

Original

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WATER AND/OR WASTEWATER UTILITIES

DIVISION OF
WATER AND SEWER

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

Do Not Remove from this Office

ANNUAL REPORT

WU056-02-AR
Dixie Groves Estates, Inc.
% Matthew A. Potter, CPA
5940 Main Street
New Port Richey, FL 34652-2716

09 SEP 12 AM 10:50
DIVISION OF
ECONOMIC REGULATION

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2002

Form PSC/WAW 6 (Rev. 12/99)

DECEMBER 31, 2002
UTILITY NAME: DIXIE GROVES ESTATES, INC.

FINANCIAL

SECTION

REPORT OF

YEAR OF REPORT
DECEMBER 31, 2002

DIXIE GROVES ESTATES, INC.

(EXACT NAME OF UTILITY)

5940 MAIN ST. NEW PORT RICHEY, FL 34652	SAME SAME	PASCO
Mailing Address	Street Address	County

Telephone Number (727)841-6500 Date Utility First Organized 7-11-72

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: DIXIE GROVES ESTATES, INC.
5940 MAIN STREET, NEW PORT RICHEY, FL 34652

Name of subdivisions where services are provided: DIXIE GROVES, KNOLLWOOD, & DIXIE GARDEN LOOP

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: MATTHEW A. POTTER	ASST.MANAGER	5940 MAIN ST. N.P.R., FL 34652	\$ _____
Person who prepared this report: MATTHEW A. POTTER	C. P. A.	5940 MAIN ST. N.P.R., FL 34652	\$ _____
Officers and Managers: JUDSON F. POTTER	PRES.	5914 WYOMING AVE. N.P.R., FL 34652	\$ 3000
MATTHEW A. POTTER	SEC/TREAS.	ABOVE	\$ 600
JULIE POTTER	OFFICE MANAGER	5940 MAIN ST, NPR	\$ 12000
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

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
JUDSON F. POTTER	50	ABOVE	\$ ABOVE
MATTHEW A. POTTER	50	ABOVE	\$ ABOVE
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential		\$ 53,367	\$ _____	\$ _____	\$ 53,367
Commercial		227	_____	_____	227
Industrial		_____	_____	_____	_____
Multiple Family		_____	_____	_____	_____
Guaranteed Revenues		_____	_____	_____	_____
Other (Specify)MISC.CHGS.		816	_____	_____	816
Total Gross Revenue		\$ 54,410	\$ _____	\$ _____	\$ 54,410
Operation Expense (Must tie to pages W-3 and S-3):S	W-3 S-3	\$ 58581	\$ _____	\$ _____	\$ 58,581
Depreciation Expense S:W44	F-5	2,734	_____	_____	2,734
CIAC Amortization Expense	F-8	(326)	_____	_____	(326)
Taxes Other Than Income	F-7	4853	_____	_____	4,853
Income Taxes	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 65,842	\$ _____	\$ _____	\$ 65,842
Net Operating Income (Loss)		\$ (11,432)	\$ _____	\$ _____	\$ (11,432)
Other Income:					
Nonutility Income		\$ _____	\$ _____	\$ _____	\$ 0
INT. & BD. CHECK FEE		_____	_____	142	142
		_____	_____	_____	0
Other Deductions:					
Miscellaneous utility Expenses		_____	\$ _____	\$ _____	\$ 0
Interest Expense		3,236	_____	_____	3,236
		_____	_____	_____	0
Net Income (Loss)		\$ (14,668)	\$ _____	\$ 142	\$ (14,526)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 92325	\$ 80370
Accumulated Depreciation and Amortization (108)-----	F-5,W-2,S-3	<u>63768</u>	<u>61034</u>
Net Utility Plant -----		\$ 28557	\$ 19336
Cash -----		-2057	3227
Customer Accounts Receivable (141) -----		4693	9737
Other Assets (Specify): -----			
PRE-PAID REG COMM. EXP. -----		500	500
AMORT. PRE-PAID REG. COMM EXP. -----		-500	-375
Total Assets -----		\$ 31193	\$ 32425
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	10000	10000
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----			
Retained Earnings (215) -----	F-6	21193	-13948
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ 31193	\$ -3948
Long Term Debt (224) -----	F-6	\$	\$
Accounts Payable (231) -----		0	3078
Notes Payable (232) -----		0	27212
Customer Deposits (235) -----		0	2396
Accrued Taxes (236) -----		0	2474
Other Liabilities (Specify) -----			
PREPAIDS -----		0	887
		0	
		0	
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	0	326
Total Liabilities and Capital -----		\$ 31193	\$ 32425

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service	\$ 92325	\$ _____	\$ _____	\$ 92325
Construction Work In	_____	_____	_____	0
Other (Specify)	_____	_____	_____	0
	_____	_____	_____	0
	_____	_____	_____	0
Total Utility Plant	\$ 92325	\$ 0	\$ 0	\$ 92325

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

Account 108	Water	Wastewater	Other than Reporting Systems	Total
Balance First of Year	\$ 61036	\$ _____	\$ _____	\$ 61036
Add Credits During Year:				
Accruals charged to depreciation account	\$ 2734	\$ _____	\$ _____	\$ 2734
Salvage	_____	_____	_____	0
Other Credits (specify)	_____	_____	_____	0
Total Credits	\$ 2734	\$ _____	\$ _____	\$ 2734
Deduct Debits During Year:				
Book cost of plant retired	\$ _____	\$ _____	\$ _____	\$ 0
Cost of removal	_____	_____	_____	0
Other debits (specify)	_____	_____	_____	0
Total Debits	\$ _____	\$ _____	\$ _____	\$ 0
Balance End of Year	\$ 63770	\$ _____	\$ _____	\$ 63770

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	
Shares authorized _____	1000	
Shares issued and outstanding _____	1000	
Total par value of stock issued _____	10000	
Dividends declared per share for year _____	0	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ -13948
Changes during the year (Specify): _____	_____	0
_____	_____	0
ADJUST _____	_____	35141
Balance end of year _____	\$ _____	\$ 21193

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	
_____	0		\$ 0

Total _____			\$ 0

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income taxes				
Federal income tax -----	\$ _____	\$ _____	\$ _____	\$ _____
State income tax -----	_____	_____	_____	0
Taxes other than income				
State ad valorem tax -----	450	_____	_____	450
Local property tax -----	483	_____	_____	483
Regulatory assessment fee -----	2448	_____	_____	2448
Other (specify) CORP RENE. -----	185	_____	_____	185
PAYROLL TAXES -----	1287	_____	_____	1287
Total Taxes Accrued -----	\$ 4853	\$ _____	\$ _____	\$ 4853

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
H2O UTILITY SERVICES	\$ 18083	\$ _____	Operation of plant,24HR,REPAIRS
ADVISOR ENTERPRISES	\$ 3600	\$ _____	Meter readings & Sm Maint.
MATTHEW A.POTTER, CPA	\$ 3435	\$ _____	TAXE PREP.,ACCOUNTING,ANN
	\$ _____	\$ _____	UAL REPORT
	\$ _____	\$ _____	
	\$ _____	\$ _____	
	\$ _____	\$ _____	
	\$ _____	\$ _____	
	\$ _____	\$ _____	
	\$ _____	\$ _____	
	\$ _____	\$ _____	
	\$ _____	\$ _____	

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ 10330	\$ _____	\$ 10330
2) Add credits during year_____	\$ _____	\$ _____	\$ _____
3) Total_____	10330	_____	10330
4) Deduct charges during the year_____	_____	_____	_____
5) Balance end of year_____	10330	_____	10330
6) Less Accumulated Amortization_____	10330	_____	10330
7) Net CIAC_____	\$ 0	\$ _____	\$ 0

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

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

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year_____	\$ 10004	\$ _____	\$ 10004
Add Credits During Year:_____	326	_____	326
Deduct Debits During Year:_____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ 10330	\$ _____	\$ 10330

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	211			211
304	Structures and Improvements	3811			3811
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	6502			6502
308	Infiltration Galleries and Tunnels				
309	Supply Mains	0			0
310	Power Generation Equipment	0			0
311	Pumping Equipment	11900	4486		16386
320	Water Treatment Equipment	2305			2305
330	Distribution Reservoirs and Standpipes	10384	1325		11709
331	Transmission and Distribution Lines	13253	2363		15616
333	Services	0			0
334	Meters and Meter Installations	21710	3781		25491
335	Hydrants	6933			6933
339	Other Plant and Miscellaneous Equipment	0			0
340	Office Furniture and Equipment	3361	0		3361
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop and Garage Equipment				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				0
	Total Water Plant	\$ 80370	\$ 11955	\$ 0	\$ 92325

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		%	3.57 %	\$ 2620	\$	\$ 136	\$ 2756
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	33	%	3.7 %	6502		49	6551
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains		%	%				0
310	Power Generating Equipment		%	%				0
311	Pumping Equipment	20	%	5.88 %	8560		693	9253
320	Water Treatment Equipment	20	%	5.88 %	2489			2489
330	Distribution Reservoirs & Standpipes	28	%	3.03 %	5495		242	5737
331	Trans. & Dist. Mains	28	%	2.63 %	13638			13638
333	Services		%	%				0
334	Meter & Meter Installations	10	%	5.88 %	15268		1003	16271
335	Hydrants	40	%	2.5 %	3682		173	3855
339	Other Plant and Miscellaneous Equipment		%	%				
340	Office Furniture and Equipment	10	%	16.67 %	2780		438	3218
341	Transportation Equipment		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				\$ 61034	\$	\$ 2734	\$ 63768 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 14400
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	1200
604	Employee Pensions and Benefits	2350
610	Purchased Water	0
615	Purchased Power	1988
616	Fuel for Power Production	
618	Chemicals	3607
620	Materials and Supplies	1253
630	Contractual Services:	
	Billing	
	Professional	3435
	Testing	1358
	Other operator, meter reading, repairs	16718
640	Rents	600
650	Transportation Expense	
655	Insurance Expense	889
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	125
670	Bad Debt Expense	8489
675	Miscellaneous Expenses	2169
	Total Water Operation And Maintenance Expense	\$ 58581 *

* This amount should tie to Sheet F-3.

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
5/8"	D	1.0	336	336	336
3/4"	D	1.5	1	1	1.5
1"	D	2.5			0
1 1/2"	D,T	5.0			0
2"	D,C,T	8.0			0
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
4"	D,C	25.0			
4"	T	30.0			
6"	D,C	50.0			
6"	T	62.5			
Other (Specify):					
Unmetered Customers					
			Total		
			337	337	337.5

** D = Displacement
 C = Compound
 T = Turbine

UTILITY NAME: **DIXIE GROVES ESTATES, INC.**

YEAR OF REPORT
DECEMBER 31, 2002

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_____	_____	901	_____	901	892
February_____	_____	779	_____	779	1063
March_____	_____	891	_____	891	1009
April_____	_____	1478	_____	1478	1169
May_____	_____	1228	_____	1228	1048
June_____	_____	1297	_____	1297	1033
July_____	_____	937	_____	937	934
August_____	_____	828	_____	828	980
September_____	_____	1384	_____	1384	842
October_____	_____	1188	_____	1188	956
November_____	_____	725	_____	725	971
December_____	_____	822	_____	822	923
Total for Year_____	0	12458	0	12458	11820

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
TRANSITE	4"	2880	None	None	2880
GALVANIZED	3"	210	_____	_____	210
"	2"	9970	_____	_____	9970
"	1 1/2"	350	_____	_____	350
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

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

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	1957	1960	1965	
Types of Well Construction and Casing_____	steel	steel	steel	
Depth of Wells_____	56	65	71	
Diameters of Wells_____	4	6	6	
Pump - GPM_____	none	205	150	
Motor - HP_____		10	3	
Motor Type*_____		submersible	submersible	
Yields of Wells in GPD_____		295200	216000	
Auxiliary Power_____				

* Submersible, centrifugal, etc.

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	0	pneumatic	pneumatic	
Capacity of Tank_____	0	1000	1000	
Ground or Elevated_____	0	ground	ground	

HIGH SERVICE PUMPING

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

UTILITY NAME;

DIXIE GROVES ESTATES, INC.

YEAR OF REPORT DECEMBER 31, 2002

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source	763400		
Type of Source	2 wells		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type	Liquid Chlor		
Make			
Gals. per day capacity	763400		
High service pumping			
Gallons per minute			
Reverse Osmosis			
Lime Treatment			
Unit Rating			
Filtration			
Pressure Sq. Ft.			
Gravity GPD/Sq.Ft.			
Disinfection			
Chlorinator	yes		
Ozone			
Other			
Auxiliary Power			

UTILITY NAME: _____ DIXIE GROVES ESTATES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____ DIXIE GROVES ESTATES, INC.

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. _____ 91.18
2. Maximum number of ERCs * which can be served. _____ 91.18
3. Present system connection capacity (in ERCs *) using existing lines. _____ 91.18
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? _____ no
If so, how much capacity is required? _____
7. Attach a description of the fire fighting facilities. _____ none
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? _____
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.
 - 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 # _____ 6510461
12. Water Management District Consumptive Use Permit # _____ 207718.01
 - 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

Note: This utility is a water only service; therefore, Pages S-1 through S-6 have been omitted from this report.

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

1. 2. 3. 4. _____ *

(signature of chief executive officer of the utility)

1. 2. 3. 4. Matthew A. Patten - Treas.

(signature of chief financial officer of the utility)

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.