

CLASS "A"

WATER and/or SEWER UTILITIES

(Gross Revenue of \$750,000 and Over)

ANNUAL REPORT

OF

WU108
Hobe Sound Water Company
P. O. Box 68
Hobe Sound, FL 33475-0068

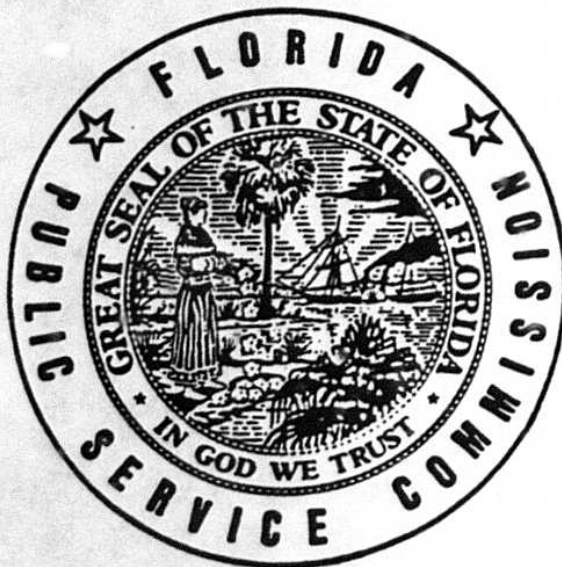
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Florida Public Service Commission
Division of Water and Wastewater



FOR THE
YEAR ENDED DECEMBER 31, 19 97

OFFICIAL COPY
DIVISION OF
WATER AND SEWER
Do Not Remove from the Office

General Instructions

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Sewer Utilities.
2. Interpret all accounting words and phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar unless otherwise specifically indicated.
7. Complete this report by means which result in a permanent record, such as by typewriter.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page inserted. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. The report should be filled out in quadruplicate and the original and two copies returned by March 31 of the year following the date of the report. The report should be returned to:

Florida Public Service Commission
Division of Water and Sewer
101 East Gaines Street
Tallahassee, Florida 32399-0873

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EXECUTIVE SUMMARY

CERTIFICATION OF ANNUAL REPORT

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31, 19____

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

Items Certified

1.	2.	3.	4.	
()	()	()	()	_____ *
				(signature of chief executive officer of the utility)

1.	2.	3.	4.	
()	()	()	()	_____ *
				(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.

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.

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.
X	X	X	X

1.	2.	3.	4.
X	X	X	X



(Signature of Chief Executive Officer of the utility)



(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 officers. The items being certified by the officer should be indicated in the appropriate 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.

ANNUAL REPORT OF

YEAR OF REPORT
December 31, 1997

HOBE SOUND WATER COMPANY
(Exact Name of Utility)

County: Martin

List below the exact mailing address of the utility for which normal correspondence should be sent:

HOBE SOUND WATER COMPANY
P.O. BOX 68
HOBE SOUND, FL 33475
Telephone: 561 546-2511

Name and address of person to whom correspondence concerning this report should be addressed:

MICHAEL A. CARFINE
HOBE SOUND WATER COMPANY
P.O. BOX 68
HOBE SOUND, FL 33475
Telephone: 561 546-2511

List below the address of where the utility's books and records are located:

11844 S.E. OLD DIXIE HWY.
HOBE SOUND, FL 33455

Telephone: 561 546-2511

List below any groups auditing or reviewing the records and operations:

MOORE, CALER, DONTEN & LEVINE, P.A.
GUASTELLA & ASSOCIATES

Date of original organization of the utility: APRIL 1, 1969

Check the appropriate business entity of the utility as filed with the Internal Revenue Service

- Individual Partnership
 Sub S Corporation 1120 Corporation

List below every corporation or person owning or holding directly or indirectly 5% or more of the voting securities of the utility:

	Name	Percent Ownership
1.	HOBE SOUND TRUST	100.00%
2.		
3.		
4.		
5.		
6.		
7.		
8.		
9.		
10.		

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION

NAME OF COMPANY REPRESENTATIVE (1) & (2)	TITLE OR POSITION (1) & (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
MICHAEL A. CARFINE JAYDEE TALLEY JOHN GUASTELLA GARY WHITE BRUCE MAY	VP/GENERAL MANAGER SUPERINTENDENT RATE CONSULTANT RATE CONSULTANT LEGAL COUNSEL	GUSATELLA & ASSOCIATES GUASTELLA & ASSOCIATES HOLLAND & KNIGHT	ADMINISTRATION OPERATION RATES RATES LEGAL

- (1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.
- (2) Provide individual telephone numbers if the person is not normally reached at the company.
- (3) Name of company employed by if not on general payroll.

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT
December 31, 1997

COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

INCORPORATED IN 1969, THE HOBE SOUND WATER COMPANY PROVIDES WATER FOR THE HOBE SOUND AND JUPITER ISLAND AREAS.

OUR MAJOR GOALS ARE TO PROVIDE QUALITY WATER, PROMPT SERVICE AND CONSISTENT WATER PRESSURE WITHIN OUR SERVICE AREA.

GROWTH WITHIN OUR SERVICE AREA HAS BEEN GRADUAL AND IN ALL INDICATION WILL CONTINUE FOR THE FORESEEABLE FUTURE.

THE COMPANY HAS INVESTED OVER \$2 MILLION FOR CAPITAL IMPROVEMENT IN 1989 & 1990. THIS INVOLVED NEW STORAGE, PUMPING AND TREATMENT FACILITIES AND THE ON GOING PROJECT OF ADDING TWO WELLS.

THE COMPANY IN 1993 COMPLETED A PIPELINE PROJECT TO JUPITER ISLAND. THIS IS THE SECOND MAIN TO THESE CUSTOMERS. THIS EXTENSION PROVIDES THE NECESSARY REDUNDANCY TO THE 1938 SOLE LINK TO THE ISLAND AS WELL AS MAINTAINING ADEQUATE FIRE PROTECTION TO EVERYONE ON JUPITER ISLAND.

IN 1994 THE COMPANY BEGAN A PROCESS OF ADDING WELLS TO OUR WESTERN WELLFIELD DUE TO THE PRESENCE OF A SALTWATER PLUME IN OUR EASTERN WELLFIELD. SOME WELLS HAVE BEEN TEMPORARILY TAKEN OFF-LINE UNTIL THE SALTWATER INTERFACE RETURNS TO THE RIVER. ADDITIONALLY, MONITORING WELLS HAVE BEEN ADDED TO OUR NETWORK TO GUARANTEE DETECTOR OF ANY FUTURE INTRUSION. ALSO, A WETLAND MONITORING SYSTEM HAS BEEN INSTALLED TO IDENTIFY ANY WETLAND IMPACTS.

IN 1996 COMPANY HAS DESIGNED AN IRON REMOVAL FACILITY TO MEET SECONDARY WATER QUALITY STANDARDS FOR IRON AND MANGANESE, IN ACCORDANCE WITH DEP CONSENT AGREEMENT OF SEPTEMBER 1995. THE IRON REMOVAL FACILITY WAS CONSTRUCTED AND PLACED IN SERVICE IN LATE 1997. THIS CAPITAL IMPROVEMENT REMAINS AS "WORK IN PROGRESS" UNTIL FINAL ACCEPTANCE HAS BEEN RECEIVED FROM FDEP AND MARTIN COUNTY.

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT
December 31, 1997

PARENT/AFFILIATE ORGANIZATION CHART

Current as of _____

Complete below an organizational chart that show all parents and subsidiaries of of the utility
The chart must also show the relationship between the utility and affiliates listed on E-7, E-10(a) and E-10(b).

HOBE SOUND TRUST

HOBE SOUND WATER CO.
(WHOLLY OWNED SUBSIDIARY)

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	% OF TIME SPENT OFFICERS COMPENSATION (d)
NATHANIEL P. REED	PRESIDENT		\$ 0
ADRIAN P. REED	VICE PRESIDENT		0
MICHAEL A. CARFINE	VIP/GENERAL MANAGER	100.00%	\$63,788
JANET BROWN	SECRETARY	50.00%	\$23,368

COMPENSATION OF DIRECTORS

For each director, list the number of director meetings attended by each director and the compensation received as a director from the respondent.			
NAME (a)	TITLE (b)	NUMBER OF MEETINGS ATTENDED (c)	NUMBER OF DIRECTORS COMPENSATION (d)
NATHANIEL P. REED	DIRECTOR	2	\$ 0
ADRIAN P. REED	DIRECTOR	2	0
JOSEPH V. REED	DIRECTOR	2	0
ROBERT A. HEMMES	DIRECTOR	2	0

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, or other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

OFFICER DIRECTOR OR AFFILIATE (a)	NAME OF IDENTIFICATION OF SERVICE OR (b)	AMOUNT PRODUCT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
N/A	N/A	\$	

* Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

AFFILIATION OF OFFICERS AND DIRECTORS

For each of the officials listed on page E-6, list the principle occupation or business affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
NATHANIEL P. REED ADRIAN P. REED MICHAEL A. CARFINE JANET BROWN	ENVIRONMENTALIST FARMER VP/GENERAL MANAGER SECRETARY		HOBE SOUND TRUST P.O. BOX 68 HOBE SOUND, FL 33475

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

BUSINESSES WHICH ARE A BY PRODUCT, COPRODUCT OR JOINT PRODUCT RESULT OF PROVIDING WATER OR WASTEWATER SERVICE

Complete the following for any business which is conducted as a byproduct, coproduct, or joint product as a result of providing water and/or wastewater service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenue and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
N/A			\$	\$	\$	

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6, identifying the parties, amounts, dates and product, and asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:
 - management, legal and accounting services
 - computer services
 - engineering & construction services
 - repairing and servicing of equipment
 - material and supplies furnished
 - leasing of structures, land, and equipment
 - rental transactions
 - sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			CONTRACT OR (S)old (d)	
N/A				\$

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

Part II. Specific Instructions: Sale, Purchase and Transfer of Assets
 Enter in this part all transactions relating to the purchase, sale, or transfer of assets. 3. The columnar instructions follow:

Below are examples of some types of transactions to include:

- purchase, sale or transfer of equipment
- purchase, sale or transfer of land and structures
- purchase, sale or transfer of securities
- noncash transfers of assets
- noncash dividends other than stock dividends
- writeoff of bad debts or loans

- (a) Enter name of related party or company.
- (b) Describe briefly the type of assets purchased, sold or transferred.
- (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S".
- (d) Enter the net book value for each item reported.
- (e) Enter the net profit or loss for each item reported. (column (c) - column(d)).
- (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
N/A		\$	\$	\$	\$

E-10(b)

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
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**COMPOSITE STATISTICS FOR ALL PRIVATELY OWNED
WATER AND WASTEWATER UTILITIES UNDER AGENCY JURISDICTION**

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)
PLANT (Intrastate Only) (000's Omitted):		
Plant in Service _____	\$ 7,120	\$
Construction Work In Progress _____	1,571	
Plant Acquisition Adjustment _____		
Plant Held For Future Use _____		
Materials and Supplies _____	14	
Less:		
Accumulated Depreciation and Accumulated Amortization _____	2,463	
Contributions In Aid of Construction _____	237	
Net Book Cost _____	\$ 6,005	\$
REVENUES AND EXPENSES (Intrastate Only) (000's Omitted):		
Operating Revenues _____	\$ 1,606	\$
Depreciation and Amortization Expense _____	\$ 311	\$
Income Tax Expense _____	0	
Taxes Other Than Income _____	201	
Other Operation Expenses _____	986	
Total Operating Expenses _____	\$ 1,498	\$
Net Operating Income _____	\$ 108	\$
Other Income _____	\$ 391	\$
Other Income Deductions _____	307	
Net Income _____	\$ 192	\$
CUSTOMERS (Intrastate Only):		
Residential - Yearly Average _____	1,108	
Commercial - Yearly Average _____	170	
Industrial - Yearly Average _____		
Others - Yearly Average _____		
Total _____	1,278	
OTHER STATISTICS (Intrastate Only):		
Average Annual Residential Use Per 1,000 Gallons _____		
Average Annual Residential Cost Per 1,000 Gallons _____	\$	\$
Average Residential Monthly Bill _____	\$	\$
Gross Plant Investment Per Customer _____	\$	\$

**FINANCIAL
SECTION**

UTILITY NAME: _____

 YEAR OF REPORT
 DECEMBER 31, 19____

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-5	\$ _____	\$ _____
108-110	Less: Accumulated Depreciation and Amortization	F-6	_____	_____
	Net Plant		\$ _____	\$ _____
114-115	Utility Plant Acquisition Adjustments (Net)	F-5	_____	_____
116	Other Utility Plant Adj.		_____	_____
	Total Net Utility Plant		\$ _____	\$ _____
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-7	\$ _____	\$ _____
122	Less: Accumulated Depreciation and Amortization		_____	_____
	Net Nonutility Property		\$ _____	\$ _____
123	Investment In Associated Companies	F-8	_____	_____
124	Utility Investments	F-8	_____	_____
125	Other Investments	F-8	_____	_____
126-127	Special Funds	F-8	_____	_____
	Total Other Property & Investments		\$ _____	\$ _____
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ _____	\$ _____
132	Special Deposits	F-7	_____	_____
133	Other Special Deposits	F-7	_____	_____
134	Working Funds		_____	_____
135	Temporary Cash Investments		_____	_____
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-9	_____	_____
145	Accounts Receivable from Associated Companies	F-10	_____	_____
146	Notes Receivable from Associated Companies	F-10	_____	_____
151-153	Material and Supplies	F-11	_____	_____
161	Stores Expense		_____	_____
162	Prepayments	F-11	_____	_____
171	Accrued Interest and Dividends Receivable		_____	_____
172	Rents Receivable		_____	_____
173	Accrued Utility Revenues		_____	_____
174	Misc. Current and Accrued Assets		_____	_____
	Total Current and Accrued Assets		\$ _____	\$ _____

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. (a)	ACCOUNT NAME NO. (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	UTILITY PLANT			
101-105	Utility Plant _____	F-5	\$ 8,690,870	\$ 7,191,270
108-110	Less: Accumulated Depreciation and Amortization _____	F-6	2,463,349	2,224,781
	Net Plant _____		\$ 6,227,521	\$ 4,966,489
114-115	Utility Plant Acquisition Adjustments (Net) _____	F-5		
	Other Plant Adj. _____			
	Total Net Utility Plant _____		\$ 6,227,521	\$ 4,966,489
	OTHER PROPERTY AND INVESTMENTS			
121	Nonutility Property _____	F-7	\$ 0	\$ 16,462
122	Less: Accumulated Depreciation and Amortization _____		0	(5,966)
	Net Nonutility Property _____		\$	\$ 10,496
123	Investment In Associated Companies _____	F-8		
124	Utility Investments _____	F-8		
125	Other Investments _____	F-8		
127	Other Special Funds _____	F-8		
	Total Other Property & Investments _____		\$	\$ 10,496
	CURRENT AND ACCRUED ASSETS			
131	Cash _____		\$ 9,770	\$ 64,934
132	Special Deposits _____	F-7		
134	Working Funds _____			
135	Temporary Cash Investments _____		61,854	7,293
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts _____	F-9	17,131	22,219
145	Accounts Receivable from Associated Companies _____	F-10	9,334	
146	Notes Receivable from Associated Companies _____	F-10	203,376	
151	Material and Supplies _____		14,286	14,286
162	Prepayments _____	F-11	13,557	26,953
171	Accrued Interest and Dividends Receivable _____			
174	Misc. Current and Accrued Assets _____		30,014	
	Total Current and Accrued Assets _____		\$ 359,322	\$ 135,685

F-1(a)

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

NO. (a)	ACCT. ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense _____	F-12	\$ _____	\$ _____
182	Extraordinary Property Losses _____	F-12	_____	_____
186	Misc. Deferred Debits _____	F-11	471,077	381,534
190	Accumulated Deferred Income Taxes _____		15,000	15,000
	Total Deferred Debits _____		\$ 486,077	\$ 396,534
	TOTAL ASSETS AND OTHER DEBITS _____		\$ 7,072,920	\$ 5,509,204

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. (a)	ACCOUNT NAME NO. (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	EQUITY CAPITAL			
201	Common Stock Issued _____	F-14	\$ 500	\$ 500
204	Preferred Stock Issued _____	F-14		
211	Other Paid - In Capital _____		1,108,740	1,108,740
212	Discount On Capital Stock _____			
213	Capital Stock Expense _____		(1,000)	
214-215	Retained Earnings _____	F-15	837,928	645,794
216	Reacquired Capital Stock _____			
218	Proprietary Capital (Proprietorship and Partnership Only) _____		0	0
	Total Equity Capital _____		\$ 1,946,168	\$ 1,755,034
	LONG TERM DEBT			
221	Bonds _____	F-16		
223	Advances from Associated Companies _____	F-16		
224	Other Long Term Debt _____	F-14		0
	Total Long Term Debt _____		\$	\$
	CURRENT AND ACCRUED LIABILITIES			
231	Accounts Payable _____		127,464	150,280
232	Notes Payable _____	F-13	4,463,798	3,080,124
233	Accounts Payable to Associated Companies _____	F-13		
234	Notes Payable to Associated Companies _____	F-13	20,000	0
235	Customer Deposits _____			
236	Accrued Taxes _____	F-17	181,474	184,676
237	Accrued Interest _____	F-18		
238	Accrued Dividends _____			
239	Matured Long Term Debt _____			
240	Matured Interest _____			
241	Miscellaneous Current & Accrued Liabilities _____	F-19	17,173	18,564
	Total Current & Accrued Liabilities _____		\$ 4,809,909	\$ 3,433,644

F-2(a)

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. (a)	ACCOUNT NAME NO. (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	DEFERRED CREDITS			
251	Unamortized Premium On Debt _____	F-12	\$ _____	\$ _____
252	Advances For Construction _____	F-19	_____	_____
253	Other Deferred Credits _____		_____	_____
255	Accumulated Deferred Investment Tax Credits _____		_____	_____
	Total Deferred Credits _____		\$ _____	\$ _____
	OPERATING RESERVES			
261	Property Insurance Reserve _____		\$ _____	\$ _____
262	Injuries & Damages Reserve _____		_____	_____
263	Pensions and Benefits Reserve _____		_____	_____
265	Miscellaneous Operating Reserves _____		_____	_____
	Total Operating Reserves _____		\$ _____	\$ _____
	CONTRIBUTIONS IN AID OF CONSTRUCTION			
271	Contributions in Aid of Construction _____	F-20	\$ 236,870	\$ 233,695
272	Accumulated Amortization of Contributions in Aid of Construction _____	F-21	(77,127)	(70,269)
	Total Net C.I.A.C. _____		\$ 159,743	\$ 163,426
	ACCUMULATED DEFERRED INCOME TAXES			
281	Accumulated Deferred Income Taxes - Accelerated Depreciation _____		\$ 157,100	\$ 157,100
282	Accumulated Deferred Income Taxes - Liberalized Depreciation _____		_____	_____
283	Accumulated Deferred Income Taxes - Other _____		_____	_____
	Total Accumulated Deferred Income Tax _____		\$ 157,100	\$ 157,100
	TOTAL EQUITY CAPITAL AND LIABILITIES		\$ 7,072,920	\$ 5,509,204

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

COMPARATIVE OPERATING STATEMENT

NO. (a)	ACCT. ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	UTILITY OPERATING INCOME			
400	Operating Revenues _____	\$ 1,577,436	F-3(b)	\$ 1,605,945
401	Operating Expenses _____	\$ 893,617	F-3(b)	\$ 985,760
403	Depreciation Expense _____	228,290	F-6	238,568
406	Amortization of Utility Plant Acquisition Adjustment _____			
407	Amortization Expense _____	51,443		72,595
408.1	Taxes Other Than Income _____	196,160	F-17	201,251
409.1	Income Taxes _____	0	F-17	0
410.10	Deferred Income Taxes _____			
411.10	Provision for Deferred Income Taxes - Credit _____			
412.10	Investment Tax Credits Deferred to Future Periods _____			
412.11	Investment Tax Credits Restored to Operating Income _____			
	Utility Operating Expenses _____	\$ 1,369,510		\$ 1,498,174
	Utility Operating Income _____	\$ 207,836		\$ 107,771
413	Income From Utility Plant Leased to others _____			
414	Gains (losses) From Disposition of Utility Property _____			
	Total Utility Operating Income [Enter here and on Page F-3(c)] _____	\$ 207,836		\$ 107,771

F-3(a)

COMPARATIVE OPERATING STATEMENT (Cont'd)

PAGE (f)	REF. WATER (g)	PAGE (h)	REF. WASTEWATER (i)	OTHER (j)
W-3	\$ 1,605,945	S-3	\$	\$
W-2	\$ 985,760	S-2	\$	\$
F-6	238,568	F-6		
F-6	72,595	F-6		
F-17	201,251	F-17		
F-17	0	F-17		
	\$ 1,498,174		\$	\$
	\$ 107,771		\$	\$
	\$ 107,771		\$	\$

F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. (a)	ACCOUNT NAME NO. (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	Total Utility Operating Income [from page F-3(a)]	\$ 207,836		\$ 107,771
	OTHER INCOME AND DEDUCTIONS			
415	Revenues-Merchandising, Jobbing, and Contract Deductions	\$		\$
416	Costs & Expenses of Merchandising Jobbing, and Contract Work			
419	Interest and Dividend Income	290		7,042
420	Allowance for Funds Used During Construction			
421	Nonutility Income	(488)		400,930
426	Miscellaneous Nonutility Expenses			(17,014)
	Total Other Income and Deductions	\$ (198)		\$ 390,958
	TAXES APPLICABLE TO OTHER INCOME			
408.20	Taxes Other Than Income	\$	F-17	\$
409.20	Income Taxes		F-17	
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
	Total Taxes Applicable To Other Income	\$		\$
	INTEREST EXPENSE			
427	Interest Expense	\$ 269,067	F-18	\$ 306,595
428	Amortization of Debt Discount & Expense		F-12	
429	Amortization of Premium on Debt		F-12	
	Total Interest Expense	\$ 269,067		\$ 306,595
	EXTRAORDINARY ITEMS			
433	Extraordinary Income	\$		\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
	Total Extraordinary Items	\$		\$
	NET INCOME	\$ (61,429)		\$ 192,134

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT
December 31, 1997

SCHEDULE OF YEAR END RATE BASE

NO.	ACCT. ACCOUNT NAME	REF. PAGE	WATER UTILITY	WASTEWATER UTILITY
(a)	(b)	(c)	(d)	(e)
101	Utility Plant In Service -----	F-5	\$ 7,120,137	\$
	Less:			
	Nonused and Useful Plant (1) -----			
108	Accumulated Depreciation -----	F-6	2,463,349	
110	Accumulated Amortization -----	F-6		
271	Contributions In Aid of Construction -----	F-20	236,870	
252	Advances for Construction -----	F-19		
	Subtotal -----		\$ 4,419,918	\$
	Additions:			
272	Accumulated Amortization of Contributions in Aid of Construction -----	F-21	77,127	
	Subtotal -----		\$ 4,497,045	\$
	Plus or Minus:			
114	Acquisition Adjustments (2) -----	F-5		
115	Accumulated Amortization of Acquisition Adjustments (2) -----	F-5		
	Working Capital Allowance (3) -----			
	Other (Specify): _____ _____			
	RATE BASE -----		\$ 4,497,045	\$
	UTILITY OPERATING INCOME -----		\$ 107,771	\$
	ACHIEVED RATE OF RETURN -----		2.40%	

NOTES :

- (1) Estimate if not Known.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculate using Balance Sheet Method, beginning-year end average.

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

UTILITY PLANT (ACCTS. 101-106)

ACCT. (a)	DESCRIPTION (b)	WATER NO. (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
	Plant Accounts:				
101	Utility Plant In Service	\$ 7,120,137	\$ 0	\$	\$ 7,120,137
102	Utility Plant Leased to Others				
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold	0			
105	Construction Work in Progress	1,570,733			1,570,733
	Total Utility Plant	\$ 8,690,870	\$	\$	\$ 8,690,870

UTILITY PLANT ACQUISITION ADJUSTMENTS (ACCTS. 114 - 115)

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition approved by the Commission, include the Order Number.					
DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)	
ACQUISITION ADJUSTMENTS (114):					
	\$ N/A	\$	\$	\$	
Total Plant Acquisition Adjs.	\$	\$	\$	\$	
ACCUMULATED AMORTIZATION (115):					
	\$	\$	\$	\$	
Total Accumulated Amortization	\$	\$	\$	\$	
Net Acquisition Adjustments	\$	\$	\$	\$	

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

ACCUMULATED DEPRECIATION (ACCT. 108)

DESCRIPTION (a)	WATER	WASTEWATER	OTHER THAN	TOTAL
	NO. (b)		REPORTING SYSTEMS (d)	
Balance first of year _____	\$ 2,224,781	\$ _____	\$ _____	\$ 2,224,781
Credit during year:				
Accruals charged to Account 108	\$ _____	\$ _____	\$ _____	\$ _____
Other Accounts (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Salvage _____	_____	_____	_____	_____
Other Credits (Specify) _____	_____	_____	_____	_____
_____	238,568	_____	_____	238,568
Total Credits _____	\$ 238,568	\$ _____	\$ _____	\$ 238,568
Debits during year:				
Book cost of plant retired _____	_____	_____	_____	_____
Cost of removal _____	_____	_____	_____	_____
Other Debits (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance end of year _____	\$ 2,463,349	\$ _____	\$ _____	\$ 2,463,349

ACCUMULATED AMORTIZATION (ACCT. 110)

DESCRIPTION (a)	WATER	WASTEWATER	OTHER THAN	TOTAL
	NO. (b)		REPORTING SYSTEMS (d)	
Balance first of year _____	\$ N/A	\$ _____	\$ _____	\$ _____
Credit during year:				
Accruals charged to Account 110	\$ _____	\$ _____	\$ _____	\$ _____
Other Accounts (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits _____	\$ _____	\$ _____	\$ _____	\$ _____
Debits during year:				
Book cost of plant retired _____	_____	_____	_____	_____
Other Debits (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance end of year _____	\$ _____	\$ _____	\$ _____	\$ _____

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

NONUTILITY PROPERTY (ACCT. 121)

Report separately each item of property with a book cost of \$25,000 or more included in Account 121. Other items may be grouped by classes of property.

DESCRIPTION (a)	BEGINING YEAR (b)	ADDITIONS BALANCE (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
	\$ 16,462	\$ _____	\$ 16,462	\$ _____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total Nonutility Property _____	\$ 16,462	\$ _____	\$ 16,462	\$ _____

SPECIAL DEPOSITS (ACCT. 132)

Report hereunder all special deposits carried in Accounts 132.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (ACCT. 132):	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
Total Special Deposits _____	\$ _____

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT December 31, 1997
--

INVESTMENTS AND SPECIAL FUNDS (ACCTS. 123-127)

Report hereunder all investments and special funds carried in Accounts 123 thru 127.		
DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (ACCT. 123): N/A _____ _____ _____ _____ Total Investment in Associated Companies -----	\$ _____ _____ _____ _____ \$ _____	\$ _____ _____ _____ _____ \$ _____
UTILITY INVESTMENTS (ACCT. 124): _____ _____ _____ _____ Total Utility Investment -----	\$ _____ _____ _____ _____ \$ _____	\$ _____ _____ _____ _____ \$ _____
OTHER INVESTMENTS (ACCT. 125): _____ _____ _____ _____ Total Other Investment -----	\$ _____ _____ _____ _____ \$ _____	\$ _____ _____ _____ _____ \$ _____
SPECIAL FUNDS (ACCT. 127): _____ _____ _____ _____ Total Special Funds -----		\$ _____ _____ _____ _____ \$ _____

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

ACCOUNTS AND NOTES RECEIVABLE - NET (ACCTS. 141 - 144)

Report hereunder all accounts and notes receivable included in Accounts 141, 142, and 144. Amounts included in Accounts 142 and 144 should be listed individually.	
DESCRIPTION (a)	TOTAL (b)
ACCOUNTS RECEIVABLE:	
Customer Accounts Receivable (Acct. 141):	
Water_____	\$ 24,610
Wastewater_____	
Other_____	
Total Customer Accounts Receivable_____	\$ 24,610
OTHER ACCOUNTS RECEIVABLE (Acct. 142):	
_____	\$ _____

Total Other Accounts Receivable_____	\$ _____
NOTES RECEIVABLE (Acct. 144):	
_____	\$ 0

Total Notes Receivable_____	\$ _____
Total Accounts and Notes Receivable_____	\$ 24,610
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143)	
Balance first of year_____	\$ 8,402
Add: Provision for uncollectibles for current year_____	\$ 649
Collection of accounts previously written off_____	
Utility Accounts_____	
Others_____	
Total Additions_____	\$ 649
Deduct accounts written off during year:	
Utility Accounts_____	1,572
Others_____	
Total accounts written off_____	\$ 1,572
Balance end of year_____	\$ (7,479)
Total Accounts and Notes Receivable - Net_____	\$ 17,131

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT December 31, 1997
--

ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 145)

Report each account receivable from associated companies separately.	
DESCRIPTION (a)	TOTAL (b)
Hobe Sound Land Company	\$ 9,334
Total _____	\$ 9,334

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 146)

Report each note receivable from associated companies separately.		
DESCRIPTION (a)	INTEREST	
	RATE (b)	TOTAL (c)
Hobe Sound Land Company	8.00%	\$ 203,376
Total _____		\$ 203,376

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

PREPAYMENTS (ACCT. 162)

DESCRIPTION (a)	TOTAL (b)
Prepaid Insurance _____	\$ 13,557
Prepaid Rents _____	
Prepaid Interest _____	
Prepaid Taxes _____	
Other Prepayments (Specify): _____	

Total Prepayments _____	\$ 13,557

MISCELLANEOUS DEFERRED DEBITS (ACCT. 186)

DESCRIPTION (a)	TOTAL (b)
MISCELLANEOUS DEFERRED DEBITS (Acct. 186):	
Deferred Rate Case Expense (Acct. 186.1) _____	\$ 193,901
Other Deferred Debits (Acct. 186.2) _____	277,176
Total Miscellaneous Deferred Debits _____	\$ 471,077

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT December 31, 1997
--

**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT
(ACCTS. 181 & 251)**

Report the net discount and expense or premium separately for each security issue.		
DESCRIPTION (a)	AMOUNT	
	WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (ACCT. 181):		
N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
Total Unamortized Debt Discount and Expense _____	\$ _____	\$ _____
UNAMORTIZED PREMIUM ON DEBT (ACCT. 251)		
N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt _____	\$ _____	\$ _____

EXTRAORDINARY PROPERTY LOSSES (ACCT. 182)

Report each item separately.	
DESCRIPTION (a)	TOTAL (b)
EXTRAORDINARY PROPERTY LOSSES (ACCT. 182):	
_____	\$ N/A
_____	_____
Total Extraordinary Property Losses _____	\$ _____

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

NOTES PAYABLE (ACCTS. 232 & 234)

DESCRIPTION (a)	NOMINAL DATE OF ISSUE (b)	DATE OF MATURITY (c)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (f)
			RATE (d)	FREQUENCY OF PAYMENT (e)	
ACCOUNT 232 - NOTES PAYABLE: CoBank	April 1997	April 2017	7.50%	Libor Mo	\$ 4,463,798
					0
					0
Total Account 232					\$ 4,463,798
ACCOUNT 234 - NOTES PAYABLE TO ASSOC. COMPANIES:					
Hobe Sound Trust	May 1997	May 1998	8.00%		\$ 20,000
Total Account 234					\$ 20,000

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES (ACCT. 233)

Report each account payable separately.	
DESCRIPTION (a)	TOTAL (b)
N/A	\$
Total	\$

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT
December 31, 1997

STATEMENT OF RETAINED EARNINGS

1. Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.
2. Show separately the state and federal income tax effect of items shown in Account No. 439.

NO. (a)	ACCT. DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings:	
	Balance Beginning of Year _____	\$ 645,794
	Changes to Account:	
439	Adjustments to Retained Earnings (requires Commission approval prior to use):	
	Credits: _____	\$ _____
	Total Credits: _____	\$ _____
	Debits: _____	\$ _____
	Total Debits: _____	\$ _____
435	Balance Transferred from Income _____	\$ _____
436	Appropriations of Retained Earnings:	
	_____	192,134

	Total Appropriations of Retained Earnings _____	\$ 192,134
	Dividends Declared:	
437	Preferred Stock Dividends Declared _____	
438	Common Stock Dividends Declared _____	
	Total Dividends Declared _____	\$ _____
	Year end Balance _____	\$ _____
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	

	Total Appropriated Retained Earnings _____	\$ _____
	Total Retained Earnings _____	\$ 837,928

Notes to Statement of Retained Earnings:

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 1997

ACCRUED TAXES (ACCT. 236)

ACCT.	DESCRIPTION	WATER	WASTEWATER NO.	OTHER	TOTAL
(a)	(b)	(c)	(d)	(e)	(f)
	Balance First of Year	\$ 184,676	\$	\$	\$ 184,676
	Accruals Charged:				
408.10	Utility Regulatory Assessment Fees	\$ 72,945	\$	\$	\$ 72,945
408.11	Property Taxes	74,983			74,983
408.12	Payroll Taxes	48,723			48,723
408.13	Other Taxes & Licenses	4,600			4,600
409.10	Federal Income Taxes	0			
409.11	State Income Taxes				
	Taxes Applicable to Other Income (Accts. 408.2, 409.2, 409.3, 410.2)				
	Total Taxes Accrued	\$ 201,251	\$	\$	\$ 201,251
	Taxes Paid During Year:				
408.10	Utility Regulatory Assessment Fees	\$ 70,981	\$	\$	\$ 70,981
408.11	Property Taxes	80,633			80,633
408.12	Payroll Taxes	48,239			48,239
408.13	Other Taxes & Licenses	4,600			4,600
409.10	Federal Income Taxes	0			
409.11	State Income Taxes				
	Taxes Applicable to other Income (Accts. 408.2, 409.2, 409.3, 410.2)				
	Total Taxes Paid	\$ 204,453	\$	\$	\$ 204,453
	Balance End of Year	\$ 181,474	\$	\$	\$ 181,474

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT
December 31, 19

ACCRUED INTEREST (ACCT. 237)

DESCRIPTION OF DEBIT (a)	BALANCE BEGINNING OF YEAR (b)	DURING YEAR		INTEREST ACCRUED INTEREST PAID DURING (e)	BALANCE END OF YEAR (f)
		DEBIT (c)	ACCT. AMOUNT (d)		
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt:	\$ 0		\$	\$ 306,595	\$ 0

Total Account No. 237.1	\$		\$	\$ 306,595	\$ 0
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities:	\$		\$	\$	\$

Total Account No. 237.2	\$		\$	\$	\$
Total Account No. 237	\$		\$	\$ 306,595	\$ 0

**REGULATORY COMMISSION EXPENSE - AMORTIZATION
OF RATE CASE EXPENSE (ACCTS. 666 & 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	AMOUNT TRANSFERRED TO 186.1 (c)	CHARGED OFF DURING YEAR	
			ACCOUNT NO. ACCT. (d)	AMOUNT (e)
_____	\$	\$		\$ 22,944

Total	\$	\$		\$ 22,944

UTILITY NAME: **HOBE SOUND WATER COMPANY**

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (ACCT. 241)

DESCRIPTION (a)	BALANCE END OF YEAR (b)
ACCRUED PENSION	\$ 9,018
ACCRUED ACCOUNTING	3,000
ACCRUED PAYROLL	5,155
	0
Total Miscellaneous Current and Accrued Liabilities _____	\$ 17,173

ADVANCES FOR CONSTRUCTION (ACCT. 252)

NAME OF PAYOR (a)	BALANCE BEGINNING OF YEAR (b)	DEBITS		CREDITS AMOUNT (e)	BALANCE END OF YEAR (f)
		DEBIT (c)	ACCT. (d)		
N/A	\$ _____		\$ _____	\$ _____	\$ _____
Total _____	\$ _____		\$ _____	\$ _____	\$ _____

SCHEDULE "A"
**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY,
MAIN EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR**

DESCRIPTION OF CHARGES (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER (c)	WATER CONNECTION (d)	WASTEWATER (e)
N/A		\$	\$	\$
Total Credits _____			\$	\$

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 272)

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	W & WW THAN SYSTEM REPORTING (d)	OTHER TOTAL REPORTING (e)
Balance first of year	\$ 70,269	\$	\$	\$ 70,269
Debits during year:				
Accruals charged to:				
Account 272 _____	\$ 6,858	\$	\$	\$ 6,858
Other debits (specify):				
Total debits _____	\$ 6,858	\$	\$	\$ 6,858
Credits during year:				
Total Credits _____	\$	\$	\$	\$
Balance end of year _____	\$ 77,127	\$	\$	\$ 77,127

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT December 31, 1997
--

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES
(UTILITY OPERATIONS)**

1. The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computations of all tax accruals.
2. If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignments, or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year -----		\$ 192,134
Reconciling items for the year:		
Taxable income not reported on books:		

Deductions recorded on books not deducted for return:		

Income recorded on books not included in return:		

Deduction on return not charged against book income:		
Installment sale		
\$200,000 at closing, \$100,000 each of next two years payable at anniversary 10/15		(200,000)

Federal tax net income -----		\$ (7,866)
Computation of tax :		

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

UTILITY NAME: **HOBE SOUND WATER COMPANY**

YEAR OF REPORT December 31, 1997
--

SCHEDULE "A"
SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (2)

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (1) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (d)	WEIGHTED COST (c x d) (e)
Common Equity	\$ N/A		%	%
Preferred Stock				
Long Term Debt				
Customer Deposits				
Tax Credits - Zero Cost			0.00%	
Tax Credits - Weighted Cost				
Deferred Income Taxes				
Other (Explain) : _____				
Total	\$ _____	<u>100.00%</u>		

- (1.) Should equal amounts on Schedule B, Column (f), Page F-25.
- (2.) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission Approved AFUDC rate:	_____ %
Commission order approving AFUDC rate:	_____ %

**WATER
OPERATION
SECTION**

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31, 19__

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)
301.	Organization	\$	\$	\$
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs			
308	Infiltration Galleries and Tunnels			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
339	Other Plant and Miscellaneous Equipment			
340	Office Furniture and Equip.			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equip.			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	Total Water Plant	\$	\$	\$

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997

WATER UTILITY PLANT ACCOUNTS

NO.	ACCT. ACCOUNT NAME	YEAR	PREVIOUS ADDITIONS	RETIREMENTS
(a)	(b)	(c)	(d)	(e)
301	Organization	\$	\$	\$
302	Franchises	500	0	
303	Land and Land Rights	3,983	0	
304	Structures and Improvements	916,234	0	
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	1,163,593	35,900	0
308	Infiltration Galleries and Tunnels			0
309	Supply Mains	553,349	0	
310	Power Generation Equipment	166,602	0	
311	Pumping Equipment	466,215	1,696	0
320	Water Treatment Equipment	79,881	1,383	
330	Distribution Reservoirs and Standpipes	466,265	0	
331	Transmission and Distribution Mains	2,698,669	0	0
333	Services			
334	Meters and Meter Installations	229,942	24,571	0
335	Hydrants	28,917	1,684	
339	Other Plant and Miscellaneous Equipment	73,011	1	0
340	Office Furniture and Equipment	39,725	2,482	0
341	Transportation Equipment	107,760	1	
342	Stores Equipment			
343	Tools, Shop and Garage Equip.	41,944	1,254	0
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	4,500	10,075	
348	Other Tangible Plant			
	Total Water Plant	\$ 7041090	\$ 79047	\$

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

W-1(a)

WATER UTILITY PLANT MATRIX

CURRENT YEAR (f)	1. INTANGIBLE PLANT (g)	2. OF SUPPLY AND PUMPING PLANT (h)	3. SOURCE WATER TREATMENT PLANT (i)	4. TRANSMISSION AND DISTRIBUTION PLANT (j)	5. GENERAL PLANT (k)
\$	\$	\$	\$	\$	\$
500	500				
3,983		2,266	1,717		
916,234		475,836	86,841	234,313	119,244
1,199,493		1,199,493			
553,349		553,349			
166,602		166,602			
467,911		467,911			
81,264			81,264		
				466,265	
466,265				2,698,669	
2,698,669					
254,513				254,513	
30,601				30,601	
73,012				73,012	
42,207					42,207
107,761					107,761
43,198					43,198
14,575					14,575
\$ 7,120,137	\$ 500	\$ 2,865,457	\$ 169,822	\$ 3,757,373	\$ 326,985

W-1(b)

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT

December 31, 1997

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	1. SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	2. SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 260,968	\$ 68,071	\$
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	87,156		
604	Employee Pensions and Benefits	62,227	12,171	
610	Purchased Water			
615	Purchased Power	106,268	54,016	
616	Fuel for Power Purchased			
618	Chemicals	27,850		
620	Materials and Supplies	74,086		9,311
631	Contractual Services-Engineering	87,342	69,592	
632	Contractual Services - Accounting	13,165		
633	Contractual Services - Legal	26,377		
634	Contractual Services - Mgt. Fees			
635	Contractual Services - Other			
641	Rental of Building/Real Property	10,574		
642	Rental of Equipment	313		
650	Transportation Expenses	52,237	15,671	
656	Insurance - Vehicle	10,084	2,722	
657	Insurance - General Liability	22,917	3,438	
658	Insurance - Workman's Comp.	17,124	2,570	
659	Insurance - Other	14,310	2,147	
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	21,527		
667	Regulatory Commission Expenses -Other	0		
670	Bad Debt Expense	649		
675	Miscellaneous Expenses	90,586	7,557	
	Total Water Utility Expenses	\$ 985,760	\$ 237,955	\$ 9,311

W-2(a)

WATER EXPENSE ACCOUNT MATRIX

3. WATER TREATMENT EXPENSES - OPERATIONS (f)	4. WATER TREATMENT EXPENSES - MAINTENANCE (g)	5. TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	6. & DISTRIBUTION EXPENSES - MAINTENANCE (i)	7. TRANSMISSION CUSTOMER ACCOUNTS EXPENSE (j)	8. ADMINISTRATIVE & GENERAL EXPENSES (k)
\$ 22,691	\$	\$ 136,143	\$	\$ 7,807	\$ 26,256
					87,156
4,057		24,342		1,395	20,262
		46,511			5,741
27,850					6,119
14,208	4,559		39,889		13,165
6,500		11,250			26,377
					10,574
					7,836
		28,730			2,722
		4,640			4,583
		14,896			3,424
		11,130			2,862
		9,301			
					21,527
					0
				649	
				5,500	58,026
5,500		14,003			
\$ 80,806	\$ 4,559	\$ 300,946	\$ 40,202	\$ 15,351	\$ 296,630

W-2(b)

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997
--

WATER OPERATING REVENUE

NO.	ACCT. DESCRIPTION	BEGINNING YEAR NO. CUSTOMERS	YEAR END NUMBER OF CUSTOMERS	AMOUNT
(a)	(b)	(c)	(d)	(e)
	Operating Revenues:			
460	Unmetered Water Revenue			\$
	Metered Water Revenue:			
461.1	Sales to Residential Customers	1,091	1,108	
461.2	Sales to Commercial Customers	169	170	
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings			
	Total Metered Sales	1,260	1,278	\$ 1,600,318
	Fire Protection Revenue:			
462.1	Public Fire Protection			
462.2	Private Fire Protection			
	Total Fire Protection Revenue			\$
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	Totals	1,260	1,278	\$ 1,600,318
	Other Water Revenues:			
469	Guaranteed Revenues			
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			5,627
	Total Other Water Revenues			\$ 5,627
	Total Water Operating Revenues			\$ 1,605,945

UTILITY NAME:

HOBE SOUND WATER COMPANY**YEAR OF REPORT**

December 31, 1997

BASIS FOR WATER DEPRECIATION CHARGES

NO.	ACCT. ACCOUNT NAME	AVERAGE SERVICE LIFE IN YEARS	AVERAGE NET SALVAGE IN PERCENT	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c
(a)	(b)	(c)	(d)	(e)
304	Structures and Improvements	33		3.03%
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33%
308	Infiltration Galleries and Tunnels			
309	Supply Mains	43		2.33%
310	Power Generation Equipment	20		5.00%
311	Pumping Equipment	20		5.00%
320	Water Treatment Equipment	22		4.55%
330	Distribution Reservoirs and Standpipes	37		2.70%
331	Transmission and Distribution Mains	33		3.03%
333	Services			
334	Meters and Meter Installations			
335	Hydrants	45		2.22%
339	Other Plant Miscellaneous Equipment	25		4.00%
340	Office Furniture and Equip.	15		6.67%
341	Transportation Equipment	6		16.67%
342	Stores Equipment			
343	Office Furniture and Equip.			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	6		16.67%
348	Other Tangible Plant	16		6.25%
	Water Plant Composite Depreciation Rate *			

* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME:

HOBE SOUND WATER COMPANY

YEAR OF REPORT December 31, 1997

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

NO.	ACCT. ACCOUNT NAME	BALANCE		OTHER CREDITS *	TOTAL CREDITS (d + e)
		AT BEGINNING	ACCUALS OF YEAR		
(a)	(b)	(c)	(d)	(e)	(f)
304	Structures and Improvements	\$ 457,700	\$ 27,762	\$	\$ 27,762
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	401,930	34,877		34,877
308	Infiltration Galleries and Tunnels				
309	Supply Mains	90,538	15,826		15,826
310	Power Generation Equipment	104,814	8,338		8,338
311	Pumping Equipment	138,753	24,066		24,066
320	Water Treatment Equipment	24,951	3,661		3,661
330	Distribution Reservoirs and Standpipes	88,758	12,652		12,652
331	Transmission and Distribution Mains	598,684	69,833		69,833
333	Services				
334	Meters and Meter Installations	162,597	12,237		12,237
335	Hydrants	16,913	673		673
339	Other Plant and Miscellaneous Equipment	19,579	3,009		3,009
340	Office Furniture and Equipment	20,284	1,699		1,699
341	Transportation Equipment	78,781	20,456		20,456
342	Stores Equipment				
343	Tools, Shop and Garage Equip.	19,374	3,105		3,105
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment	1,125	374		374
348	Other Tangible Plant				
	Total Depreciable Water Plant In Service	\$ 2,224,781	\$ 238,568	\$	\$ 238,568

* Specify nature of transaction
Use () to denote reversal entries.

W-5(a)

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (Cont'd)

PLANT RETIRED (g)	ASSOCIATED SALVAGE AND INSURANCE (h)	ASSOCIATED COST OF REMOVAL (i)	ASSOCIATED OTHER CHARGES (j)	TOTAL CHARGES (g-h+i+j) (k)	BALANCE AT END OF YEAR (c+f-k) (l)
\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ 485,462
_____	_____	_____	_____	_____	436,807
_____	_____	_____	_____	_____	106,364
_____	_____	_____	_____	_____	113,152
_____	_____	_____	_____	_____	162,819
_____	_____	_____	_____	_____	28,612
_____	_____	_____	_____	_____	101,410
_____	_____	_____	_____	_____	668,517
_____	_____	_____	_____	_____	174,834
_____	_____	_____	_____	_____	17,586
_____	_____	_____	_____	_____	22,588
_____	_____	_____	_____	_____	21,983
_____	_____	_____	_____	_____	99,237
_____	_____	_____	_____	_____	22,479
_____	_____	_____	_____	_____	1,499
\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ 2,463,349

W-5(b)

UTILITY NAME:
UTILITY SYSTEM

HOBE SOUND WATER COMPANY
HOBE SOUND WATER CO.

YEAR OF REPORT
December 31, 1997

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES ETC. (d)	TOTAL PUMPED AND PURCHASED (Omit 000's) [(b)+(c)-(d)] (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)
January		66,558	3,450	63,108	49,769
February		55,556	2,165	53,391	43,046
March		53,214	2,080	51,134	45,645
April		65,672	4,820	60,852	51,080
May		62,498	4,460	58,038	46,467
June		62,362	7,105	55,257	44,449
July		54,473	4,820	49,653	40,043
August		68,435	6,843	61,592	49,509
September		65,560	7,425	58,135	49,032
October		51,825	7,822	44,003	38,222
November		64,097	1,060	63,037	62,792
December		53,852	7,205	46,647	42,339
Total for year		724102	59255	664847	562303

If water is purchased for resale, indicate the following:

Vendor: N/A
Point of delivery _____

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

N/A

UTILITY NAME: HOBE SOUND WATER COMPANY
 UTILITY SYSTEM: HOBE SOUND WATER CO.

YEAR OF REPORT
 December 31, 1997

WATER TREATMENT PLANT INFORMATION

Type of treatment (reverse osmosis, etc.): CHEMICAL
 Methods used (sedimentation, chemical, aerated, etc.): AERATED

LIME TREATMENT

Unit rating (GPM): _____ Manufacturer: _____

FILTRATION

Type and area:

Pressure ---> Square Feet: _____

Gravity ---> GPM/Square Feet: _____

MAINS

TYPE OF PIPE (Galvanized, Cast Iron, PVC, Etc.)	DIAMETER OF PIPE (in inches)	OF YEAR	MAINS		MAINS END OF YEAR (in feet)
			BEGINNING ADDITIONS (in feet)	RETIREMENTS	
_____	_____	_____	_____	_____	_____
_____	_____	SEE ATTACHED	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
Total feet of mains	_____	_____	_____	_____	_____

SERVICES AND METERS

METERS IN SERVICE	BEGINNING	METERS ADDITIONS	OF YEAR		METERS END OF YEAR
			RETIREMENTS		
5/8" - 3/4"	764	60	48		776
1"	241	48	32		257
2"	104	18	26		96
3"	3				3
4"	1	0	0		1
6"					
8"					
Other (Specify): 1 1/2"	197	66	58		205
Total meters in service	1,310	192	164		1,338
Total meters in stock	50	0			60
Number of services in use	1,260				1,278

UTILITY NAME: **HOBE SOUND WATER COMPANY**
 UTILITY SYSTEM: **NONA**

YEAR OF REPORT
 December 31, 1997

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed _____ Types of Well Construction and Casing _____ _____	SEE ATTACHED			
Depth of Wells _____ Diameters of Wells _____ Pump - GPM _____ Motor - HP _____ Yields of Wells in GPD _____ Auxiliary Power _____				

RESERVOIRS

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

HIGH SERVICE PUMPING

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

UTILITY NAME: **HOBESOUND WATER COMPANY**
UTILITY SYSTEM: **NONA**

SOURCE OF SUPPLY

List for each source of supply:				
Gallons per day of source	2.2 MGD			
Type of source	WELLS			

WATER TREATMENT FACILITIES

List for each water treatment facility:				
Type	SEE ATTACHED			
Make				
Gallons per day Capacity				
Method of measurement				

OTHER WATER SYSTEM INFORMATION

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

- Present ERC's * the system can efficiently serve.

- Estimated annual increase in ERC's * .

- List fire fighting facilities and capacities.
Hydrants - Hobesound Fire Department & Jupiter Island Fire Department

- List percent of certificated areas where service connections are installed (total for each county).
90%

- What is the current need for system upgrading and/or expansion?
as required

- What are plans for future system upgrading and/or expansion?
as required

- Have questions 5 and 6 been discussed with an engineer? (if so, state name and address)
Bishop & Associates, 630 US Hwy. One #402, N. Palm Beach, FL 33408

- Have questions 5 and 6 been discussed with the appropriate state sanitary engineering office?
yes

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

NAME: HOBE SOUND WATER COMPANY
 NAME: HOBE SOUND WATER CO.

YEAR OF REPORT
 December 31, 1997

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
Displacement	1.0	746	746
Displacement	1.5		
Displacement	2.5	246	615.0
Displacement or Turbine	5.0	194	970
Displacement, Compound or Turbine	8.0	89	712
Displacement	15.0	2	30
Compound	16.0		
Turbine	17.5		
Displacement or Compound	25.0	1	25
Turbine	30.0		
Displacement or Compound	50.0		
Turbine	62.5		
Compound	80.0		
Turbine	90.0		
Compound	115.0		
Turbine	145.0		
Turbine	215.0		
Total Water System Meter Equivalents			3,098.0

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

($\frac{562,393,000}{\text{(total gallons sold)}}$ / 365 days) / 350 gpd = 4,402.30

Hobe Sound Water Company
 Annual Report to the Florida Public Service Commission
 December 31, 1996

PAGE W-9 MAINS (feet)	(b) Diameter of Pipe	(b) First of Year	(b) Added	(f) End of Year
Galvanized	2"	31,983		31,983
PVC	2"	5,980		5,980
Cast Iron	4"	7,389		7,389
Asbestos Cement	4"	10,684		10,684
Asbestos Cement	6"	33,000		33,000
Cast Iron	6"	625		625
PVC	6"	1,425		1,425
Asbestos Cement	8"	14,499		14,499
PVC	8"	4,000		4,000
Cast Iron	8"	1,271		1,271
Asbestos Cement	10"	13,930		13,930
PVC	10"	1,960		1,960
Cast Iron	10"	3,601		3,601
Asbestos Cement	12"	1,850		1,850
Steel	16"	2,891		2,891
Cast Iron	16"	4,422		4,422
PVC	16"	7,930		7,930
Lock Joint Pipe	20"	1,160		1,160
		148,600	0	148,600

Hobe Sound Water Company Wells 12/31/96

	Pump	Motor
Well #3	Grundfos 3755 250-4 SS	25 HP
Well #6	Grundfos 375x250-4	25 HP
Well #7	Grundfos 255x150-6	125 HP
Well #8	Worthington 450 GPM 140 TDH	25 HP H2145883 NRRS
Well #9	Worthington 500 GPM 148 TDH	25 HP NRR R3252948 S
Well #10	Worthington 500 GPM 160 TDH	25 HP R 1001425 NRR
Well #11	Grundfos 400 GPM	25 HP
Well #12	Grundfos 375S 250-4 SS	25 HP
Well #14	Grundfos 375S 250-4 SS	30 HP
Well #15	Grundfos 375S 250-4 SS	30 HP
Well #13R	Grundfos 375S250-4	25 HP
Well #19	Grundfos 375S250-4	25 HP
Well #23A	Grundfos 375S250-4	25 HP

February 25, 1994

Storage Tanks

1. 1 Million Gallon Capacity
Chrome Prestressed Concrete Tank
2 years old (1990)
2. 440,000 Gallon Capacity
Steel Tank
54 years old (1938)

Generators

1. Water Plant
1984
500 KVA
1000 Gallons Fuel Capacity
2. Western Wellfields
1990
250 KVA
1000 Gallons Fuel Capacity

February 25, 1994

Booster Station

North Pump
Aurora Pump
86-06212-2
Type 411-BF

Motor
50 HP
SA365TTFS8086BRW
Marathon (Type TFS)
Ser No#09-02352-1117-03

South Pump
Aurora Pump
86-06212-1
Type 411 BF

Motor
50 HP
SB365TTFS8086BRW
Marathon
Type TFS
Ser No#09-02385-217-01

February 25, 1994

Pump House

Pumps #1
Allis-Chalmers
Type 8000
Serial No. #891-64336-01-1
MFG Code A1-A1-A1
700 GPM

Motor
50 HP
US Motors
ID# 505-31180463-GT
Type RODP

Pumps #2
Allis-Chalmers
Type 8000
Serial No. #891-64336-01-2
MFG Code A1-A1-A1
700 GPM

Motor
50 HP
US Motors
ID# 505-31180463-GT
Type RODP

Pumps #3
Allis-Chalmers
Type 8000
Serial No. #891-64336-021
MFG Code A1-A1-A1
1400 GPM

Motor
100 HP
US Motors
ID# 505-51180395-GT
Type RODP

Pumps #4
Allis-Chalmers
Type 8000
Serial No. #891-64336-022
MFG Code A1-A1-A1
1400 GPM

Motor
100 HP
US Motors
ID# 505-51180395-GT
Type RODP

Pumps #5, #6, & #7
Allis-Chalmers
Type 8000
Serial No. #891-64336-031
MFG Code A1-A1-A1
2800 GPM

Motor
150 HP
US Motors
ID# H021506559R119M
Type RODP

WASTEWATER OPERATING SECTION

Note: This utility is a water only service; therefore, Pages S-1 through S-9 have been omitted from this report.