

OFFICIAL COPY
Public Service Commission
Do Not Remove from this Office

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

WU109-10-AR
Holiday Gardens Utilities, Inc.
4804 Mile Stretch Drive
Holiday, FL 34690-4358

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



ECONOMIC REGULATION
11 MAR 28 AM 8:28
Public Service Commission

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2010

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA). Commission Rules and the definitions on next page.
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.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
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 in the report. Additional pages 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 statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceeding year ending December 31.

Florida Public Service Commission
Division of Economic Regulation
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7) (a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Economic Regulation, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

GENERAL DEFINITIONS

ADVANCES FOR CONSTRUCTION - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION (AFUDC) - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

AMORTIZATION - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement, or construction costs of the utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

CONSTRUCTION WORK IN PROGRESS (CWIP) - This account shall include the cost of water or wastewater plant in process of construction, but not yet ready for services. (USOA)

DEPRECIATION - The loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (i), Florida Administrative Code)

EFFLUENT REUSE - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER) - (Rule 25-30.515 (8), Florida Administrative Code.)

- (a) 350 gallons per day;
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER) - Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to the cost of the operation, maintenance, depreciation, and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

LONG TERM DEBT - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

PROPRIETARY CAPITAL (For proprietorships and partnerships only) - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

RETAINED EARNINGS - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

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
Sources of Supply and Water Treatment Facilities	W-6
General Water System Information	W-7
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
Treatment Plant, Pumps and Pumping Wastewater Statistics	S-5
General Wastewater System Information	S-6
VERIFICATION SECTION	PAGE
Verification	V-1

FINANCIAL SECTION

REPORT OF

HOLIDAY GARDENS UTILITIES, INC.

(EXACT NAME OF UTILITY)

<u>4804 Mile Stretch Drive</u> <u>Holiday, FL 34690-4358</u>	<u>Same</u>	<u>PASCO</u>
Mailing Address	Street Address	County

Telephone Number 727-937-6275 Date Utility First Organized 1967

Fax Number 727-937-3293 E-mail Address countrygirl@svs.net

Sunshine State One-Call of Florida, Inc. Member No. HGU 744

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: 4804 Mile Stretch Drive
727-937-6275 Holiday, FL 34690-4358

Name of subdivisions where services are provided: Holiday Gardens

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Judy Rivette</u>	<u>Utility Office Manager</u>	<u>4804 Mile Stretch Drive</u> <u>Holiday, FL 34690-4358</u>	
Person who prepared this report: <u>Purvis Gray & Company</u> & Linda Emerick, Pres.	<u>CPA - Andy Spahn</u> <u>President/CEO</u>	<u>2347 S.E. 17th St.</u> <u>Ocala, FL 34471</u>	
Officers and Managers: <u>Linda Emerick</u>	<u>Pres./Director/CEO</u>	<u>4804 Mile Stretch Dr.</u>	\$ <u>0</u>
<u>Thomas L. Burkett</u>	<u>Vice Pres./Director</u>	<u>Holiday, FL 34690-4358</u>	\$ <u>0</u>
<u>Ronnie L. Mohr</u>	<u>Sec-Treas./Director</u>	<u>same</u>	\$ <u>0</u>
<u>Judy Rivette</u>	<u>Utility Office Manager</u>	<u>same</u>	\$ <u>16,991</u>

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

Name	Percent Ownership in Utility	Principle Business Address	Salary Charged Utility
<u>Holiday-Gulf Homes, Inc.</u>	<u>100%</u>	<u>4804 Mile Stretch Dr.</u> <u>Holiday, FL 34690-4358</u>	\$ <u>0</u>
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT	
DECEMBER 31,	2010

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_-----		\$ 66,028	\$ _____	\$ _____	\$ 66,028
Commercial_-----		_____	_____	_____	_____
Industrial_-----		_____	_____	_____	_____
Multiple Family_-----		_____	_____	_____	_____
Guaranteed Revenues_		_____	_____	_____	_____
Other (Specify) Transfer, Reconnect and Premise Fees		3,145	_____	_____	3,145
Total Gross Revenue_--		\$ 69,173	\$ _____	\$ _____	\$ 69,173
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 90,547	\$ _____	\$ _____	\$ 90,547
Depreciation Expense_--	F-5	2,725	_____	_____	2,725
CIAC Amortization Expense_	F-8	(83)	_____	_____	(83)
Taxes Other Than Income_	F-7	3,725	_____	_____	3,725
Income Taxes_-----	F-7	0	_____	_____	0
Total Operating Expense		\$ 96,914	_____	_____	\$ 96,914
Net Operating Income (Loss)		\$ (27,741)	\$ _____	\$ _____	\$ (27,741)
Other Income:					
Nonutility Income_-----		\$ _____	\$ _____	\$ _____	\$ _____
NSF Fees		230	_____	_____	230
Garbage Collection		61,215	_____	_____	61,215
Street Lights - Electric		2,321	_____	_____	2,321
Street Lights - Fixt, Maint, Admin		15,530	_____	_____	15,530
Other Deductions:					
Miscellaneous Nonutility Expenses_-----		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_-----		_____	_____	_____	_____
Garbage Collection		49,815	_____	_____	49,815
Street Lights - Electric		1,940	_____	_____	1,940
Street Lights - Fixt, Maint, Admin		6,293	_____	_____	6,293
Net Income (Loss)		\$ (6,493)	\$ _____	\$ _____	\$ (6,493)

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 205,881	\$ 205,881
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>(175,076)</u>	<u>(172,351)</u>
Net Utility Plant -----		\$ 30,805	\$ 33,530
Cash -----		2,435	918
Customer Accounts Receivable (141) -----		6,868	6,124
Other Assets (Specify): -----			
Intercompany Receivables -----		425,317	427,832
Prepaid Special Water Tests -----		677	1,353
NSF Receivables -----		376	325
Prepaid Expenses -----		500	
Total Assets -----		\$ 466,978	\$ 470,082
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	600	600
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		6,900	6,900
Retained Earnings (215) -----	F-6	416,316	422,809
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ 423,816	\$ 430,309
Long Term Debt (224) -----	F-6	\$ 6,505	\$ 5,971
Accounts Payable (231) -----			
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----		3,891	3,362
Other Liabilities (Specify) -----			
Intercompany Payables -----		30,294	28,905
Deferred Income -----		2,431	1,411
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	41	124
Total Liabilities and Capital -----		\$ 466,978	\$ 470,082

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2005

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ <u>205,881</u>	\$ _____	\$ _____	\$ <u>205,881</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>205,881</u>	\$ _____	\$ _____	\$ <u>205,881</u>

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>172,351</u>	\$ _____	\$ _____	\$ <u>172,351</u>
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ <u>2,725</u>	\$ _____	\$ _____	\$ <u>2,725</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ <u>2,725</u>	\$ _____	\$ _____	\$ <u>2,725</u>
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Depreciation Adjustment _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>175,076</u>	\$ _____	\$ _____	\$ <u>175,076</u>

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT	
DECEMBER 31,	2010

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	_____
Shares authorized _____	5,000	_____
Shares issued and outstanding _____	600	_____
Total par value of stock issued _____	600	_____
Dividends declared per share for year _____	None	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ 422,809
Changes during the year (Specify):		
2010 Net Income _____	_____	(6,493)
Reverse Prior Year Income Taxes _____	_____	-
_____	_____	_____
Balance end of year _____	\$ _____	\$ 416,316

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	
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total _____			\$ _____

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT	
DECEMBER 31,	2010

TAX EXPENSE

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ _____ -	\$ _____	\$ _____	\$ _____ -
State income Tax _____	_____ -	_____	_____	_____ -
Taxes Other Than Income:				
State ad valorem tax _____	_____	_____	_____	_____
Local property tax _____	_____ 695	_____	_____	_____ 695
Regulatory assessment fee _____	_____ 3,030	_____	_____	_____ 3,030
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Tax Expense _____	\$ _____ 3,725	\$ _____	\$ _____	\$ _____ 3,725

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
Courtney Dennywitz	\$ 2,752	\$ _____	Meter Readings
Jessup	\$ 2,361	\$ _____	Maintenance & Repairs
Eric Karl	\$ 4,334	\$ _____	Maintenance & Repairs
Eric Karl	\$ 4,942	\$ _____	Special Tests
Florida Environmental Solutions, Inc.	\$ 1,221	\$ _____	Maintenance & Repairs
Florida Environmental Solutions, Inc.	\$ 2,516	\$ _____	Special Tests
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ 1,325	\$ _____	\$ 1,325
2) Add credits during year_____	\$ _____	\$ _____	\$ _____
3) Total_____	1,325	_____	1,325
4) Deduct charges during the year_____	_____	_____	_____
5) Balance end of year_____	1,325	_____	1,325
6) Less Accumulated Amortization_____	(1,284)	_____	(1,284)
7) Net CIAC_____	\$ 41	\$ _____	\$ 41

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 (272)

	Water	Wastewater	Total
Balance First of Year_____	\$ 1201	\$ _____	\$ 1201
Add Debits During Year:_____	83	_____	83
Deduct Credits During Year:_____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ 1284	\$ _____	\$ 1284

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

UTILITY NAME HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

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	\$ _____	_____ %	_____ %	_____ %
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) 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 Number approving AFUDC rate: _____

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

UTILITY NAME HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

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	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Preferred Stock	_____	_____	_____	_____	_____
Long Term Debt	_____	_____	_____	_____	_____
Customer Deposits	_____	_____	_____	_____	_____
Tax Credits-Zero Cost	_____	_____	_____	_____	_____
Tax Credits-Weighted	_____	_____	_____	_____	_____
Cost of Capital	_____	_____	_____	_____	_____
Deferred Income Taxes	_____	_____	_____	_____	_____
Other (Explain)	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

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

**WATER
OPERATING
SECTION**

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT	
DECEMBER 31,	2010

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_____	2,414	_____	_____	2,414
304	Structures and Improvements_____	9,319	_____	_____	9,319
305	Collecting and Impounding Reservoirs_____	_____	_____	_____	_____
306	Lake, River and Other Intakes_____	_____	_____	_____	_____
307	Wells and Springs_____	11,515	_____	_____	11,515
308	Infiltration Galleries and Tunnels_____	_____	_____	_____	_____
309	Supply Mains_____	3,025	_____	_____	3,025
310	Power Generation Equipment_____	2,103	_____	_____	2,103
311	Pumping Equipment_____	23,996	_____	_____	23,996
320	Water Treatment Equipment_____	2,271	_____	_____	2,271
330	Distribution Reservoirs and Standpipes_____	25,326	_____	_____	25,326
331	Transmission and Distribution Lines_____	64,345	_____	_____	64,345
333	Services_____	21,801	_____	_____	21,801
334	Meters and Meter Installations_____	32,228	_____	_____	32,228
335	Hydrants_____	7,107	_____	_____	7,107
336	Backflow Prevention Devices_____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment_____	_____	_____	_____	-
340	Office Furniture and Equipment_____	431	_____	_____	431
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_____	_____	_____	_____	_____
	Total Water Plant_____	\$ 205,881	\$ -	\$ -	\$ 205,881

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	%	3.57	\$ 6,249	\$	150	\$ 6,399
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes		%					
307	Wells and Springs	27	%	3.70	11,515			11,515
308	Infiltration Galleries & Tunnels		%					
309	Supply Mains	32	%	3.13	2,744		95	2,839
310	Power Generating Equipment	17	%	5.88	1,760		46	1,806
311	Pumping Equipment	15	%	6.67	21,007		546	21,553
320	Water Treatment Equipment	17	%	5.88	2,271			2,271
330	Distribution Reservoirs & Standpipes	30	%	3.33	7,242		695	7,937
331	Trans. & Dist. Mains	38	%	2.63	65,999			65,999
333	Services	35	%	2.86	21,883			21,883
334	Meter & Meter Installations	17	%	5.88	26,569		1,016	27,585
335	Hydrants	40	%	2.50	4,681		177	4,858
336	Backflow Prevention Devices		%					
339	Other Plant and Miscellaneous Equipment		%					
340	Office Furniture and Equipment		%					
341	Equipment	15	%	6.67	431			431
342	Transportation Equipment		%					
343	Stores Equipment		%					
344	Tools, Shop and Garage Equipment		%					
345	Laboratory Equipment		%					
346	Power Operated Equipment		%					
347	Communication Equipment		%					
348	Miscellaneous Equipment		%					
	Other Tangible Plant		%					
	Totals	311		52.70	\$ 172,351	\$ -	\$ 2,725	\$ 175,076 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ 16,991
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	
604	Employee Pensions and Benefits_____	2,641
610	Purchased Water_____	
615	Purchased Power_____	3,784
616	Fuel for Power Production_____	
618	Chemicals_____	3,796
620	Materials and Supplies___ R & M 15,464; Other R & M 2,384	17,848
630	Contractual Services:	
	Billing_____	
	Professional_____	
	Testing_____	
	Other___ Meter Reading 2,752; Meter Pullings 752	3,504
640	Rents_____	3,120
650	Transportation Expense_____	1,997
655	Insurance Expense_____	1,030
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	
670	Bad Debt Expense_____	
675	Miscellaneous Expenses___ Casual Labor 504; Utilities 348; Telephone 1,576; Lawn Service 590; Office Supplies 2,576; Accounting Fee 3,335; Bank Charges 100; Directors Fees 18,954; Postage 1,784; Shareholder Costs 1,200; Licenses 223; Security 1,949; Special Tests 1,016; Payroll Taxes 1,381; Legal and Consulting 300	35,836
	Total Water Operation And Maintenance Expense_____	\$ 90,547 *

* 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	447	449	449
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	5	5	12.5
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	2	2	16
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers			0	0	0
Other (Specify)			0	0	0
** D = Displacement C = Compound T = Turbine					
Total			<u>454</u>	<u>456</u>	<u>477.5</u>

UTILITY NAME: _____ HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

SYSTEM NAME: _____ SAME

PUMPING AND PURCHASED WATER STATISTICS

**Maint & Fire Protect.

(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	1,835	0	1,835	1,796
February		1,769	0	1,769	1,536
March		2,128	-844	1,284	1,466
April		2,526	-672	1,854	1,736
May		2,396	-108	2,288	1,834
June	N/A	2,404	-368	2,036	1,976
July		1,952	0	1,952	1,860
August		1,990	-108	1,882	1,747
September		2,208	-108	2,100	1,733
October		2,319	-138	2,181	1,550
November		2,220	0	2,220	1,905
December	N/A	2,130	-804	1,326	1,338
Total for Year	0	25,877	-3,150	22,727	20,477

***See Atchmnt

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
2 1/2" & Under is Galv. Iron or PVC	2 1/2" & Under	2" 2 1/2" 3,120' 7,450'			2" 2 1/2" 3,120' 7,450'
3" & Over is Asb. Cement	3" & Over	4" 6" 5,675' 5,310'			4" 6" 5,675' 5,310'

2010 - HOLIDAY GARDENS UTILITIES, INC.*****ADDITIONAL ACCOUNTED FOR WATER USE DOCUMENTATION:**

Water losses from extreme and unusual breaks: Statement of Facts, as known:	Estimated Water Losses:
<p>Two <u>County</u> storm sewers were replaced during 2010 by the County. These storm sewers run down to a lake in the middle of the subdivision. Both times heavy equipment & excavation equipment was observed at the work sites by persons who live in our water supply area; the eye witnesses stated that the work crews paid little attention to our "marked" water main or were inexperienced in running the equipment.</p> <p>Break # 1: Lyra Drive (county storm sewer replacement to lake) February 2010 4" Main</p>	400,500
<p>The break in the 4" main drained toward the lake for quite some time before the ground became saturated and evident; most likely two weeks. After discovery, then the information about the county's crew started to be found out. A section, plus all adapters of the 4" main had to be replaced under extremely wet conditions. No one at the county would accept any responsibility for "hitting" the water main with the backhoe bucket teeth (which was obvious upon removal), nor that heavy equipment had been sitting on top of the water main causing damage also. After the repairs, flushing had to be done at numerous hydrants for longer than usual to clear water. A boil water notice had to be issued due to this repair and a huge water loss prior to the discovery was incurred. This was the 1st storm sewer they replaced in late Feb. 2010</p> <p>Break # 2: Mitzl (county storm sewer replacement to lake) March 2010:</p>	190,000
<p>County crew again first hit a 4" main during their excavation with heavy equipment. We believe this caused a puncture to the main which was leaking but not gushing. Also during this project, the county crew also tore out and severed bundled fiber optic lines running through a Verizon ground vault. Verizon's sub-contractor worked late at night repairing the fiber lines. When the ground vault was replaced, it was put directly on top of the 4" water main in error. When it was tamped down into the ground, it severely damaged the 4" water main. An emergency call was received the next day stating water was running from the area profusely. The Verizon ground vault (20" high) had caused the final damage. This complex break was costly and a great amount of water was lost.</p>	
<p>Flushing 4" after each repair to totally clear: Fully open under pressure</p>	70,000
<p>2 1/2" Main Break: 5/30/2010</p>	260,000
<p>5/30/10: 2 1/2" main break; tree intrusion; involved main & service line - water has been running over to vacant area for over a month: Complicated/compound repair. Leaking for few months before reported. Customer was trying not to report as he knew trees were in utility easement.</p>	
<p>4" Main Broken by Lg. Palm Tree Roots:</p>	460,000
<p>A large palm tree's root ball engulfed a 4" water main; problems were being had for at least 3 months prior. The customer would not remove the palm which was on the utility easement. In the time prior to this major repair, a huge amount of water was lost. (This was reported in late Jan. 2011; problem found & repaired Feb. 1, 2011)</p>	
TOTAL ESTIMATED GALLONS OF WATER LOST "Over & Above Normal":	1,380,500

UTILITY NAME: _____ HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

SYSTEM NAME: _____ SAME

WELLS AND WELL PUMPS

(a)	# 1 (b)	# 2 (c)	(d)	(e)
Year Constructed _____	1967	1968	_____	_____
Types of Well Construction and Casing _____	Steel	Steel	_____	_____
Depth of Wells _____	85'	180'	_____	_____
Diameters of Wells _____	8"	8"	_____	_____
Pump - GPM _____	200	250	_____	_____
Motor - HP _____	10 hp	10 hp	_____	_____
Motor Type * _____	HU Top MtVert	HU Top MtVert	_____	_____
Yields of Wells in GPD _____	_____	_____	_____	_____
Auxiliary Power _____	Yes	Yes	_____	_____
**Served by Multiple Power Grids & Emergency Interconnect				

RESERVOIRS

(a)	# 1 (b)	# 2 (c)	(d)	(e)
Description (steel, concrete) _____	Steel-Hydro	Steel-Hydro	_____	_____
Capacity of Tank _____	3,600	3,600	_____	_____
Ground or Elevated _____	Ground	Ground	_____	_____

HIGH SERVICE PUMPING

(a)	# 1 (b)	# 2 (c)	(d)	(e)
Motors				
Manufacturer _____	U.S. Motor	U.S. Motor	_____	_____
Type _____	HU-Electric	HU-Electric	_____	_____
Rated Horsepower _____	10 HP 3 ph.	10 HP 3 ph.	_____	_____
Pumps				
Manufacturer _____	PEERLESS	PEERLESS	_____	_____
Type _____	Vert. Turbine	Vert. Turbine	_____	_____
Capacity in GPM _____	200	250	_____	_____
Average Number of Hours Operated Per Day _____	_____	_____	_____	_____
Auxiliary Power _____	Yes	Yes	_____	_____
**Served by Multiple Power Grids/Emergency Interconnect				

UTILITY NAME: _____ HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2010

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____	70,896 g/d pumped	_____	_____
Type of Source _____	Ground Water	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type _____	Chlorination-Hypo Liq.	_____	_____
Make _____	Various Feed Pumps	_____	_____
Permitted Capacity (GPD) _____	146,000 g/d - 180,000 peak	_____	_____
High service pumping Gallons per minute _____	_____	_____	_____
Reverse Osmosis _____	No	_____	_____
Lime Treatment Unit Rating _____	No	_____	_____
Filtration Pressure Sq. Ft. _____	No	_____	_____
Gravity GPD/Sq.Ft. _____	No	_____	_____
Disinfection Chlorinator _____	Yes	_____	_____
Ozone _____	No	_____	_____
Other _____	No	_____	_____
Auxiliary Power _____	Yes	_____	_____

GENERAL WATER SYSTEM INFORMATION

Furnish information below for each system. A separate page should be supplied where necessary.

$20,476,595/365 * 250 =$

- 1. Present ERC's * the system can efficiently serve. 224 ERC'S
- 2. Maximum number of ERCs * which can be served. 570
- 3. Present system connection capacity (in ERCs *) using existing lines. 570
- 4. Future connection capacity (in ERCs *) upon service area buildout. 570 (built out)
- 5. Estimated annual increase in ERCs *. NONE
- 6. Is the utility required to have fire flow capacity? Yes
If so, how much capacity is required? 120,000 g/p/d
- 7. Attach a description of the fire fighting facilities. (5) Hydrants on Mains
Flow Tested
- 8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.

Installation of Line to Blend Water of Both Wells Proposed Only

- 9. When did the company last file a capacity analysis report with the DEP? 2003
- 10. If the present system does not meet the requirements of DEP rules, submit the following NONE
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules. N/A
 - 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? NO

- 11. Department of Environmental Protection ID # # 6510807
- 12. Water Management District Consumptive Use Permit WUP 20-540.03 SWFWMD
 - 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? N/A

* 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.
****Customers "retired"/many 1 or 2 in household - used 250 g/d for ERC**

(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000/365 days/350 gallons per day).

****HOLIDAY GARDENS UTILITIES HAS NO WASTEWATER -**

SECTION NOT REQUIRED

WASTEWATER OPERATING SECTION

Holiday Gardens Utilities, Inc. does NOT have sewers/wastewater.

This section is N/A: therefore, the WW pages are not included

Linda Emerick, President

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 2010

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

1. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	 Pres./CEO *
				(signature of chief executive officer of the utility)

Date: Mar. 19, 2011

1. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	 Pres./CEO *
				(signature of chief financial officer of the utility)

Date: Mar. 19, 2011

* 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**

Company: *HOLIDAY GARDENS UTILITIES, INC.* ^{Class C}

For the Year Ended December 31, *2010*

(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>66,028</u>	\$ <u>66,028.²³</u>	\$ _____
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	<u>3,145</u>	<u>3,145.</u>	_____
Total Water Operating Revenue	\$ <u>69,173</u>	\$ <u>69,173.</u>	\$ _____
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____ <u>0</u>	_____ <u>0</u>	_____
Net Water Operating Revenues	\$ <u>69,173</u>	\$ <u>69,173</u>	\$ <u>0</u>

Explanations:

Instructions:

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