

CLASS "C"
WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

WS863-03-AR
Breeze Hill Utility

Exac P. O. Box 1408
Lake Wales, FL 33859-1408

Submitted To The

STATE OF FLORIDA



RECEIVED
FLORIDA PUBLIC SERVICE
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ECONOMIC REGULATION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

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

Company: **BREEZE HILL UTILITY**

For the Year Ended December 31, 2003

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 30,127	\$ 30,127	\$ 0
Commercial	934	934	0
Industrial			
Multiple Family			
Guaranteed Revenues			
Other	1278	1277	1
Total Water Operating Revenue	\$ 32,339	\$ 32,338	\$ 1
LESS: Expense for Purchased Water from FPSC-Regulated Utility			
Net Water Operating Revenues	\$ 32,339	\$ 32,338	\$ 1

Explanations:

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
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DIVISION OF
ECONOMIC REGULATION

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: *BREEZE HILL UTILITY*

For the Year Ended December 31, 2003

(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>31,561</u>	\$ <u>31,561</u>	\$ <u>0</u>
Commercial	<u>798</u>	<u>798</u>	<u>0</u>
Industrial	<u> </u>	<u> </u>	<u> </u>
Multiple Family	<u> </u>	<u> </u>	<u> </u>
Guaranteed Revenues	<u> </u>	<u> </u>	<u> </u>
Other	<u> </u>	<u> </u>	<u> </u>
Total Wastewater Operating Revenue	\$ <u>32,359</u>	\$ <u>32,359</u>	\$ <u>0</u>
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	<u> </u>	<u> </u>	<u> </u>
Net Wastewater Operating Revenues	\$ <u>32,359</u>	\$ <u>32,359</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).

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

Cal Clair, Inc. D/B/A Breeze Hill Utility
(EXACT NAME OF UTILITY)

P.O. Box 1408 Lake Wales, Florida 33859-1408	P.O. Box 1408 Lake Wales, Florida 33859-1408	Polk
Mailing Address	Street Address	County

Telephone Number (863) 678-1498	Date Utility First Organized 1976
Fax Number (863) 676-1945	E-mail Address cmmcpaww@gate.net

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: Cheryl M. Martin, CPA 19200 Hwy 27, Lake Wales, FL 33853-2451 (863)678-1498

Name of subdivisions where services are provided: Breeze Hill

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Calvin C. Blake</u>	<u>President</u>		
Person who prepared this report: <u>Cheryl M. Martin</u>	<u>Certified Public Accountant</u>	<u>19200 Hwy 27 Lake Wales, Florida 33853</u>	
Officers and Managers:			\$
			\$
			\$
			\$
			\$

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
<u>Calvin C. Blake</u>	<u>100%</u>		\$ 0
			\$
			\$
			\$
			\$
			\$
			\$

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 30,127	\$ 31,561	\$ _____	\$ 61,688
Commercial_____		934	798	_____	1,732
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other (Specify)_____	*	1,278	_____	_____	1,278
Total Gross Revenue_____		\$ 32,339	\$ 32,359	\$ _____	\$ 64,698
Operation Expense (Must tie to pages W-3 and S-3)					
	W-3 S-3	\$ 26,969	\$ 28,050	\$ _____	\$ 55,019
Depreciation Expense_____	F-5	4,629	4,569	_____	9,198
CIAC Amortization Expense_____	F-8	(2,347)	(4,745)	_____	(7,092)
Taxes Other Than Income_____	F-7	3,715	3,507	_____	7,222
Income Taxes_____	F-7	0	0	_____	0
Total Operating Expense		\$ 32,966	31,381	_____	\$ 64,347
Net Operating Income (Loss)		\$ (627)	\$ 978	\$ _____	\$ 351
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ 0
Interest Income_____		_____	_____	_____	0
Collection Allowance_____		_____	_____	_____	0
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ 0
Interest Expense_____		_____	_____	_____	0
Other Amortization Exp_____		_____	_____	_____	0
Loss on Asset Disposal_____		_____	_____	_____	0
Net Income (Loss)		\$ (627)	\$ 978	\$ 0	\$ 351

* Reconnection Fees \$369; Finance Charges \$104; Irrigation Fees \$800; Collection Allowance \$5

COMPARATIVE BALANCE SHEET

WATER AND WASTEWATER

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 399,057	\$ 399,057
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	(284,981)	(276,497)
 Net Utility Plant -----		 \$ 114,076	 \$ 122,560
 Cash -----		 1,468	 2,159
Customer Accounts Receivable (141) -----		6,067	8,178
Other Assets (Specify): -----		0	0
Utility Deposits -----		400	0
Utility Plant Acquisition Adjustment (net) -----		96,268	
Loan Costs (net of amortization) -----		628	
 ----- ----- -----			
Total Assets -----		\$ 218,907	\$ 132,897
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	67	133
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		0	100,627
Retained Earnings (215) -----	F-6	351	5,281
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
 Total Capital -----		 \$ 418	 \$ 106,041
Long Term Debt (224) -----	F-6	\$ 123,413	\$ 4,906
Accounts Payable (231) -----		689	
Notes Payable (232) -----		75,746	
Customer Deposits (235) -----			0
Accrued Taxes (236) -----		1,977	0
Other Liabilities -----			
Transfers -----		0	0
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	16,664	21,950
 Total Liabilities and Capital -----		 \$ 218,907	 \$ 132,897

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 129,379	\$ 269,678	\$ 0	\$ 399,057
Construction Work in -----	_____	0	0	0
Other (Specify) ----- _____ _____	_____	_____	_____	_____
Total Utility Plant -----	\$ 129,379	\$ 269,678	\$ 0	\$ 399,057

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year -----	\$ 61,802	\$ 214,695	\$ 0	\$ 276,497
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account ---	\$ 4,629	\$ 4,569	\$ 0	\$ 9,198
Salvage -----	_____	_____	_____	_____
Other Credits (specify) ----- _____	_____	_____	_____	_____
Total Credits -----	\$ 4,629	\$ 4,569	\$ 0	\$ 9,198
<u>Deduct Debits During Year:</u>				
Book cost of plant retired -----	\$ _____	\$ _____	\$ _____	\$ 0
Cost of removal -----	_____	_____	_____	_____
Other debits (specify) _____	(357)	(357)	_____	(714)
Total Debits -----	\$ (357)	\$ (357)	\$ _____	\$ (714)
Balance End of Year -----	\$ 66,074	\$ 218,907	\$ 0	\$ 284,981

UTILITY NAME: Breeze Hill Utility

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 _____	100	
Shares issued and outstanding _____	67	
Total par value of stock issued _____	67	
Dividends declared per share for year _____	0	

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ N/A	\$ 7,715
Changes during the year (Specify):		
Net Profit or (Loss) _____		351
Adjustment for ownership change _____		(7,715)

Balance end of year _____	\$ _____	\$ 351

PROPRIETARY CAPITAL (218)

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

Balance end of year _____	\$ _____	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
NOTE PAYABLE - BIEBER ENTERPRISES, INC.	8%	24	\$ 123,413

Total _____			\$ 123,413

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 _____	_____	_____	_____	0
Regulatory assessment fee _____	2,547	2,619	_____	5,166
Other (Specify) _____	30	0	_____	30
State & Federal payroll tax _____	_____	_____	_____	0
Public Service Tax _____	_____	_____	_____	0
Corporate annual report _____	50	50	_____	100
Licenses _____	1,088	838	_____	1,926
_____ Total Taxes Accrued _____	\$ 3,715	\$ 3,507	\$ _____	\$ 7,222

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
Walter Messer	\$ 1,821	\$ 1,494	Testing
Walter Messer	\$ 3,738	\$ 3,826	Operations
Brooker Septic	\$ 0	\$ 1,150	Sludge Removal
Cheryl M Martin CPA	\$ 6,287	\$ 6,268	Accounting/Billing
Kohl & Company CPA	\$ 734	\$ 734	Accounting/Billing
Corman Bardo	\$ 744	\$ 40	Billing/Maintenance
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 31,433	\$ 117,903	\$ 149,336
2) Add credits during year _____			
	\$ 590	\$ 600	\$ 1,190
3) Total _____	32,023	118,503	150,526
4) Deduct charges during the year _____			0
5) Balance end of year _____	32,023	118,503	150,526
6) Less Accumulated Amortization _____	(26,498)	(107,364)	(133,862)
7) Net CIAC _____	\$ 5,525	\$ 11,139	\$ 16,664

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
N/A	N/A	N/A	N/A
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
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	
N/A	N/A	\$ N/A	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ N/A

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ (24,082)	\$ (103,304)	\$ (127,386)
Add Credits During Year:			
Audit Adjustment _____	(2,347)	(4,745)	(7,092)
Deduct Debits During Year:			
Audit Adjustment _____	(69)	(1,483)	(1,552)
Balance End of Year (Must agree with line #6 above.)	\$ (26,498)	\$ (107,364)	\$ (133,862)

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

UTILITY NAME: Breeze Hill Utility

YEAR OF REPORT DECEMBER 31, 2003

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	\$ <u>N/A</u>	<u>N/A</u> %	N/A %	<u>N/A</u> %
Preferred Stock	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Long Term Debt	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Customer Deposits	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Tax Credits - Zero Cost	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Tax Credits - Weighted Cost	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Deferred Income Taxes	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Other (Explain)	<u> </u>	<u> </u> %	<u> </u> %	<u> </u> %
Total	\$ <u><u>N/A</u></u>	<u><u>N/A</u></u> %		<u><u>N/A</u></u> %

(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:	<u>N/A</u> %
Commission Order approving AFUDC rate:	<u>N/A</u>

**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_____				
303	Land and Land Rights_____	2,997			2,997
304	Structures and Improvements_____	5,226			5,226
305	Collecting and Impounding Reservoirs_____				
306	Lake, River and Other Intakes_____				
307	Wells and Springs_____	2,918			2,918
308	Infiltration Galleries and Tunnels_____				
309	Supply Mains_____	891			891
310	Power Generation Equipment_____	635			635
311	Pumping Equipment_____	9,735			9,735
320	Water Treatment Equipment_____	4,594			4,594
330	Distribution Reservoirs and Standpipes_____	29,159			29,159
331	Transmission and Distribution Lines_____	31,433			31,433
333	Services_____	12,579			12,579
334	Meters and Meter Installations_____	21,081			21,081
335	Hydrants_____	4,619			4,619
339	Other Plant and Miscellaneous Equipment_____	2,984			2,984
340	Office Furniture and Equipment_____	324			324
341	Transportation Equipment_____	110			110
342	Stores Equipment_____				
343	Tools, Shop and Garage Equipment_____	94			94
344	Laboratory Equipment_____				
345	Power Operated Equipment_____				
346	Communication Equipment_____				
347	Miscellaneous Equipment_____				
348	Other Tangible Plant_____				
	Total Water Plant_____	\$ 129,379	\$ 0	\$ 0	\$ 129,379

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	28	0 %	3.57 %	\$ 1,167	\$	\$ 187	\$ 1,354
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	27	0 %	3.7 %	2,590		108	2,698
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains	32	0 %	3.12 %	232		28	260
310	Power Generating Equipment	17	0 %	5.88 %	168		37	205
311	Pumping Equipment	15	0 %	6.67 %	9,396		649	10,045
320	Water Treatment Equipment	17	0 %	5.88 %	4,594		0	4,594
330	Distribution Reservoirs & Standpipes	33	0 %	3.03 %	9,744		884	10,628
331	Trans. & Dist. Mains	38	0 %	2.63 %	19,579		827	20,406
333	Services	35	0 %	2.85 %	8,226		359	8,585
334	Meter & Meter Installations	17	0 %	5.88 %	3,100		1,240	4,340
335	Hydrants	40	0 %	2.5 %	2,266		115	2,381
339	Other Plant and Miscellaneous Equipment	20	0 %	5 %	518		149	667
340	Office Furniture and Equipment	15	0 %	6.67 %	93		22	115
341	Transportation Equipment	6	0 %	16.67 %	101	357 **	18	(238)
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment	15	0 %	6.67 %	28		6	34
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				\$ 61,802	\$ 357	\$ 4,629	\$ 66,074 *

* This amount should tie to Sheet F-5.

** Audit adjustment

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_____	2,847
616	Fuel for Power Production_____	_____
618	Chemicals_____	625
620	Materials and Supplies_____	429
630	Contractual Services:	_____
	Billing_____	1,388
	Professional_____	6,888
	Testing_____	1,821
	Other_____	4,054
640	Rents_____	_____
650	Transportation Expense_____	188
655	Insurance Expense_____	_____
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
670	Bad Debt Expense_____	_____
675	Miscellaneous Expenses_____	8,729
	Total Water Operation And Maintenance Expense_____	\$ 26,969 *

* 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	116	117	117
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	2.5
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	_____	_____	_____
Other (Specify): _____ _____	_____ _____	_____ _____	_____ _____	_____ _____	_____ _____
Unmetered Customers			_____	_____	_____
** D = Displacement C = Compound T = Turbine			Total	117	118
				118	119.5

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_____	N/A	422	N/A	422	422
February_____	N/A	429	N/A	429	429
March_____	N/A	514	N/A	514	514
April_____	N/A	518	N/A	518	518
May_____	N/A	549	N/A	549	549
June_____	N/A	345	N/A	345	345
July_____	N/A	389	N/A	389	389
August_____	N/A	295	N/A	295	295
September_____	N/A	333	N/A	333	333
October_____	N/A	487	N/A	487	487
November_____	N/A	406	N/A	406	406
December_____	N/A	449	N/A	449	449
Total for Year_____	N/A	5136	N/A	5136	5136

If water is purchased for resale, indicate the following:

Vendor_____ N/A
 Point of delivery_____ N/A

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

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
PVC	6"	5000 ft	0	0	5000 ft
PVC	4"	200 ft	0	0	200 ft
PVC	2"	200 ft	0	0	200 ft

UTILITY NAME: Breeze Hill Utility

YEAR OF REPORT DECEMBER 31, 2003

SYSTEM NAME: _____

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

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1976	N/A	N/A	N/A
Types of Well Construction and Casing _____	Black Iron			
Depth of Wells _____	Unknown			
Diameters of Wells _____	6"			
Pump - GPM _____	150			
Motor - HP _____	10			
Motor Type * _____	US			
Yields of Wells in GPD _____	144			
Auxiliary Power _____	N/A			
* Submersible, centrifugal, etc.				

RESERVOIRS

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

HIGH SERVICE PUMPING

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

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source_ _ _	100,000	N/A	N/A
Type of Source_ _ _ _ _	Well		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type_ _ _ _ _		N/A	N/A
Make_ _ _ _ _			
Gals. per day capacity_ _ _	100,000		
High service pumping			
Gallons per minute_ _ _	150		
Reverse Osmosis_ _ _ _ _	N/A		
Lime Treatment			
Unit Rating_ _ _ _ _	N/A		
Filtration			
Pressure Sq. Ft._ _ _ _ _	60 lb		
Gravity GPD/Sq.Ft._ _ _			
Disinfection			
Chlorinator_ _ _ _ _	Chlorine		
Ozone_ _ _ _ _			
Other_ _ _ _ _			
Auxiliary Power_ _ _ _ _	N/A		

GENERAL WATER 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 * the system can efficiently serve. ___ 833
- 2. Maximum number of ERCs * which can be served. ___ 833
- 3. Present system connection capacity (in ERC's*) using existing lines. ___ 120
- 4. Future connection capacity (in ERC's*) upon service area buildout. ___ 713
- 5. Estimated annual increase in ERCs * ___ 3
- 6. Is the utility required to have fire flow capacity? ___ No
If so, how much capacity is required? _____
- 7. Attach a description of the fire fighting facilities. ___ N/A
- 8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. ___ N/A

- 9. When did the company last file a capacity analysis report with the DEP? ___ N/A
- 10. If the present system does not meet the requirements of DEP rules, submit the following:
 - a. Attach a description of the plan upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? ___ N/A
 - c. when will construction begin? ___ N/A
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? ___ N/A
- 11. Department of Environmental Protection ID# ___ FLA 011034-001-DW3P
- 12. Water Management District Consumptive Use Permit # ___ 53-00172-W
 - 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**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_ _ _ _ _	\$ _____	\$ _____ 0	\$ _____	\$ _____ 0
352	Franchises_ _ _ _ _				
353	Land and Land Rights_ _ _ _ _	18,519	0		18,519
354	Structures and Improvements_ _ _ _ _	1,217	0		1,217
360	Collection Sewers - Force_ _ _ _ _	19,843	0		19,843
361	Collection Sewers - Gravity_ _ _ _ _	98,060	0		98,060
362	Special Collecting Structures_ _ _ _ _				
363	Services to Customers_ _ _ _ _	15,170	0		15,170
364	Flow Measuring Devices_ _ _ _ _		0		0
365	Flow Measuring Installations_ _ _ _ _	68			68
370	Receiving Wells_ _ _ _ _	17,577	0		17,577
371	Pumping Equipment_ _ _ _ _	1,464			1,464
380	Treatment and Disposal Equipment_ _ _ _ _	96,097			96,097
381	Plant Sewers_ _ _ _ _				
382	Outfall Sewer Lines_ _ _ _ _	336			336
389	Other Plant and Miscellaneous Equipment_ _ _ _ _	548	0		548
390	Office Furniture and Equipment_ _ _ _ _	325	0		325
391	Transportation Equipment_ _ _ _ _	110	0		110
392	Stores Equipment_ _ _ _ _				
393	Tools, Shop and Garage Equipment_ _ _ _ _	94	0		94
394	Laboratory Equipment_ _ _ _ _		0		0
395	Power Operated Equipment_ _ _ _ _	250			250
396	Communication Equipment_ _ _ _ _				
397	Miscellaneous Equipment_ _ _ _ _				
398	Other Tangible Plant_ _ _ _ _				
	Total Wastewater Plant_ _ _ _ _	\$ 269,678	\$ _____ 0	\$ _____ 0	\$ 269,678 *

* 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	27	0 %	3.7 %	\$ 248	\$	45	\$ 293
360	Collection Sewers - Force	27	0 %	3.7 %	14,146		735	14,881
361	Collection Sewers - Gravity	40	0 %	2.5 %	76,736		2,451	79,187
362	Special Collecting Structures		0 %					
363	Services to Customers	35	0 %	2.9 %	9,997		433	10,430
364	Flow Measuring Devices		%					
365	Flow Measuring Installations	35	0 %	2.8 %	5		2	7
370	Receiving Wells	25	0 %	4 %	16,588		703	17,291
371	Pumping Equipment	18	0 %	5.56 %	203		81	284
380	Treatment and Disposal Equip	15	0 %	6.67 %	96,097		0	96,097
381	Plant Sewers		0 %					
382	Outfall Sewer Lines	30	0 %	3.33 %	273		11	284
389	Other Plant and Miscellaneous Equipment	15	0 %	6.67 %	92		37	129
390	Office Furniture and Equipment							
391	Transportation Equipment	15	0 %	6.67 %	93		22	115
392	Stores Equipment	6	0 %	16.67 %	101	357 **	18	(238)
393	Tools, Shop and Garage Equipment							
394	Laboratory Equipment	15	0 %	6.67 %	28		6	34
395	Power Operated Equipment		%					
396	Communication Equipment	10	0 %	10 %	88		25	113
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
351	Organization Costs		%					
	Totals				\$ 214,695	\$ 357	\$ 4,569	\$ 218,907 *

* This amount should tie to Sheet F-5.

** Audit adjustment

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	1,150
715	Purchased Power	2,406
716	Fuel for Power Production	_____
718	Chemicals	1,230
720	Materials and Supplies	1,607
730	Contractual Services:	_____
732	Billing	371
	Professional	6,868
733	Testing	1,494
	Other	4,131
740	Rents	_____
750	Transportation Expense	187
755	Insurance Expense	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
770	Bad Debt Expense	_____
775	Miscellaneous Expenses	8,606
	Total Wastewater Operation And Maintenance Expense	\$ 28,050 *

* 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	_____	_____	_____
General Service					
5/8"	D	1.0	116	117	117
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	1	1	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	117	118
				118	119.5

PUMPING EQUIPMENT

Lift Station Number_____	2	N/A	N/A	N/A	N/A	N/A
Make or Type and nameplate data on pump_____	2					
Teel 1 HP Sewage						
Year installed_____	1999					
Rated capacity_____	80GPM					
Size_____	3"					
Power:						
Electric_____	230V					
Mechanical_____	546					
Nameplate data of motor_____	Teel					

SERVICE CONNECTIONS

Size (inches)_____	4"	N/A	N/A	N/A	N/A	N/A
Type (PVC, VCP, etc.)_____	PVC					
Average length_____	30 ft					
Number of active service connections_____	117					
Beginning of year_____	117					
Added during year_____	1					
Retired during year_____	0					
End of year_____	118					
Give full particulars concerning inactive connections_____	N/A					

COLLECTING AND FORCE MAINS

	Collecting Mains					Force Mains		
Size (inches)_____	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Type of main_____								
Length of main (nearest foot)_____								
Beginning of year_____								
Added during year_____								
Retired during year_____								
End of year_____								

MANHOLES

Size (inches)_____	48	N/A	N/A	N/A
Type of Manhole_____	Concrete			
Number of Manholes:				
Beginning of year_____	20			
Added during year_____	0			
Retired during year_____	0			
End of Year_____	20			

UTILITY NAME: Breeze Hill Utility

SYSTEM NAME: _____

YEAR OF REPORT DECEMBER 31, 2003

TREATMENT PLANT

Manufacturer_____	Unknown_____	N/A_____	N/A_____
Type_____	Ex Aeration_____	_____	_____
"Steel" or "Concrete"_____	Concrete_____	_____	_____
Total Permitted Capacity_____	40,000_____	_____	_____
Average Daily Flow_____	14,000_____	_____	_____
Method of Effluent Disposal_____	Percolation Ponds_____	_____	_____
Permitted Capacity of Disposal_____	40,000 per day_____	_____	_____
Total Gallons of Wastewater treated_____	5,262,000_____	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer_____	Teel_____	2_____	N/A_____	N/A_____	N/A_____
Capacity (GPM's)_____	80_____	2_____	_____	_____	_____
Motor:					
Manufacturer_____	Teel_____	2_____	_____	_____	_____
Horsepower_____	1 hp_____	2_____	_____	_____	_____
Power (Electric or Mechanical)_____	230 v Electric_____	2_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January_____	744,000_____	N/A_____	744,000_____
February_____	420,000_____	N/A_____	420,000_____
March_____	496,000_____	N/A_____	496,000_____
April_____	360,000_____	N/A_____	360,000_____
May_____	217,000_____	N/A_____	217,000_____
June_____	630,000_____	N/A_____	630,000_____
July_____	558,000_____	N/A_____	558,000_____
August_____	589,000_____	N/A_____	589,000_____
September_____	450,000_____	N/A_____	450,000_____
October_____	341,000_____	N/A_____	341,000_____
November_____	240,000_____	N/A_____	240,000_____
December_____	217,000_____	N/A_____	217,000_____
Total for year_____	5,262,000_____	N/A_____	5,262,000_____

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: Breeze Hill Utility

YEAR OF REPORT
DECEMBER 31, 2003

SYSTEM NAME: _____

OTHER 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 117
2. Maximum number of ERCs * which can be served. 325
3. Present system connection capacity (in ERC's*) using existing lines. 325
4. Future connection capacity (in ERC's*) upon service area buildout 208
5. Estimated annual increase in ERCs * 3
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system. N/A
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.
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? N/A
10. When did the company last file a capacity analysis report with the DEP? October 2001
11. If 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? N/A
 - c. When will construction begin? N/A
 - d. Attach plans for funding the required upgrading. N/A
 - e. Is this system under any Consent Order with DEP? N/A
12. Department of Environmental Protection ID # FLA 0111034-001-DW3P

- * 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
<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. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	<u><i>[Signature]</i></u> *
				(signature of chief executive officer of the utility)

Date: March 11, 2004

1. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	<u><i>[Signature]</i></u> *
				(signature of chief financial officer of the utility)

Date: 3-8-04

* 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.