

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

(Gross Revenue of Less Than \$150,000 Each)

ANNUAL REPORT

OF

VILLAGE WATER, LTD.

Exact Legal Name of Respondent

585-W 503-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



OFFICIAL COPY
DIVISION OF
WATER AND WASTEWATER
Do Not Remove from this Report

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1997

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 (AFUDC) - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes 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 utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

CONSTRUCTION WORK IN PROGRESS (CWIP) - This account shall include the cost of water or wastewater plant in process of construction, but not yet ready for services. (USOA)

DEPRECIATION - The loss in 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 the 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

REPORT OF

VILLAGE WATER, LTD.
(EXACT NAME OF UTILITY)

P. O. BOX 2211
LAKELAND, FL 33806
Mailing Address

P. O. BOX 2211
LAKELAND, FL 33806 **POLK**
Street Address County

Telephone Number

(941)665-8242

Date Utility First Organized

1972

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:

4800 MAINE AVENUE, LAKELAND, FL 33801

Name of subdivisions where services are provided:
PARK, MUSTANG VILLAGE INDUSTRIAL PARK, RUTHVEN INDUSTRIAL SITE, SADDLE CREEK VILLAGE SUB-DIVISION, SANDY BRIDGE INDUSTRIAL PARK

DAWN HEIGHTS MOBILE HOME PARK, G-M INDUSTRIAL

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: JERARD A. KENT	PARTNER	P. O. BOX 2211 LAKELAND, FL 33806	
Person who prepared this report: LINDA CAPP	CPA	4953 SOUTHFORK DR LAKELAND, FL 33813	
Officers and Managers: JERARD KENT SHIRLEY KENT	PARTNER PARTNER	P. O. BOX 2211 LAKELAND, FL 33806	\$ 0 \$ 0 \$ \$

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
JERARD KENT	49.5	P. O. BOX 2211 LAKELAND, FL 33806	\$ 0
SHIRLEY KENT	49.5	LAKELAND, FL 33806	\$ 0
VILLAGE INDUSTRIAL UTILITIES, INC.	1	2905 JACQUE LEE LN LAKELAND, FL 33806	\$ 0 \$ \$ \$

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 44,522	\$	\$	\$ 44,522
Commercial_____		60,326	110,465		170,791
Industrial_____					
Multiple Family_____					
Guaranteed Revenues_____					
Other (Specify) TAP FEES				4,150	4,150
Late and reconnect fees		2,024			2,024
Fire hydrant		2,500			2,500
Miscellaneous				373	373
Returned check fees				240	240
Total Gross Revenue_____		\$ 109,372	\$ 110,465	\$ 4,763	\$ 224,600
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 111,015	\$ 60,059	\$	\$ 171,074
Depreciation Expense_____	F-5	8,705	12,893		21,598
CIAC Amortization Expense_____	F-8				
Taxes Other Than Income_____	F-7				
Income Taxes_____	F-7				
Total Operating Expense		\$ 119,720	72,952		\$ 192,672
Net Operating Income (Loss)		\$ (10,348)	\$ 37,513	\$ 4,763	\$ 31,928
Other Income:					
Nonutility Income_____		\$	\$	\$	\$
Investment income				876	876
Prior period adjustment_____				13,932	13,932
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$	\$	\$	\$
Interest Expense_____				916	916
Net Income (Loss)		\$ (10,348)	\$ 37,513	\$ 18,655	\$ 45,820

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 179,955	\$ 246,022
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-3	<u>(89,688)</u>	<u>(114,882)</u>
Net Utility Plant _____		\$ 90,267	\$ 131,140
Cash _____		39,182	1,623
Customer Accounts Receivable (141) _____		1,432	1,351
Other Assets (Specify): Investments		8,100	6,304
Deposit		410	50
Total Assets _____		\$ 139,391	\$ 140,468
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6		
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____			
Retained Earnings (215) _____	F-6		
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6	<u>2,364</u>	<u>(39,357)</u>
Total Capital _____		\$ <u>2,364</u>	\$ <u>(39,357)</u>
Long Term Debt (224) _____	F-6	\$ 9,898	\$ 14,129
Accounts Payable (231) _____		4,038	13,157
Notes Payable (232) _____			
Customer Deposits (235) _____		7,000	6,125
Accrued Taxes (236) _____		7,364	
Other Liabilities (Specify)			
Due to affiliate		94,795	66,588
Deferred revenue		13,932	63,000
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8		<u>16,826</u>
Total Liabilities and Capital _____		\$ 139,391	\$ 140,468

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)_____	\$ 52,088	\$ 127,867	\$	\$ 179,955
Construction Work in Progress (105)_____				
Other (Specify) _____				

Total Utility Plant _____	\$ 52,088	\$ 127,867	\$	\$ 179,955

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

Account 108	Water	Wastewater	A/D & CIAC AM. Other Than Reporting Systems	Total
Balance First of Year_____	\$ 29,920	\$ 84,962	\$	\$ 114,882
Add Credits During Year:				
Accruals charged to depreciation account_____	\$ 8,705	\$ 12,893	\$	\$ 21,598
Scvlage_____				
Other Credits (specify)_____				

Total Credits _____	\$ 8,705	\$ 12,893	\$	\$ 21,598
Deduct Debits During Year:				
Book cost of plant retired_____	\$ 9,463	\$ 37,329	\$	\$ 46,792
Cost of removal_____				
Other debits (specify)_____				

Total Debits _____	\$ 9,463	\$ 37,329	\$	\$ 46,792
Balance End of Year_____	\$ 29,162	\$ 60,526	\$ 0	\$ 89,688

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____		
Shares authorized _____		
Shares issued and outstanding _____		
Total par value of stock issued _____		
Dividends declared per share for year _____		

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ _____
Changes during the year (Specify): _____		
Balance end of year _____	\$ _____	\$ _____

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ _____	\$ (39,357)
Changes during the year (Specify):		
Net income		45,820
Drawings		(4,099)
Balance end of year _____	\$ _____	\$ 2,364

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity):	Interest Rate	# of Pymts	Principal per Balance Sheet Date
Note payable to bank - matures January 2000	7.5	429	\$ 9,897
Total _____			\$ 9,897

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
1. Balance first of year	\$ 0	\$ 0	\$	\$ 0
Add Accruals charged:				
State ad valorem tax	\$ 0	\$ 0	\$	\$ 0
Local property tax	186	187		373
Federal income tax	0	0		0
State income tax	0	0		0
Regulatory assessment fee	5,791	5,791		11,582
Other (Specify)	0	0		0
Sales tax	343	343		686
State annual report	223	223		446
				0
Occupational license	13	12		25
Miscellaneous	208	208		416
2. Total Taxes Accrued	\$ 6,764	\$ 6,764	\$	\$ 13,528
Deduct Taxes Paid:				
State ad valorem tax	\$ 0	\$ 0	\$	\$ 0
Local property tax	186	187		373
Federal income tax	0	0		0
State income tax	0	0		0
Regulatory assessment fee	2,109	2,109		4,218
Other (Specify)	0	0		0
Sales tax	343	343		686
State annual report	223	223		446
				0
Occupational license	13	12		25
Miscellaneous	208	208		416
3. Total Taxes Paid	\$ 3,082	\$ 3,082	\$	\$ 6,164
4. Balance end of year (1 + 2 - 3 = 4)	\$ 3,682	\$ 3,682	\$	\$ 7,364

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside 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
Various employees of Kent Oil Company, Inc.	\$ 14,710	\$ 14,710	Bookkeeping, meter reading, repairs and maintenance, billing and banking
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 874	\$ 15,952	\$ 16,826
2) Add credits during year _____			0
3) Total _____			
4) Deduct charges during the year _____	(874)	(15,952)	(16,826)
5) Balance end of year _____			0
6) Less Accumulated Amortization _____			
7) Net CIAC _____	\$ 0	\$ 0	\$ 0

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

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
Sub-total _____		\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
		\$ _____	\$ _____
Total Credits During Year (Must agree with line # 2 above.) _____		\$ _____	\$ _____

ACCUMULATED AMORTIZATION OF CIAC

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

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

UTILITY NAME Village Water, Ltd.

YEAR OF REPORT DECEMBER 31 1997

SCHEDULE "A"

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

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

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

UTILITY NAME Village Water, Ltd.

YEAR OF REPORT
DECEMBER 31, 1997

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

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 Calculatio (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**

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
302	Franchises_____	1,583			1,583
303	Land and Land Rights_____				
304	Structures and Improvements_____				
305	Collecting and Impounding Reservoirs_____				
306	Lake, River and Other Intakes_____				
307	Wells and Springs_____	3,000			3,000
308	Infiltration Galleries and Tunnels_____				
309	Supply Mains_____				
310	Power Generation Equipment_____				
311	Pumping Equipment_____				
320	Water Treatment Equipment_____				
330	Distribution Reservoirs and Standpipes_____				
331	Transmission and Distribution Lines_____	17,166			17,166
333	Services_____	2,327			2,327
334	Meters and Meter Installations_____	3,681			3,681
335	Hydrants_____				
339	Other Plant and Miscellaneous Equipment_____	2,935			2,935
340	Office Furniture and Equipment_____	2,020	1,162	1,070	2,112
341	Transportation Equipment_____	21,271	6,406	8,393	19,284
342	Stores Equipment_____				
343	Tools, Shop and Garage Equipment_____				
344	Laboratory Equipment_____				
345	Power Operated Equipment_____				
346	Communication Equipment_____				
347	Miscellaneous Equipment_____				
348	Other Tangible Plant_____				
	Total Water Plant_____	\$ 53,983	\$ 7,568	\$ 9,463	\$ 52,088

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
304	Structures and Improvements			%	\$	\$	\$	\$
305	Collecting and Impounding Reservoirs			%				
306	Lake, River and Other Intakes			%				
307	Wells and Springs	15	0	15 yr MACRS	2,026		177	2,203
308	Infiltration Galleries & Tunnels			%				
309	Supply Mains			%				
310	Power Generating Equipment			%				
311	Pumping Equipment			%				
320	Water Treatment Equipment			%				
330	Distribution Reservoirs & Standpipes			%				
331	Trans. & Dist. Mains	20	0	20 yr MACRS	9,048		766	9,814
333	Services	20	0	20 yr MACRS	1,226		104	1,330
334	Meter & Meter installations	20	0	20 yr MACRS	1,105		208	1,313
335	Hydrants			%				
339	Other Plant and Miscellaneous Equipment	7	0	7 yr MACRS	959		547	1,506
340	Office Furniture and Equipment	5	0	5 yr MACRS	1,891	1,070	1,247	2,068
341	Transportation Equipment	5	0	5 yr MACRS	13,665	8,393	5,656	10,928
342	Stores Equipment			%				
343	Tools, Shop and Garage Equipment			%				
344	Laboratory Equipment			%				
345	Power Operated Equipment			%				
346	Communication Equipment			%				
347	Miscellaneous Equipment			%				
348	Other Tangible Plant			%				
	Totals				\$ 29,920	\$ 9,463	\$ 8,705	\$ 29,162 *

* 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	62,823
610	Purchased Water	
615	Purchased Power	
616	Fuel for Power Production	
618	Chemicals	65
620	Materials and Supplies	
630	Contractual Services:	14,710
	Operator and Management	
	Testing	11,563
	Other	6,000
640	Rents	159
650	Transportation Expense	779
655	Insurance Expense	
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	14,916
675	Miscellaneous Expenses	
	Total Water Operation And Maintenance Expense	\$ 111,015 *

* 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)		
5/8"	D	1.0		149	223.5	
3/4"	D	1.5	151	6	15.0	
1"	D	2.5	5	6	30.0	
1 1/2"	D,T	5.0	5	7	56.0	
2"	D,C,T	8.0	7			
3"	D	15.0				
3"	C	16.0				
3"	T	17.5				
4"	D,C	25.0				
4"	T	30.0				
6"	D,C	50.0				
6"	T	62.5				
Other (Specify):						
Unmetered Customers						
** D = Displacement C = Compound T = Turbine			Total	168	168	324.5

UTILITY NAME: **Village Water, Ltd.**

YEAR OF REPORT
DECEMBER 31, 1997

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January	2,612			2,612	1,762
February	2,331			2,331	1,773
March	2,633			2,633	1,630
April	3,607			3,607	2,436
May	3,061			3,061	2,223
June	3,704			3,704	2,372
July	3,432			3,432	2,484
August	3,507			3,507	2,676
September	3,918			3,918	2,768
October	3,091			3,091	2,760
November	3,193			3,193	2,099
December	3,476			3,476	2,278
Total for Year	38,565			38,565	27,261

If water is purchased for resale, indicate the following:

Vendor **City of Lakeland**
Point of delivery **Reynolds Road & Lisa Lane, Lakeland**

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

N/A

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
AC	8"	5,720 lf			5,720
PVC	4"	13,438 lf			13,438
PVC	2"	17,820 lf			17,820

UTILITY NAME: Village Water, Ltd.

YEAR OF REPORT DECEMBER 31, 1997

SYSTEM NAME: _____

**WELLS AND WELL PUMPS
(If Available)**

(a)	Not in use (b)	(c)	(d)	(e)
Year Constructed _____ Types of Well Construction and Casing _____ _____ Depth of Wells _____ Diameters of Wells _____ Pump - GPM _____ Motor - HP _____ Motor Type * _____ Yields of Wells in GPD _____ Auxiliary Power _____ * Submersible, centrifugal, etc.	Unknown Steel casing 1300 ft 26" None None None None None			

RESERVOIRS NONE

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) Capacity of Tank _____ Ground or Elevated _____				

HIGH SERVICE PUMPING NONE

(a)	(b)	(c)	(d)	(e)
Motors Manufacturer _____ Type _____ Rated Horsepower _____				
Pumps Manufacturer _____ Type _____ Capacity in GPM _____ Average Number of Hours Operated Per Day _____ Auxiliary Power _____				

SOURCE OF SUPPLY N/A

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source _____			
Type of Source _____			

WATER TREATMENT FACILITIES N/A

List for each Water Treatment Facility:			
Type _____			
Make _____			
Gals. per day capacity _____			
High service pumping			
Gallons per minute _____			
Reverse Osmosis _____			
Lime Treatment			
Unit Rating _____			
Filtration			
Pressure Sq. Ft. _____			
Gravity GPD/Sq.Ft. _____			
Disinfection			
Chlorinator _____			
Ozone _____			
Other _____			
Auxiliary Power _____			

OTHER WATER SYSTEM INFORMATION N/A

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1. Present ERCs * now being served _____
2. Maximum ERCs ** that system can efficiently serve _____
3. Present system connection capacity (in ERC's) using existing lines _____
4. Future connection capacity (in ERC's) upon service area buildout _____
5. Estimated annual increase in ERCs * _____
6. List fire fighting facilities and capacities (including number of fire hydrants) _____
7. List percent of certificated area where service connections are installed (total for each county) _____
8. What is the current need for system upgrading and/or expansion? _____
9. What are plans for future system upgrading and/or expansion? _____
10. Have questions 8 and 9 been discussed with an engineer? (if so, state name and address) _____
11. Has an application for a construction permit been filed with the DEP? (If so, explain) _____
12. Department of Environmental Protection ID # _____
Water Management District ID # _____

* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day
** Total Plant Capacity / 350 gallons

**WASTEWATER
OPERATING
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_____	1,417			1,417
353	Land and Land Rights_____	20,034		1,034	19,000
354	Structures and Improvements_____		1,758	23,000	17,369
360	Collection Sewers - Force_____	38,611		14,575	24,508
361	Collection Sewers - Gravity_____	39,083			
362	Special Collecting Structures_____			707	1,188
363	Services to Customers_____	1,895			
364	Flow Measuring Devices_____				
365	Flow Measuring Installations_____				
370	Receiving Wells_____			4,874	8,195
371	Pumping Equipment_____	13,069			
380	Treatment and Disposal Equipment_____			19,844	33,367
381	Plant Sewers_____	53,211			
382	Outfall Sewer Lines_____				
389	Other Plant and Miscellaneous Equipment_____	3,880			3,880
390	Office Furniture and Equipment_____	1,808	1,162	1,070	1,900
391	Transportation Equipment_____	19,031	6,405	8,393	17,043
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_____	\$ 192,039	\$ 9,325	\$ 73,497	\$ 127,867 *

* This amount should tie to sheet F-5.

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			%	\$	\$	\$	\$
360	Collection Sewers - Force	20	0	20 yr MACRS	17,243	10,171	2,547	9,619
361	Collection Sewers - Gravity	20	0	20 yr MACRS	19,413	6,447	972	13,938
362	Special Collecting Structures			%				
363	Services to Customers	20	0	20 yr MACRS	941	313	47	675
364	Flow Measuring Devices			%				
365	Flow Measuring Installations			%				
370	Receiving Wells			%				
371	Pumping Equipment	20	0	20 yr MACRS	6,646	2,156	325	4,815
380	Treatment and Disposal Equipment			%				
381	Plant Sewers	20	0	20 yr MACRS	26,430	8,778	1,323	18,975
382	Outfall Sewer Lines			%				
389	Other Plant and Miscellaneous Equipment	7	0	7 yr MACRS	1,226		776	2,002
390	Office Furniture and Equipment	5	0	5 yr MACRS	1,664	1,071	1,247	1,840
391	Transportation Equipment	5	0	5 yr MACRS	11,399	8,393	5,656	8,662
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				\$ 84,962	\$ 37,329	\$ 12,893	\$ 60,526 *

* This amount should tie to Sheet F-5.

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	
715	Purchased Power	
716	Fuel for Power Production	
718	Chemicals	7,872
720	Materials and Supplies/Repairs and maintenance	
730	Contractual Services:	
	Operator and Management	14,710
	Testing	5,856
	Other	11,563
740	Rents	6,000
750	Transportation Expense	159
755	Insurance Expense	779
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses	13,120
	Total Wastewater Operation And Maintenance Expense	\$ 60,059 *

* 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)	
5/8"	D	1.0		13	19.5
3/4"	D	1.5	12	6	15.0
1"	D	2.5	6	4	20.0
1 1/2"	D,T	5.0	4	4	20.0
2"	D,C,T	8.0	6	6	48.0
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
4"	D,C	25.0			
4"	T	30.0			
6"	D,C	50.0			
6"	T	62.5			
Other (Specify):					
Unmetered Customers			1	1	*
Total			29	30	102.5

** D = Displacement
C = Compound
T = Turbine
* Included with 3/4"

UTILITY NAME:

Village Water, Ltd.

YEAR OF REPORT
DECEMBER 31, 1997

PUMPING EQUIPMENT

Lift Station Number _____	1	2	3	4	5	
Make or Type and nameplate data on pump _____	Peabody Barnes	Hydromatic 1996	Goulds 1990	Hydromatic 1990	Ebara 1996	
Year installed _____	1979	1979	1990	1990	1996	
Rated capacity _____	75 gpm	75 gpm	115 gpm	140 gpm	160 gpm	
Size _____	2 HP	3 HP	1.5 HP	3 HP	3 HP	
Power:						
Electric _____	Electric	Electric	Electric	Electric	Electric	
Mechanical _____						
Nameplate data of motor _____						

SERVICE CONNECTIONS

Size (inches) _____	8"	8"				
Type (PVC, VCP, etc.) _____	VCP	PVC				
Average length _____	2250'	9665'				
Number of active service connections _____	11	21				
Beginning of year _____	11	21				
Added during year _____	--	--				
Retired during year _____	--	--				
End of year _____	11	21				
Give full particulars concerning inactive connections _____						

COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains		
Size (inches) _____	8"	8"		3"	4"	
Type of main _____	VCP	PVC		PVC	PVC	
Length of main (nearest foot) _____						
Beginning of year _____	2250 lf	9665 lf		1500 lf	6527 lf	
Added during year _____						
Retired during year _____						
End of year _____	2250 lf	9665 lf		1500 lf	8527 lf	

MANHOLES

Size (inches) _____	4'	4'		
Type of Manhole _____	Fiberglass	RC		
Number of Manholes:				
Beginning of year _____	6	30		
Added during year _____				
Retired during year _____				
End of Year _____	6	30		

UTILITY NAME:

Village Water, Ltd.

YEAR OF REPORT
DECEMBER 31 1997

SYSTEM NAME:

TREATMENT PLANT

Manufacturer _____	Defiance		
Type _____	Activated sludge		
"Steel" or "Concrete" _____	Concrete		
Total Capacity _____	75000 gpd		
Average Daily Flow _____	45000 gpd		
Effluent Disposal _____	Pond		
Total Gallons of Wastewater treated _____	16,249		

MASTER LIFT STATION PUMPS

Manufacturer _____	Hydromatic	Hydromatic				
Capacity (GPM's) _____	80 gpm	80 gpm				
Motor:						
Manufacturer _____	Unknown	Unknown				
Horsepower _____	3	3				
Power (Electric or Mechanical) _____	Electric	Electric				

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
	IN THOUSANDS	NONE	
January _____	834		834
February _____	857		857
March _____	831		831
April _____	1,450		1,450
May _____	1,335		1,335
June _____	1,309		1,309
July _____	1,601		1,601
August _____	1,822		1,822
September _____	1,837		1,837
October _____	1,755		1,755
November _____	1,224		1,224
December _____	1,394		1,394
Total for year _____	16,249		16,249

If Wastewater Treatment is purchased, indicate the vendor:

N/A

UTILITY NAME: Village Water, Ltd.

YEAR OF REPORT
DECEMBER 31, 1997

SYSTEM NAME: _____

OTHER WASTEWATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1. Present ERCs * now being served 152
2. Maximum ERCs ** that system can efficiently serve 260
3. Present system connection capacity (in ERC's) using existing lines 260
4. Future connection capacity (in ERC's) upon service area buildout 350
5. Estimated annual increase in ERCs 5
6. State any plans and estimated completion dates for any enlargements of this system. _____
Addition of emergency effluent disposal percolation/evaporation pond of ten acres for additional effluent disposal capacity. Completion in February 1997.
7. List percent of certificated area where service connections are installed (total for each county)
Polk County - 100%
8. If present systems do not meet the requirements of DEP Rule 62-4, Florida Administrative Code, submit the following: **N/A**
 - a. Evaluation of the present plant or plants in regard to meeting the DEP's rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DEP? _____
 - d. Do they concur? _____
 - e. When will construction begin? _____
9. Do you discharge effluent to surface waters? **NO**
10. Department of Environmental Protection ID # **FLA01087**
Water Management District ID # **NONE**

* $ERC = (\text{Total Gallons Treated} / 365 \text{ days}) / 280 \text{ Gallons Per Day}$

Note: Total Gallons Treated includes both Wastewater treated and Purchased Wastewater Treatment.

** Total Plant Capacity / 280 gallons

CERTIFICATION OF ANNUAL REPORT

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

- | | | | |
|--|--------------------------------|----|--|
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 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
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 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
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 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.
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>



 (signature of chief executive officer of the utility)

1.	2.	3.	4.
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

 (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.