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CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

WS863-04-AR
Calvin C. Blake
Breeze Hill Utility *Cal Clair, Inc.*
P. O. Box 1408
Lake Wales, FL 33859-1408

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2004

TABLE OF CONTENTS

FINANCIAL SECTION	PAGE
Identification	F-2
Income Statement	F-3
Balance Sheet	F-4
Net Utility Plant	F-5
Accumulated Depreciation and Amortization of Utility Plant	F-5
Capital Stock	F-6
Retained Earnings	F-6
Proprietary Capital	F-6
Long Term Debt	F-6
Taxes Accrued	F-7
Payment for Services Rendered by Other Than Employees	F-7
Contributions in Aid of Construction	F-8
Cost of Capital Used for AFUDC Calculation	F-9
AFUDC Capital Structure Adjustments	F-10
WATER OPERATING SECTION	PAGE
Water Utility Plant Accounts	W-1
Analysis of Accumulated Depreciation by Primary Account - Water	W-2
Water Operation and Maintenance Expense	W-3
Water Customers	W-3
Pumping and Purchased Water Statistics and Mains	W-4
Wells and Well Pumps, Reservoirs, and High Service Pumping	W-5
Other Water System Information	W-6
WASTEWATER OPERATING SECTION	PAGE
Wastewater Utility Plant Accounts	S-1
Analysis of Accumulated Depreciation by Primary Account - Wastewater	S-2
Wastewater Operation and Maintenance Expense	S-3
Wastewater Customers	S-3
Pumping Equipment, Collecting and Force Mains and Manholes	S-4
Other Wastewater System Information	S-5
VERIFICATION SECTION	PAGE
Verification	V-1

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: Calvin C. Blake	President		
Person who prepared this report: Cheryl M. Martin	Certified Public Accountant	19200 Hwy 27 Lake Wales, Florida 33853	
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
Calvin C. Blake	100%		\$ 0
			\$
			\$
			\$
			\$
			\$
			\$

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 33,180	\$ 32,161	\$ _____	\$ 65,341
Commercial_____		1,036	559	_____	1,595
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other (Specify)_____	*	1,495	1,200	_____	2,695
Total Gross Revenue_____		\$ 35,711	\$ 33,920	\$ _____	\$ 69,631
Operation Expense (Must tie to pages W-3 and S-3)					
	W-3 S-3	\$ 23,173	\$ 34,918	\$ _____	\$ 58,091
Depreciation Expense_____	F-5	4,702	4,633	_____	9,335
CIAC Amortization Expense_____	F-8	(2,934)	(5,393)	_____	(8,327)
Taxes Other Than Income_____	F-7	1,906	1,625	_____	3,531
Income Taxes_____	F-7	0	0	_____	0
Total Operating Expense_____		\$ 26,847	35,783	_____	\$ 62,630
Net Operating Income (Loss)		\$ 8,864	\$ (1,863)	\$ _____	\$ 7,001
Other Income:					
Nonutility Income_____		\$ 378	\$ 217	\$ _____	\$ 595
Interest Income_____		_____	_____	_____	0
Collection Allowance_____		_____	_____	_____	0
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ 0
Interest Expense_____		7,521	7,521	_____	15,042
Other Amortization Exp_____		_____	_____	_____	0
Loss on Asset Disposal_____		_____	_____	_____	0
Net Income (Loss)		\$ 1,721	\$ (9,167)	\$ 0	\$ (7,446)

* Water Connection & Reconnection Fees \$1,495; Sewer Connection Fees \$1200

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	\$ 401,517	\$ 399,057
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	(294,313)	(284,981)
Net Utility Plant -----		\$ 107,204	\$ 114,076
Cash -----		813	1,468
Customer Accounts Receivable (141) -----		4,397	6,067
Other Assets (Specify): -----		0	0
Utility Deposits -----		400	400
Utility Plant Acquisition Adjustment (net) -----		89,547	96,268
Loan Costs (net of amortization) -----		282	628

Total Assets -----		\$ 202,643	\$ 218,907
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	67	67
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		0	0
Retained Earnings (215) -----	F-6	(7,095)	351
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ (7,028)	\$ 418
Long Term Debt (224) -----	F-6	\$ 118,358	\$ 123,413
Accounts Payable (231) -----		7,194	689
Notes Payable (232) -----		75,555	75,746
Customer Deposits (235) -----			0
Accrued Taxes (236) -----		227	1,977
Other Liabilities -----			
Transfers -----		0	0
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	8,337	16,664
Total Liabilities and Capital -----		\$ 202,643	\$ 218,907

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 130,609	\$ 270,908	\$ 0	\$ 401,517
Construction Work in -----	_____	0	0	0
Other (Specify) _____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____
Total Utility Plant _____	\$ 130,609	\$ 270,908	\$ 0	\$ 401,517

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 66,074	\$ 218,904	\$ 0	\$ 284,978
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ 4,702	\$ 4,633	\$ 0	\$ 9,335
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ 4,702	\$ 4,633	\$ 0	\$ 9,335
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ 0
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
0	0	0	0	0
Total Debits _____	\$ 0	\$ 0	\$ _____	\$ 0
Balance End of Year _____	\$ 70,776	\$ 223,537	\$ 0	\$ 294,313

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	\$ 351
Changes during the year (Specify):		
Net Profit or (Loss) _____		(7,453)
Adjustment for ownership change _____		0

Balance end of year _____	\$ _____	\$ (7,102)

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	\$ 118,358

Total _____			\$ 118,358

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				0
Local property tax				
Regulatory assessment fee	1,607	1,526		3,133
Other (Specify)		0		0
State & Federal payroll tax				0
Public Service Tax				0
Corporate annual report	37	37		74
Licenses	262	62		324
Total Taxes Accrued	\$ 1,906	\$ 1,625	\$	\$ 3,531

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	\$ 754	\$ 1,670	Testing
Walter Messer	\$ 3,903	\$ 4,245	Operations
Brooker Septic	\$ 0	\$ 8,216	Sludge Removal
Cheryl M Martin CPA	\$ 6,871	\$ 5,993	Accounting/Billing
Consta Flow	\$ 310	\$ 2,508	Maintenance
Corman Bardo	\$ 1,387	\$ 334	Billing/Maintenance
James Vukich	\$ 2,963	\$ 1,987	Maintenance
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ <u>32,023</u>	\$ <u>118,503</u>	\$ <u>150,526</u>
2) Add credits during year _____	\$ _____	\$ _____	\$ <u>0</u>
3) Total _____	<u>32,023</u>	<u>118,503</u>	<u>150,526</u>
4) Deduct charges during the year _____	_____	_____	<u>0</u>
5) Balance end of year _____	<u>32,023</u>	<u>118,503</u>	<u>150,526</u>
6) Less Accumulated Amortization _____	<u>(29,432)</u>	<u>(112,757)</u>	<u>(142,189)</u>
7) Net CIAC _____	\$ <u>2,591</u>	\$ <u>5,746</u>	\$ <u>8,337</u>

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.) _____			\$ <u>N/A</u> \$ <u>N/A</u>

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ <u>(26,498)</u>	\$ <u>(107,364)</u>	\$ <u>(133,862)</u>
Add Credits During Year: _____	<u>(2,934)</u>	<u>(5,393)</u>	<u>(8,327)</u>
Audit Adjustment _____	_____	_____	<u>0</u>
Deduct Debits During Year: _____	_____	_____	_____
Audit Adjustment _____	_____	_____	<u>0</u>
Balance End of Year (Must agree with line #6 above.) _____	\$ <u>(29,432)</u>	\$ <u>(112,757)</u>	\$ <u>(142,189)</u>

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

UTILITY NAME: Breeze Hill Utility

YEAR OF REPORT DECEMBER 31, 2004

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>N/A</u>	<u>N/A</u> %		<u>N/A</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>

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

UTILITY NAME: Breeze Hill Utility

YEAR OF REPORT
DECEMBER 31, 2004

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

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

N/A

**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	1170		1,805
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	60		154
344	Laboratory Equipment_____				
345	Power Operated Equipment_____				
346	Communication Equipment_____				
347	Miscellaneous Equipment_____				
348	Other Tangible Plant_____				
	Total Water Plant_____	\$ 129,379	\$ 1,230	\$ 0	\$ 130,609

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 %	\$ 1,354	\$	\$ 187	\$ 1,541
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	27	0 %	3.7 %	2,698		108	2,806
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains	32	0 %	3.12 %	260		28	288
310	Power Generating Equipment	17	0 %	5.88 %	205		106	311
311	Pumping Equipment	15	0 %	6.67 %	10,045		649	10,694
320	Water Treatment Equipment	17	0 %	5.88 %	4,594		0	4,594
330	Distribution Reservoirs & Standpipes	33	0 %	3.03 %	10,628		884	11,512
331	Trans. & Dist. Mains	38	0 %	2.63 %	20,406		827	21,233
333	Services	35	0 %	2.85 %	8,585		359	8,944
334	Meter & Meter Installations	17	0 %	5.88 %	4,340		1,240	5,580
335	Hydrants	40	0 %	2.5 %	2,381		115	2,496
339	Other Plant and Miscellaneous Equipment	20	0 %	5 %	667		149	816
340	Office Furniture and Equipment	15	0 %	6.67 %	115		22	137
341	Transportation Equipment	6	0 %	16.67 %	(238)		18	(220)
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment	15	0 %	6.67 %	34		10	44
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				\$ 66,074	\$ 0	\$ 4,702	\$ 70,776 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ _____
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____
604	Employee Pensions and Benefits_____	_____
610	Purchased Water_____	_____
615	Purchased Power_____	3,311
616	Fuel for Power Production_____	_____
618	Chemicals_____	613
620	Materials and Supplies_____	4,087
630	Contractual Services:	
	Billing_____	1,540
	Professional_____	6,871
	Testing_____	754
	Other_____	5,277
640	Rents_____	_____
650	Transportation Expense_____	_____
655	Insurance Expense_____	300
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
670	Bad Debt Expense_____	_____
675	Miscellaneous Expenses_____	420
	Total Water Operation And Maintenance Expense_____	\$ 23,173 *
	* 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	117	121	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	118	122
			118	122	119.5

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	(b)	(c)	(d)	(e)	(f)
	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
January_____	N/A	453	N/A	453	453
February_____	N/A	433	N/A	433	433
March_____	N/A	569	N/A	569	569
April_____	N/A	640	N/A	640	640
May_____	N/A	679	N/A	679	679
June_____	N/A	456	N/A	456	456
July_____	N/A	531	N/A	531	531
August_____	N/A	497	N/A	497	497
September_____	N/A	287	N/A	287	287
October_____	N/A	500	N/A	500	500
November_____	N/A	511	N/A	511	511
December_____	N/A	465	N/A	465	465
Total for Year_____	N/A	6021	N/A	6021	6021

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

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)
<u>Motors</u>				
Manufacturer _____	N/A	N/A	N/A	N/A
Type _____				
Rated Horsepower _____				
<u>Pumps</u>				
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. 121
4. Future connection capacity (in ERC's*) upon service area buildout. 712
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	60		154
394	Laboratory Equipment		0		0
395	Power Operated Equipment	250	1170		1,420
396	Communication Equipment				
397	Miscellaneous Equipment				
398	Other Tangible Plant				
	Total Wastewater Plant	\$ 269,678	\$ 1,230	\$ 0	\$ 270,908 *

* 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 %	\$ 293	\$	\$ 45	\$ 338
360	Collection Sewers - Force	27	0 %	3.7 %	14,881		735	15,616
361	Collection Sewers - Gravity	40	0 %	2.5 %	79,187		2,451	81,638
362	Special Collecting Structures		0 %	%				
363	Services to Customers	35	0 %	2.9 %	10,430		433	10,863
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations	35	0 %	2.8 %	7		2	9
370	Receiving Wells	25	0 %	4 %	17,291		703	17,994
371	Pumping Equipment	18	0 %	5.56 %	281		81	362
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 %	284		11	295
389	Other Plant and Miscellaneous Equipment	15	0 %	6.67 %	129		37	166
390	Office Furniture and Equipment	15	0 %	6.67 %	115		22	137
391	Transportation Equipment	6	0 %	16.67 %	(238)		18	(220)
392	Stores Equipment		%	%				
393	Tools, Shop and Garage Equipment	15	0 %	6.67 %	34		10	44
394	Laboratory Equipment		%	%				
395	Power Operated Equipment	10	0 %	10 %	113		85	198
396	Communication Equipment		%	%				
397	Miscellaneous Equipment		%	%				
398	Other Tangible Plant		%	%				
351	Organization Costs		%	%				
	Totals				\$ 218,904	\$ 0	\$ 4,633	\$ 223,537 *

* 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_____	1,790
715	Purchased Power_____	3,311
716	Fuel for Power Production_____	_____
718	Chemicals_____	959
720	Materials and Supplies_____	15,000
730	Contractual Services:	
732	Billing_____	19
	Professional_____	5,993
733	Testing_____	1,670
	Other_____	5,473
740	Rents_____	_____
750	Transportation Expense_____	_____
755	Insurance Expense_____	300
765	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
770	Bad Debt Expense_____	52
775	Miscellaneous Expenses_____	351
	Total Wastewater Operation And Maintenance Expense_____	\$ 34,918 *

* 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	117	121	121
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	118	122
				118	123.5

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			

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_____	4,600		

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_____	248	N/A	248
February_____	290	N/A	290
March_____	279	N/A	279
April_____	270	N/A	270
May_____	186	N/A	186
June_____	180	N/A	180
July_____	155	N/A	155
August_____	589	N/A	589
September_____	960	N/A	960
October_____	744	N/A	744
November_____	420	N/A	420
December_____	279	N/A	279
Total for year_____	4,600	N/A	4,600

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: Breeze Hill Utility

YEAR OF REPORT
DECEMBER 31, 2004

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 121
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 204
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).

Revised

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]* *

(signature of chief executive officer of the utility)

Date: 4-11-05

1. 2. 3. 4. *Cheryl M. Mann CPA* *

(signature of chief financial officer of the utility)

Date: 3-26-05

* 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: *BREEZE HILL UTILITY*

For the Year Ended December 31, 2004

(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>33,180</u>	\$ <u>33,180</u>	\$ <u>—</u>
Commercial	<u>1,036</u>	<u>1,036</u>	<u>—</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>1,495</u>	<u>1,495</u>	<u>—</u>
Total Water Operating Revenue	\$ <u>35,711</u>	\$ <u>35,711</u>	\$ <u>—</u>
LESS: Expense for Purchased Water from FPSC-Regulated Utility	<u> </u>	<u> </u>	<u> </u>
Net Water Operating Revenues	\$ <u>35,711</u>	\$ <u>35,711</u>	\$ <u>—</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: *BREEZE HILL UTILITY*

For the Year Ended December 31, 2004

(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>32,161</u>	\$ <u>32,161</u>	\$ <u>—</u>
Commercial	<u>559</u>	<u>559</u>	<u>—</u>
Industrial			
Multiple Family			
Guaranteed Revenues			
Other	<u>1,200</u>	<u>1,200</u>	<u>—</u>
Total Wastewater Operating Revenue	\$ <u>33,920</u>	\$ <u>33,920</u>	\$ <u>—</u>
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility			
Net Wastewater Operating Revenues	\$ <u>33,920</u>	\$ <u>33,920</u>	\$ <u>—</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).