____	889	_____	889
June_____	1,011	_____	1,011
July_____	889	_____	889
August_____	885	_____	885
September_____	902	_____	902
October_____	889	_____	889
November_____	901	_____	901
December_____	786	_____	786
Total for year_____	10,623	_____	10,623

If Wastewater Treatment is purchased, indicate the vendor: _____ N/A _____

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
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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. _____ 104
2. Maximum number of ERCs* which can be served. _____ 446
3. Present system connection capacity (in ERCs*) using existing lines. _____ 446
4. Future connection capacity (in ERCs*) upon service area buildout. _____ 500
5. Estimated annual increase in ERCs*. _____ 10
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system
installation of surge tank and upgrade spray field.

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. _____ NA
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? _____ NO
If so, when? _____
9. Has the utility been required by the DEP or water management district to implement reuse? _____ NO
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? _____ NA
11. If the present system does not meet the requirements of DEP rules, submit the following:
NA
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 # _____ 3042P01551

* An ERC is determined based on one of the following methods:
(a) If actual flow data are available from the preceding 12 months:
Divide the total annual single family residence (SFR) gallons sold by the average number of single family
residents (SFR) gallons sold by the average number of single family residence customers for the same
period and divide the result by 365 days.
(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000/365 days/280 gallons per day).

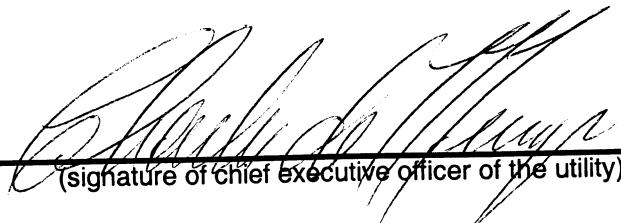
CERTIFICATION OF ANNUAL REPORT

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

- YES 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.
- 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) *

1. 2. 3. 4.

N/A

 (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.