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CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

WS823-06-AR
Lake Yale Treatment Associates, Inc.
38141 Maywood Bay Drive
Leesburg, FL 34788-8134

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



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PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2006

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FINANCIAL SECTION

REPORT OF

Lake Yale Treatment Associates, Inc.

(EXACT NAME OF UTILITY)

38141 Maywood Bay Drive
Leesburg, Florida 34788

38141 Maywood Bay Drive
Leesburg, Florida 34788 Lake
Street Address County

Telephone Number (352) 589-9214

Date Utility First Organized 10/13/98

Fax Number (352) 589-2114

E-mail Address QT4555@AOL.COM

Sunshine State One-Call of Florida, Inc. Member No. N/A

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: Lake Yale Treatment, Inc
38141 Maywood Bay Drive, Leesburg, Florida 34788

Name of subdivisions where services are provided: Lake Yale Estates, Sandpiper Mobile
Manor, Kings Peninsula

CONTACTS

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: Ron Ossipove	Accountant	18700 W. Ten Mile Rd. Southfield, MI 48075	
Person who prepared this report: Ron Ossipove	Accountant	Same As Above	
Officers and Managers: Peter Beer	President	Same As Above	\$ 3,000.00
Daniel Ellis	Operations Manager	11529 Marvel Way Leesburg, Florida 34788	\$ 6,000.00
			\$
			\$

Report every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
Peter Beer	100.0 %	18700 W. Ten Mile Rd. Southfield, MI 48075	\$ 3,000.00
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential -----		\$ 52,224	\$ 52,665	\$ _____	\$ 104,889
Commercial -----		_____	_____	_____	_____
Industrial -----		_____	_____	_____	_____
Multiple Family -----		_____	_____	_____	_____
Guaranteed Revenues -----		_____	_____	_____	_____
Other (Specify) -----		_____	_____	_____	_____
Total Gross Revenue -----		\$ 52,224	\$ 52,665	\$ _____	\$ 104,889
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 31,883	\$ 30,161	\$ _____	\$ 62,044
Depreciation Expense -----	F-5	15,652	16,733	_____	32,385
CIAC Amortization Expense -----	F-8	(2,206)	(1,645)	_____	(3,851)
Taxes Other Than Income -----	F-7	4,718	4,758	_____	9,476
Income Taxes -----	F-7	-	-	_____	-
Total Operating Expense -----		\$ 50,047	\$ 50,007	_____	\$ 100,054
Net Operating Income (Loss)		\$ 2,177	\$ 2,658	\$ _____	\$ 4,835
Other Income:					
Nonutility Income -----		\$ _____	\$ _____	\$ _____	\$ _____
-----		_____	_____	_____	_____
-----		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses -----		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense -----		2,027	2,044	_____	4,071
Abandoned Equipment -----		23,974	_____	_____	23,974
Donations -----		75	75	_____	150
-----		_____	_____	_____	_____
Net Income (Loss)		\$ (23,899)	\$ 539	\$ _____	\$ (23,360)

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>498891</u>	\$ <u>476730</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>195488</u>	<u>183326</u>
Net Utility Plant -----		\$ <u>303403</u>	\$ <u>293404</u>
Cash -----		<u>1181</u>	<u>1858</u>
Customer Accounts Receivable (141) -----		<u>4944</u>	<u>2260</u>
Other Assets (Specify): <u>A/R</u> -----		<u>4262</u>	<u>3191</u>
<u>Unamortized Permit Fees</u> -----		<u>1525</u>	
<u>Utility Deposit</u> -----			
Total Assets -----		\$ <u>315315</u>	\$ <u>300713</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	<u>1000</u>	<u>1000</u>
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----			
Retained Earnings (215) -----	F-6	<u>(24322)</u>	<u>(961)</u>
Proprietary Capital (Proprietary and Partnership only) (218) -----	F-6		
Total Capital -----		\$ <u>(23322)</u>	\$ <u>39</u>
Long Term Debt (224) -----	F-6	\$ <u>46461</u>	\$ <u>25333</u>
Accounts Payable (231) -----		<u>10930</u>	<u>2128</u>
Notes Payable (232) -----			<u>4950</u>
Customer Deposits (235) -----			
Accrued Taxes (236) -----		<u>333</u>	<u>281</u>
Other Liabilities (Specify) -----			
<u>Loan Payable</u> -----		<u>224000</u>	<u>224000</u>
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>56913</u>	<u>43982</u>
Total Liabilities and Capital -----		\$ <u>315315</u>	\$ <u>300713</u>

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other than Reporting Systems	Total
Utility Plant in Service (101)	\$ <u>228368</u>	\$ <u>248362</u>	\$ _____	\$ <u>476730</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) <u>Additions</u>	<u>61124</u>	<u>5235</u>	_____	<u>66359</u>
<u>Retirements</u>	<u>(44198)</u>	_____	_____	<u>(44198)</u>
Total Utility Plant _____	\$ <u>245294</u>	\$ <u>253597</u>	\$ _____	\$ <u>498891</u>

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

Account 108	Water	Wastewater	Other than Reporting Systems	Total
Balance First of Year _____	\$ <u>76868</u>	\$ <u>106458</u>	\$ _____	\$ <u>183326</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ <u>15652</u>	\$ <u>16733</u>	\$ _____	\$ <u>32385</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ <u>15652</u>	\$ <u>16733</u>	\$ _____	\$ <u>32385</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ <u>(20223)</u>	\$ _____	\$ _____	\$ <u>(20223)</u>
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ <u>(20223)</u>	\$ <u>-</u>	\$ _____	\$ _____
Balance End of Year _____	\$ <u>72297</u>	\$ <u>123191</u>	\$ _____	\$ <u>195488</u>

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	<u>1.00</u>	_____
Shares authorized _____	<u>50,000</u>	_____
Shares issued and outstanding _____	<u>1,000</u>	_____
Total par value of stock issued _____	<u>1,000</u>	_____
Dividends declared per share for year _____	<u>-</u>	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ <u>(962)</u>
Changes during the year (Specify): <u>Net Loss for the year 2006</u>	_____	<u>(23360)</u>
_____	_____	_____
Balance end of year _____	\$ _____	\$ <u>(24322)</u>

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ _____	\$ _____
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	
<u>Note Payable - Independent National Bank</u>	<u>8.5%</u>	<u>36</u>	\$ <u>46461</u>
_____	_____	_____	_____
Total _____			\$ <u>46461</u>

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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TAX EXPENSE

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax	_____	_____	_____	_____
Local property tax	1775	1789	_____	3564
Regulatory assessment fee	2182	2201	_____	4383
Other (Specify) <u>Payroll</u>	761	768	_____	1529
_____	_____	_____	_____	_____
Total Tax Expense	\$ 4718	\$ 4758	\$ _____	\$ 9476

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
<u>Roto Rooter</u>	\$ 1481	\$ 1494	<u>Mud Hauling</u>
<u>Utility Technicians</u>	\$ 2102	\$ 2120	<u>Maintenance Service</u>
<u>General Utilities</u>	\$ 3215	\$ 3242	<u>Daily Operator</u>
<u>Davis Supply</u>	\$ 597	\$ 602	<u>Chemicals</u>
<u>Allied Income Tax</u>	\$ 1494	\$ 1506	<u>Accounting Services</u>
<u>Robert F. Dodrill</u>	\$ 355	\$ 352	<u>Accounting Services</u>

UTILITY NAME: Lake Yale Treatment Associates, Inc

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CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year	\$ 27552	\$ 21834	\$ 49386
2) Add credits during year			
3) Total	\$ 9854	\$ 6928	\$ 16782
4) Deduct charges during the year	37406	28762	66168
5) Balance end of year	37406	28762	66168
6) Less Accumulated Amortization	5232	4023	9255
7) Net CIAC	\$ 32174	\$ 24739	\$ 56913

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	
Water & Sewer Meters	17	\$ 815	\$ 6927
Irrigation Meters	8	366	2927
Total Credits During Year (Must agree with line # 2 above.)			\$ 9854
			\$ 6928

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year	\$ 3026	\$ 2378	\$ 5404
Add Debits During Year:			
Deduct Credits During Year:	2206	1645	3851
Balance End of Year (Must agree with line #6 above.)	\$ 5232	\$ 4023	\$ 9255

**WATER
OPERATING
SECTION**

UTILITY NAME: Lake Yale Treatment Associates, Inc

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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	_____	_____	_____	_____
304	Structures and Improvements	<u>52718</u>	<u>27071</u>	<u>(28,660)</u>	<u>51129</u>
305	Collecting and Impounding Reservoirs	_____	_____	_____	_____
306	Lake, River and Other Intakes	_____	_____	_____	_____
307	Wells and Springs	<u>12507</u>	_____	_____	<u>12507</u>
308	Infiltration Galleries and Tunnels	_____	_____	_____	_____
309	Supply Mains	<u>8874</u>	_____	_____	<u>8874</u>
310	Power Generation Equipment	<u>15538</u>	<u>16952</u>	<u>(15538)</u>	<u>16952</u>
311	Pumping Equipment	<u>46050</u>	_____	_____	<u>46050</u>
320	Water Treatment Equipment	_____	_____	_____	_____
330	Distribution Reservoirs and Standpipes	_____	_____	_____	_____
331	Transmission and Distribution Lines	<u>12668</u>	_____	_____	<u>12668</u>
333	Services	_____	_____	_____	_____
334	Meters and Meter Installations	<u>64829</u>	<u>16782</u>	_____	<u>81611</u>
335	Hydrants	<u>7239</u>	_____	_____	<u>7239</u>
336	Backflow Prevention Devices	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment	<u>1796</u>	<u>319</u>	_____	<u>2115</u>
340	Office Furniture and Equipment	<u>3351</u>	_____	_____	<u>3351</u>
341	Transportation Equipment	_____	_____	_____	_____
342	Stores Equipment	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment	<u>2798</u>	_____	_____	<u>2798</u>
344	Laboratory Equipment	_____	_____	_____	_____
345	Power Operated Equipment	_____	_____	_____	_____
346	Communication Equipment	_____	_____	_____	_____
347	Miscellaneous Equipment	_____	_____	_____	_____
348	Other Tangible Plant	_____	_____	_____	_____
	Total Water Plant	\$ <u>228368</u>	\$ <u>61124</u>	\$ <u>(44198)</u>	\$ <u>245294</u>

UTILITY NAME: Lake Yale Treatment Associates Inc.

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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	15	%	%	\$ 15962	\$ 14501	\$ 3224	\$ 4685
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	15	%	%	6016		834	6850
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains	15	%	%	4271		592	4863
310	Power Generating Equipment	15	%	%	5154	5722	1133	565
311	Pumping Equipment	15	%	%	19213		3070	22283
320	Water Treatment Equipment		%	%				
330	Distribution Reservoirs & Standpipes		%	%				
331	Trans. & Dist. Mains	15	%	%	6096		845	6941
333	Services		%	%				
334	Meter & Meter Installations	15	%	%	12834		4881	17715
335	Hydrants	15	%	%	3484		483	3967
336	Backflow Prevention Devices		%	%				
339	Other Plant and Miscellaneous Equipment	15	%	%	866		131	997
340	Office Furniture and Equipment	7	%	%	2130		272	2402
341	Transportation Equipment		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment	15	%	%	842		187	1029
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				\$ 76868	\$ 20223	\$ 15652	\$ 72297 *

* This amount should tie to Sheet F-5.

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 7767
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	1494
604	Employee Pensions and Benefits	
610	Purchased Water	
615	Purchased Power	4282
616	Fuel for Power Production	
618	Chemicals	654
620	Materials and Supplies	556
630	Contractual Services:	
	Billing	
	Professional	1998
	Testing	2836
	Other	7324
640	Rents	687
650	Transportation Expense	
655	Insurance Expense	1329
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	
675	Miscellaneous Expenses	2956
	Total Water Operation And Maintenance Expense	\$ 31893 *

* 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	281	296	296
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		
			281	296	296

UTILITY NAME:

Lake Yale Treatment Associates, Inc.

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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		793		793	793
February		926		926	926
March		885		885	885
April		1339		1339	1339
May		1059		1059	1059
June		1193		1193	1193
July		868		868	868
August		920		920	920
September		930		930	930
October		843		843	843
November		1011		1011	1011
December		1098		1098	1098
Total for Year		11865		11865	11865

If water is purchased for resale, indicate the following:

Vendor _____

Point of delivery _____

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

MAINS (FEET)

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

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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SYSTEM NAME: _____

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	<u>1968</u>	<u>1986</u>	<u>1986</u>	_____
Types of Well Construction and Casing _____	<u>Drilled Steel Casing</u>	<u>Drilled Steel Casing</u>	<u>Drilled Steel Casing</u>	_____
Depth of Wells _____	<u>250'</u>	<u>200'</u>	<u>200'</u>	_____
Diameters of Wells _____	<u>6"</u>	<u>10"</u>	<u>4"</u>	_____
Pump - GPM _____	<u>275</u>	<u>650</u>	<u>80</u>	_____
Motor - HP _____	<u>15</u>	<u>40</u>	<u>5</u>	_____
Motor Type * _____	_____	_____	_____	_____
Yields of Wells in GPD _____	_____	_____	_____	_____
Auxiliary Power _____	_____	_____	_____	_____

* Submersible, centrifugal, etc.

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	<u>Steel</u>	<u>Steel</u>	_____	_____
Capacity of Tank _____	<u>5000</u>	<u>5000</u>	_____	_____
Ground or Elevated _____	<u>Ground</u>	<u>Ground</u>	_____	_____

HIGH SERVICE PUMPING

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

UTILITY NAME: Lake Yale Treatment Associates, Inc.

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SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____ Type of Source _____	<u>34 CC</u> <u>Sand piper</u>	<u>86 MGC</u> <u>Lake Yale Estates</u>	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type _____ Make _____ Permitted Capacity (GPD) _____ 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 _____	<u>Direct Disinfect</u> _____ <u>324,000</u> _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____	<u>Direct Disinfect</u> _____ <u>936,000</u> _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____	_____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____

UTILITY NAME: Lake Yale Treatment Associates, Inc.
SYSTEM NAME: _____

YEAR OF REPORT
DECEMBER 31, 2006

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. UNKNOWN
2. Maximum number of ERCs * which can be served. "
3. Present system connection capacity (in ERCs *) using existing lines. "
4. Future connection capacity (in ERCs *) upon service area buildout. "
5. Estimated annual increase in ERCs *. "
6. Is the utility required to have fire flow capacity? Yes
If so, how much capacity is required? 650 6 PM 60 PSI
7. Attach a description of the fire fighting facilities. NONE 6" MAINS
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.
NONE
9. When did the company last file a capacity analysis report with the DEP? UNKNOWN
10. If the present system does not meet the requirements of DEP rules, submit the following:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules. N/A
 - 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 # PWS 3354688 3351115
12. Water Management District Consumptive Use Permit # _____
 - 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 SFR customers for the same period and divide the result by 365 days.
(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000)/365 days/350 gallons per day).

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: Lake Yale Treatment Associates, Inc.

YEAR OF REPORT
DECEMBER 31, 2006

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	_____	_____	_____	_____
354	Structures and Improvements	42533	4313	_____	46846
355	Power Generation Equipment	_____	_____	_____	_____
360	Collection Sewers - Force	_____	_____	_____	_____
361	Collection Sewers - Gravity	_____	_____	_____	_____
362	Special Collecting Structures	137450	_____	_____	137450
363	Services to Customers	_____	_____	_____	_____
364	Flow Measuring Devices	39258	_____	_____	39258
365	Flow Measuring Installations	_____	_____	_____	_____
370	Receiving Wells	_____	_____	_____	_____
371	Pumping Equipment	_____	_____	_____	_____
380	Treatment and Disposal Equipment	28694	922	_____	29616
381	Plant Sewers	_____	_____	_____	_____
382	Outfall Sewer Lines	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment	427	_____	_____	427
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	\$ 248362	\$ 5235	\$ _____	\$ 253597 *

* This amount should tie to sheet F-5.

UTILITY NAME: Lake Yale Treatment Associates, Inc.

YEAR OF REPORT
DECEMBER 31, 2006

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	15	%	%	\$ 11731	\$	\$ 2981	\$ 14712
355	Power Generation Equipment		%	%				
360	Collection Sewers - Force		%	%				
361	Collection Sewers - Gravity		%	%				
362	Special Collecting Structures	15	%	%	63024		9163	72187
363	Services to Customers		%	%				
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations	15	%	%	18878		2617	21495
370	Receiving Wells		%	%				
371	Pumping Equipment		%	%				
380	Treatment and Disposal Equipment		%	%				
381	Plant Sewers	15	%	%	12623		1944	14567
382	Outfall Sewer Lines		%	%				
389	Other Plant and Miscellaneous Equipment		%	%				
390	Office Furniture and Equipment	15	%	%	202		28	230
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				\$ 106458	\$	\$ 16733	\$ 123191 *

* This amount should tie to Sheet F-5.

UTILITY NAME: Lake Yale Treatment Associates, Inc.

YEAR OF REPORT
DECEMBER 31, 2006

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$ 7833
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	1506
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	
715	Purchased Power	4318
716	Fuel for Power Production	
718	Chemicals	660
720	Materials and Supplies	561
730	Contractual Services:	
	Billing	
	Professional	2008
	Testing	875
	Other	7386
740	Rents	693
750	Transportation Expense	
755	Insurance Expense	1341
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses	2980
	Total Wastewater Operation And Maintenance Expense	\$ 30161 *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
All meter sizes	D	1.0	281	296	296
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)					
Total			281	296	296

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: LAKE YALE TREATMENT ASSOCIATES, INC.

YEAR OF REPORT
DECEMBER 31, 2006

PUMPING EQUIPMENT

Lift Station Number _____	<u>LS #1</u>	<u>PINE #1</u>	<u>LE #1</u>	<u>LE #2</u>	_____	_____
Make or Type and nameplate data on pump _____	<u>RUNDEL 36RS</u>	<u>HYDOMATIC 30 MP</u>	<u>RUNDEL 30 MP</u>	<u>RUNDEL 30-500 MZ-2</u>	_____	_____
Year installed _____	<u>1990</u>	<u>1968</u>	<u>1990</u>	<u>1987</u>	_____	_____
Rated capacity _____	<u>100</u>	<u>200</u>	<u>200</u>	<u>200</u>	_____	_____
Size _____	<u>4"</u>	<u>4"</u>	<u>4"</u>	<u>4"</u>	_____	_____
Power:						
Electric _____	<u>✓</u>	<u>✓</u>	<u>✓</u>	<u>✓</u>	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	<u>3 HP</u>	<u>1.5 HP</u>	<u>5 HP</u>	<u>5 HP</u>	_____	_____
_____	_____	<u>2 PUMPS</u>	<u>2 PUMPS</u>	<u>2 PUMPS</u>	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	<u>4"</u>	<u>4"</u>	<u>4"</u>	<u>4"</u>	_____	_____
Type (PVC, VCP, etc.) _____	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	_____	_____
Average length _____	<u>30</u>	<u>30</u>	<u>30</u>	<u>30</u>	_____	_____
Number of active service connections _____	<u>13</u>	<u>198</u>	<u>194</u>	<u>13</u>	_____	_____
Beginning of year _____	<u>13</u>	<u>198</u>	<u>194</u>	<u>13</u>	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____
End of year _____	<u>13</u>	<u>198</u>	<u>194</u>	<u>13</u>	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	<u>4"</u>	<u>6"</u>	<u>8"</u>	_____	<u>3"</u>	<u>4"</u>	<u>6"</u>	_____
Type of main _____	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	_____	_____	_____	_____	_____
Length of main (nearest foot) _____	_____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	<u>2009</u>	<u>2210</u>	<u>6287</u>	_____	<u>600</u>	<u>2712</u>	<u>600</u>	_____
Added during year _____	_____	_____	_____	_____	<u>600</u>	<u>2712</u>	<u>600</u>	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	<u>2009</u>	<u>2210</u>	<u>6287</u>	_____	<u>600</u>	<u>2712</u>	<u>600</u>	_____

MANHOLES

Size (inches) _____	<u>24"</u>	_____	_____	_____
Type of Manhole _____	<u>CONCRETE</u>	_____	_____	_____
Number of Manholes: _____	_____	_____	_____	_____
Beginning of year _____	<u>29</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of Year _____	<u>29</u>	_____	_____	_____

UTILITY NAME: Lake Yale Treatment Associates, Inc

SYSTEM NAME: _____

YEAR OF REPORT
DECEMBER 31, 2006

TREATMENT PLANT

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

MASTER LIFT STATION PUMPS

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

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	770	_____	_____
February _____	717	_____	_____
March _____	663	_____	_____
April _____	486	_____	_____
May _____	563	_____	_____
June _____	295	_____	_____
July _____	815	_____	_____
August _____	197	_____	_____
September _____	188	_____	_____
October _____	779	_____	_____
November _____	556	_____	_____
December _____	650	_____	_____
Total for year _____	6679	_____	_____

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

UTILITY NAME: Lake Yale Treatment Associates, Inc.

YEAR OF REPORT
DECEMBER 31, 2006

SYSTEM NAME: _____

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. UNKNOWN

2. Maximum number of ERCs* which can be served. "

3. Present system connection capacity (in ERCs*) using existing lines. "

4. Future connection capacity (in ERCs*) upon service area buildout. "

5. Estimated annual increase in ERCs*. "

6. Describe any plans and estimated completion dates for any enlargements or improvements of this system
NONE

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. DNA

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? UNKNOWN

11. If the present system does not meet the requirements of DEP rules, submit the following:
a. Attach a description of the plant upgrade necessary to meet the DEP rules.
b. Have these plans been approved by DEP? _____
c. When will construction begin? _____
d. Attach plans for funding the required upgrading.
e. Is this system under any Consent Order with DEP? _____

12. Department of Environmental Protection ID # Permit # Fla 010547

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

UTILITY NAME: Lake Yale Treatment Associates, Inc

YEAR OF REPORT
DECEMBER 31, 2006

CERTIFICATION OF ANNUAL REPORT

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

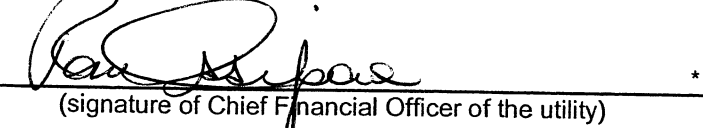
- YES NO 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code.
- YES NO 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public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

Items Certified

1. 2. 3. 4.  *

(signature of Chief Executive Officer of the utility)

Date: April 28, 2007

1. 2. 3. 4.  *

(signature of Chief Financial Officer of the utility)

Date: April 28, 2007

* 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:

For the Year Ended December 31, 2006

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>52224</u>	\$ <u>52224</u>	\$ <u>- 0 -</u>
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
Total Water Operating Revenue	\$ <u>52224</u>	\$ <u>52224</u>	\$ <u>- 0 -</u>
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ <u>52224</u>	\$ <u>52224</u>	\$ <u>- 0 -</u>

Explanations:

Instructions:

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

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

Company:

For the Year Ended December 31, 2006

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>52665</u>	\$ <u>52665</u>	\$ <u>- 0 -</u>
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
Total Wastewater Operating Revenue	\$ <u>52665</u>	\$ <u>52665</u>	\$ <u>- 0 -</u>
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	_____	_____	_____
Net Wastewater Operating Revenues	\$ <u>52665</u>	\$ <u>52665</u>	\$ <u>- 0 -</u>

Explanations:

Instructions:

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