

CLASS "C"
WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

WU109-11-AR

HOLIDAY GARDENS UTILITIES, INC.

Exact Legal Name of Respondent
4804 Mile Stretch Drive, Holiday, FL 34690-4358

Certificate Number(s)

Submitted To The

STATE OF FLORIDA

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2011

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)

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FINANCIAL SECTION

REPORT OF

HOLIDAY GARDENS UTILITIES, INC.

(EXACT NAME OF UTILITY)

4804 Mile Stretch Drive Holiday, FL 34690-4358	Same	PASCO
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> & <u>Linda Emerick, Pres.</u>	<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>17,518</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,	2011

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 67,643	\$ _____	\$ _____	\$ 67,643
Commercial _____		_____	_____	_____	_____
Industrial _____		_____	_____	_____	_____
Multiple Family _____		_____	_____	_____	_____
Guaranteed Revenues _____		_____	_____	_____	_____
Other (Specify) Transfer, Reconnect and Premise Fees _____		3,530	_____	_____	3,530
Total Gross Revenue _____		\$ 71,173	\$ _____	\$ _____	\$ 71,173
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 87,464	\$ _____	\$ _____	\$ 87,464
Depreciation Expense _____	F-5	2,613	_____	_____	2,613
CIAC Amortization Expense _____	F-8	(41)	_____	_____	(41)
Taxes Other Than Income _____	F-7	3,789	_____	_____	3,789
Income Taxes _____	F-7	0	_____	_____	0
Total Operating Expense		\$ 93,825	\$ _____	\$ _____	\$ 93,825
Net Operating Income (Loss)		\$ (22,652)	\$ _____	\$ _____	\$ (22,652)
Other Income:					
Nonutility Income _____		\$ _____	\$ _____	\$ _____	\$ _____
NSF Fees _____		120	_____	_____	120
Garbage Collection _____		62,256	_____	_____	62,256
Street Lights - Electric _____		2,301	_____	_____	2,301
Street Lights - Fixt, Maint, Admin _____		15,397	_____	_____	15,397
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense _____		_____	_____	_____	_____
Garbage Collection _____		49,887	_____	_____	49,887
Street Lights - Electric _____		1,406	_____	_____	1,406
Street Lights - Fixt, Maint, Admin _____		6,505	_____	_____	6,505
Net Income (Loss)		\$ (376)	\$ _____	\$ _____	\$ (376)

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011

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>(177,689)</u>	<u>(175,076)</u>
Net Utility Plant -----		\$ 28,192	\$ 30,805
Cash -----		6,274	2,435
Customer Accounts Receivable (141) -----		6,581	6,868
Other Assets (Specify): -----			
Intercompany Receivables -----		415,454	425,317
CWIP - 4" Blending Water Line -----		12,416	-
Prepaid Special Water Tests -----		-	677
NSF Receivables -----		296	376
Prepaid Expenses -----		500	500
Total Assets -----		\$ <u>469,713</u>	\$ <u>466,978</u>
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	415,940	416,316
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ 423,440	\$ 423,816
Long Term Debt (224) -----	F-6	\$	\$
Accounts Payable (231) -----		9,201	6,505
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----		3,196	3,891
Other Liabilities (Specify) -----			
Intercompany Payables -----		31,797	30,294
Deferred Income -----		2,079	2,431
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	-	41
Total Liabilities and Capital -----		\$ <u>469,713</u>	\$ <u>466,978</u>

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011

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>175,076</u>	\$ _____	\$ _____	\$ <u>175,076</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ <u>2,613</u>	\$ _____	\$ _____	\$ <u>2,613</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ <u>2,613</u>	\$ _____	\$ _____	\$ <u>2,613</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Depreciation Adjustment _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>177,689</u>	\$ _____	\$ _____	\$ <u>177,689</u>

UTILITY NAME HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011

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 _____	\$ _____	\$ 416,316
Changes during the year (Specify):		
2011 Net Income _____	_____	(376)
Reverse Prior Year Income Taxes _____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ 415,940

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, 2011

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 _____	630	_____	_____	630
Regulatory assessment fee _____	3,159	_____	_____	3,159
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Tax Expense _____	\$ 3,789	\$ _____	\$ _____	\$ 3,789

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 Dennewitz	\$ 2,152	\$ _____	Meter Readings
Jessup	\$ 229	\$ _____	Maintenance & Repairs
Eric Karl	\$ 205	\$ _____	Maintenance & Repairs
Eric Karl	\$ 1,248	\$ _____	Special Tests
Florida Environmental Solutions, Inc.	\$ 10,512	\$ _____	Maintenance & Repairs
Florida Environmental Solutions, Inc.	\$ 6,220	\$ _____	Special Tests
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011

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 _____	(1,325)	_____	(1,325)
7) Net CIAC _____	\$ _____	\$ _____	\$ _____

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 _____	\$ 1284	\$ _____	\$ 1284
Add Debits During Year: _____	41	_____	41
Deduct Credits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ 1325	\$ _____	\$ 1325

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

UTILITY NAME HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011

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	\$ _____	100.00 %		_____ %

(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, 2011

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, 2011

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

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT	
DECEMBER 31,	2011

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 %	\$ 6,399	\$	150	\$ 6,549
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 %	2,839		95	2,934
310	Power Generating Equipment	17	%	5.88 %	1,806		46	1,852
311	Pumping Equipment	15	%	6.67 %	21,553		475	22,028
320	Water Treatment Equipment	17	%	5.88 %	2,271			2,271
330	Distribution Reservoirs & Standpipes	30	%	3.33 %	9,673		695	10,368
331	Trans. & Dist. Mains	38	%	2.63 %	64,345			64,345
333	Services	35	%	2.86 %	21,801			21,801
334	Meter & Meter Installations	17	%	5.88 %	27,585		975	28,560
335	Hydrants	40	%	2.50 %	4,858		177	5,035
336	Backflow Prevention Devices		%	%				
339	Other Plant and Miscellaneous Equipment		%	%				
340	Office Furniture and Equipment	15	%	6.67 %	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		%	%				
	Totals	311		52.70 %	\$ 175,076	\$ -	\$ 2,613	\$ 177,689 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 17,518
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	
604	Employee Pensions and Benefits	3,169
610	Purchased Water	
615	Purchased Power	3,504
616	Fuel for Power Production	
618	Chemicals	2,408
620	Materials and Supplies R & M 18,414; Other R & M 487; Meter Repairs 995	19,896
630	Contractual Services:	
	Billing	
	Professional	
	Testing	
	Other Meter Reading 2,152; Meter Pullings 945	3,097
640	Rents	3,260
650	Transportation Expense	1,409
655	Insurance Expense	1,182
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	
675	Miscellaneous Expenses Casual Labor 425; Utilities 239; Telephone 1,501; Lawn Service 540; Office Supplies 1,560; Accounting Fee 2,574; Bank Charges 60; Directors Fees 18,954; Postage 1,944; Licenses 223; Security 1,350; Payroll Taxes 1,393; Special Tests 1,258	32,021
	Total Water Operation And Maintenance Expense	\$ 87,464 *

* 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	449	448	448
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		
			456	455	476.5

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011
--

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	2,267	-114	2,153	1,908
February		1,919	-114	1,805	1,640
March		2,230	-307	1,923	1,827
April		2,279	-300	1,979	2,133
May		2,677	-428	2,249	2,068
June	N/A	2,345	0	2,345	2,193
July		2,178	-114	2,064	1,963
August		1,967	-114	1,854	1,570
September		2,120	-114	2,006	1,914
October		2,152	-148	2,004	1,917
November		2,267	-200	2,067	1,894
December	N/A	2,854	-919	1,934	1,852
Total for Year	0	27,255	-2,872	24,383	22,879

***See Atchmt

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'

Water losses from extreme and unusual breaks/repairs:
Statement of Facts, as known:

Estimated
Water
Losses:

1.) A 4" main break was discovered in early February 2011; this residence is completely enclosed by a wooden, locked fence making vision/entrance by the utility's personnel nearly impossible. The owner's have large Sabal Palm trees at the rear of their property which Holiday Gardens Utilities has told repeatedly to remove as they are on a 4" water main. The residents would not remove the trees and they totally engulfed the water main, finally breaking it. This residence is situated on a corner with another water utility company serving people to the rear of this property. We had no idea of the damage and the water that was running over to the neighboring property until we were notified by the water utility serving the person(s) to the back of our service area. Evidently large amounts of water had been running under and above ground for quite some time. Our customer did not notify us as they knew their large palm trees had caused the huge break. Customer's insurance covered the repair charges which were very extensive, but the water loss prior to notification was massive; the insurance company would not pay for all the estimated loss. Therefore Holiday Gardens Utilities, Inc. lost large amounts of water prior to discovery (at least two months).

J: 130,000 gal.
F: 130,000 gal.
M: 130,000 gal.
80,000 gallon-repair
470,000 gallon

* Total for Peggy Dr. long-term underground 4" break

2.) ** Pasco County - Hit 2" Main during road work - additional 300,000 gallon

300,000 gallon

3.) *** May - Customer digging up old tree with back hoe; dug up water main - break on weekend. Water loss excessive.

315,000 gallon

4.) **** July; found isolation valve leaking badly - repaired

100,000 gallon

5.) ***** November; Started system valve exercising & flushing

200,000 gallon

6.) *****December: Continued valve exercising & flushing; replaced major line component in well house; one hydro tank inspection, flush, re-fill; flooded back yard - owner in NY & this went undetected for quite a while until neighbor called (250,000 gal.)

665,687 gal.
254,000 gal.
919,687 gallons

***** Total for December

NOTE: Holiday Gardens Utilities, Inc. did a large amount of extraordinary maintenance, repair & equipment replacements during 2011; also there was a great deal of work, engineering, testing and inspections due to a DEP Consent Order in process to install a 4" blending line from well # 1 to well # 2 in 2012.

UTILITY NAME: _____ HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2011

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	3,500	3,500	_____	_____
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, 2011

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____	74,671 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	_____	_____

UTILITY NAME: HOLIDAY GARDENS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 2011

SYSTEM NAME: SAME

GENERAL WATER SYSTEM INFORMATION

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

- 22,878,538/365/*250 =
1. Present ERC's * the system can efficiently serve. 251 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 4" Line to Blend Water of Both Wells Permitting in Progress 12/31/11; Permit Received 3/2012
Replace Hydro Tank at HG # 1 - 2012 Quotes being Obtained 12/31/11; Tank Ordered 3/2012
 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:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules. Install 4" Blend Line -well # 1 / well # 2
Replace Hydro Tank
 - b. Have these plans been approved by DEP? Yes - March 2012
 - c. When will construction begin? 2012 - Engineering complete/tank being fabricated.
 - d. Attach plans for funding the required upgrading. Use of current capital + loan commitment obtained as needed.
 - e. Is this system under any Consent Order with DEP? Yes
 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, 2011

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. 30, 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. 30, 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
Class C

Company: *HOLIDAY GARDENS Utilities, Inc.*
For the Year Ended December 31, *2011*

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <i>67,643.</i>	\$ <i>67,643.</i>	\$ _____
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	<i>3,530</i>	<i>Prep. Visit 930 Transfers 1,545 Reconnect 1,255 3,530.</i>	_____
Total Water Operating Revenue	\$ <i>71,173.</i>	\$ <i>71,173</i>	\$ _____
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____ <i>- 0 -</i>	_____ <i>- 0 -</i>	_____
Net Water Operating Revenues	\$ <i>71,173</i>	\$ <i>71,173</i>	\$ _____

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).