

OFFICIAL COPY
DIVISION OF
WATER AND SEWER
Do Not Put CLASS "C" on the Office

WATER AND/OR WASTEWATER UTILITIES

(Gross Revenue of Less Than \$150,000 Each)

ANNUAL REPORT

WU690 01
Kincaid Hills Water Company
P. O. Box 579
Gainesville, FL 32602-0579

555-W

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



ECONOMIC REGULATION
02 SEP 20 PM 1:47

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 19 98

Only 1 copy

TABLE OF CONTENTS

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

FINANCIAL SECTION

REPORT OF

Kincaid Hills Water Co

(EXACT NAME OF UTILITY)

P.O. Box 579

Gainesville, FL 32602
Mailing Address

3260 SE 19 Ave Alachua
Street Address County

Telephone Number 352/373-0729

Date Utility First Organized 1965

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: 1700 SE 47 Terr
Gainesville, FL

Name of subdivisions where services are provided: Kincaid Road S/D; Devonshire Estate
S/D; Klettwood and Shady Lawn S/D

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Berdell Knowles</u>	<u>President</u>		
Person who prepared this report: <u>Berdell Knowles</u>	<u>President</u>	<u>P.O. Box 579</u> <u>Gulle, FL 32602</u>	
Officers and Managers: <u>N/A</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>Berdell Knowles</u>	<u>100%</u>	<u>above</u>	\$ <u>0</u> \$ _____ \$ _____ \$ _____ \$ _____

UTILITY NAME: Kincaid Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1998

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential -----		\$ 41,745	\$ N/A	\$ N/A	\$ 41,475
Commercial -----		0			0
Industrial -----		0			0
Multiple Family -----		0			0
Guaranteed Revenues -----		0			0
Other (Specify) -----		0			0
Total Gross Revenue -----		\$ 41,745	\$	\$	\$ 41,475
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 26,999	\$	\$	\$ 26,999
Depreciation Expense -----	F-5	9,139			9,139
CIAC Amortization Expense -----	F-8	0			0
Taxes Other Than Income -----	F-7	4,400			4,400
Income Taxes -----	F-7	0			0
Total Operating Expense -----		\$ 40,538	\$	\$	\$ 40,538
Net Operating Income (Loss)		\$ 937	\$	\$	\$ 937
Other Income:					
Nonutility Income -----		0			0
Other Deductions:					
Miscellaneous Nonutility Expenses -----					
Interest Expense -----		2,423			2,423
Net Income (Loss)		\$ (3,360)	\$	\$	\$ (3,360)

UTILITY NAME: Kneed Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1998

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>302,265</u>	\$ <u>302,265</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-3	<u>160,392</u>	<u>151,253</u>
Net Utility Plant -----		\$ <u>141,873</u>	\$ <u>151,012</u>
Cash -----		<u>0</u>	<u>0</u>
Customer Accounts Receivable (141) -----		<u>0</u>	<u>0</u>
Other Assets (Specify): -----		<u>—</u>	<u>—</u>
-----		<u>—</u>	<u>—</u>
-----		<u>—</u>	<u>—</u>
Total Assets -----		\$ <u>141,873</u>	\$ <u>151,012</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	<u>200</u>	<u>200</u>
Preferred Stock Issued (204) -----	F-6	<u>0</u>	<u>0</u>
Other Paid in Capital (211) -----		<u>0</u>	<u>0</u>
Retained Earnings (215) -----	F-6	<u>113,804</u>	<u>114,051</u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6	<u>—</u>	<u>—</u>
Total Capital -----		\$ <u>114,004</u>	\$ <u>114,251</u>
Long Term Debt (224) -----	F-6	\$ <u>17,642</u>	\$ <u>24,604</u>
Accounts Payable (231) -----		<u>6,202</u>	<u>6,102</u>
Notes Payable (232) -----		<u>0</u>	<u>0</u>
Customer Deposits (235) -----		<u>4,025</u>	<u>4,025</u>
Accrued Taxes (236) -----		<u>0</u>	<u>0</u>
Other Liabilities (Specify) -----		<u>0</u>	<u>0</u>
-----		<u>—</u>	<u>—</u>
-----		<u>—</u>	<u>—</u>
Advances for Construction -----		<u>0</u>	<u>0</u>
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>0</u>	<u>0</u>
Total Liabilities and Capital -----		\$ <u>141,873</u>	\$ <u>151,012</u>

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1998

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101) _____	\$ <u>302,265</u>	\$ _____	\$ _____	\$ <u>302,265</u>
Construction Work in Progress (105) _____	<u>0</u>	_____	_____	<u>0</u>
Other (Specify) _____	<u>0</u>	_____	_____	<u>0</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>302,265</u>	\$ _____	\$ _____	\$ <u>302,265</u>

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

Account 108	Water	Wastewater	A/D & CIAC AM Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>151,253</u>	\$ _____	\$ _____	\$ <u>151,253</u>
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ <u>9,139</u>	\$ _____	\$ _____	\$ <u>9,139</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ <u>9,139</u>	\$ _____	\$ _____	\$ <u>9,139</u>
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>141,873</u>	\$ _____	\$ _____	\$ <u>141,873</u>

UTILITY NAME: Kincaid Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1998

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	<u>1,000</u>	_____
Shares authorized _____	<u>7,500</u>	_____
Shares issued and outstanding _____	<u>200</u>	_____
Total par value of stock issued _____	<u>200</u>	_____
Dividends declared per share for year _____	_____	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ _____
Changes during the year (Specify): _____ _____	_____ _____	_____ _____
Balance end of year _____	\$ _____	\$ _____

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 Nominal Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
<u>1986 3rd Mortgage, Due 02/01/00</u>	<u>8 1/2</u>	<u>19</u>	\$ <u>17,642</u>
_____	_____	_____	_____
Total _____	_____	_____	\$ <u>17,642</u>

UTILITY NAME: Krand Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1998

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
1. Balance first of year	\$ <u>4,428</u>	\$ _____	\$ _____	\$ _____
Add Accruals charged:				
State ad valorem tax	\$ _____	\$ _____	\$ _____	\$ _____
Local property tax	<u>3,280</u>	_____	_____	_____
Federal income tax	_____	_____	_____	_____
State income tax	_____	_____	_____	_____
Regulatory assessment fee	<u>1,900</u>	_____	_____	_____
Other (Specify)	_____	_____	_____	_____
2. Total Taxes Accrued	\$ _____	\$ _____	\$ _____	\$ _____
Deduct Taxes Paid:				
State ad valorem tax	\$ _____	\$ _____	\$ _____	\$ _____
Local property tax	_____	_____	_____	_____
Federal income tax	_____	_____	_____	_____
State income tax	_____	_____	_____	_____
Regulatory assessment fee	_____	_____	_____	_____
Other (Specify)	_____	_____	_____	_____
3. Total Taxes Paid	\$ _____	\$ _____	\$ _____	\$ _____
4. Balance end of year (1 + 2 - 3 = 4)	\$ _____	\$ _____	\$ _____	\$ _____

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
<u>Anderson Krawles</u>	\$ <u>900</u>	\$ <u>-</u>	<u>operations</u>
<u>Cris Krawles</u>	\$ <u>2,700</u>	\$ <u>-</u>	<u>"</u>
<u>Michelle Krawles</u>	\$ <u>2,100</u>	\$ <u>-</u>	<u>office</u>
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: _____

**YEAR OF REPORT
DECEMBER 31,**

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ _____	\$ _____
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	_____	_____
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	_____	_____
6) Less Accumulated Amortization _____	_____	_____	_____
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

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

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

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31,
--

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 approving AFUDC rate:	_____

**WATER
OPERATING
SECTION**

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1998

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 0	\$	\$	\$ 0
302	Franchises	0			0
303	Land and Land Rights	14,000			14,000
304	Structures and Improvements	6,000			6,000
305	Collecting and Impounding Reservoirs	0			0
306	Lake, River and Other Intakes	0			0
307	Wells and Springs	3,800			3,800
308	Infiltration Galleries and Tunnels	0			0
309	Supply Mains	0			0
310	Power Generation Equipment	18,300			18,300
311	Pumping Equipment	10,120			10,120
320	Water Treatment Equipment	1,965			1,965
330	Distribution Reservoirs and Standpipes	16,500			16,500
331	Transmission and Distribution Lines	148,580			148,580
333	Services	0			0
334	Meters and Meter Installations	58,900			58,900
335	Hydrants	0			0
339	Other Plant and Miscellaneous Equipment	4,000			4,000
340	Office Furniture and Equipment	3,650			3,650
341	Transportation Equipment	13,500			13,500
342	Stores Equipment	0			0
343	Tools, Shop and Garage Equipment	1,200			1,200
344	Laboratory Equipment	200			200
345	Power Operated Equipment	2,200			2,200
346	Communication Equipment	350			350
347	Miscellaneous Equipment	0			0
348	Other Tangible Plant	0			0
	Total Water Plant	\$ 302,265	\$	\$	\$ 302,265

UTILITY NAME: Kincaid Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1998

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)
304	Structures and Improvements	36	0%	.03%	\$ 2,300		\$ 180	\$ 2,480
305	Collecting and Impounding Reservoirs	-	-	-	-		-	-
306	Lake, River and Other Intakes	-	-	-	-		-	-
307	Wells and Springs	40	0	.025%	1,140		95	4,235
308	Infiltration Galleries & Tunnels	-	-	-	-		-	-
309	Supply Mains	-	-	-	-		-	-
310	Power Generating Equipment	10	0	.10%	18,300		0	18,300
311	Pumping Equipment	5	0	.20%	11,543		1,649	13,192
320	Water Treatment Equipment	5	0	.20%	4,351		0	4,351
330	Distribution Reservoirs & Standpipes	30	0	.03%	6,325		495	6,820
331	Trans. & Dist. Mains	40	0	.025%	44,577		3,715	48,292
333	Services	40	0	.025%	10		-	-
334	Meter & Meter Installations	20	0	.05%	32,640		2,885	35,525
335	Hydrants	-	-	-	-		-	-
339	Other Plant and Miscellaneous Equipment	5	0	.20%	6,400		0	6,400
340	Office Furniture and Equipment	5	0	.20%	5,913		0	5,913
341	Transportation Equipment	5	20%	.20%	17,048		0	17,048
342	Stores Equipment	-	-	-	-		-	-
343	Tools, Shop and Garage Equipment	10	0	.10%	840		120	960
344	Laboratory Equipment	3	0	.33%	200		0	200
345	Power Operated Equipment	5	0	.20%	2,552		0	2,552
346	Communication Equipment	3	0	.33%	350		0	350
347	Miscellaneous Equipment	3	0	.20%	0		0	0
348	Other Tangible Plant	-	-	-	-		-	-
	Totals				\$ 151,253		\$ 9,139	\$ 160,392

* This amount should refer to Sheet F-5.

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1998

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 0
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	0
604	Employee Pensions and Benefits	0
610	Purchased Water	0
615	Purchased Power	0
616	Fuel for Power Production	5,993
618	Chemicals	0
620	Materials and Supplies	2,180
630	Contractual Services:	
	Operator and Management	5,363
	Testing	1,200
	Other	0
640	Rents	0
650	Transportation Expense	5,340
655	Insurance Expense	0
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	1,906
670	Bad Debt Expense	1,464
675	Miscellaneous Expenses	3,551
	Total Water Operation And Maintenance Expense	\$ 26,999.

* This amount should tie to Sheet F-3.

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
5/8"	D	1.0	316	318	318
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
4"	D,C	25.0			
4"	T	30.0			
6"	D,C	50.0			
6"	T	62.5			
Other (Specify):					
Unmetered Customers					
Total			316	318	318

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: Kincaid Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1998

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	(b) Water Purchased For Resale (Omit 000's)	(c) Finished Water From Wells (Omit 000's)	(d) Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	(e) Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	(f) Water Sold To Customers (Omit 000's)
January		2,563		2,563	2,219
February		2,355		2,355	2,067
March		2,430		2,430	3,101
April		2,361		2,361	2,097
May		2,651		2,651	2,343
June		2,998		2,998	2,537
July		2,426		2,426	2,207
August		2,593		2,593	2,378
September		2,619		2,619	2,581
October		2,482		2,482	2,430
November		2,268		2,268	2,172
December		2,289		2,289	2,018
Total for Year		30,035		30,035	27,450

If water is purchased for resale, indicate the following:

Vendor _____
Point of delivery _____

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

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
GIP	2"	12,000	0	0	12,000
"	2"	3,800	0	0	3,800
"	4"	3,400	0	0	3,400
Transite	6"	5,200	0	0	5,200

UTILITY NAME: Kincaid Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1998

SYSTEM NAME: _____

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

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	<u>1965</u>	<u>1965</u>	_____	_____
Types of Well Construction and Casing _____	<u>rotary</u>	<u>rotary</u>	_____	_____
Depth of Wells _____	<u>215'</u>	<u>220'</u>	_____	_____
Diameters of Wells _____	<u>8"</u>	<u>6"</u>	_____	_____
Pump - GPM _____	<u>150</u>	<u>120</u>	_____	_____
Motor - HP _____	<u>20</u>	<u>15</u>	_____	_____
Motor Type * _____	<u>submers</u>	<u>sub</u>	_____	_____
Yields of Wells in GPD _____	<u>321,120</u>	<u>256,320</u>	_____	_____
Auxiliary Power _____	<u>gen</u>	<u>gen</u>	_____	_____

* Submersible, centrifugal, etc.

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	<u>steel</u>	<u>steel</u>	<u>steel</u>	_____
Capacity of Tank _____	<u>8 kg</u>	<u>3 kg</u>	<u>1 kg</u>	_____
Ground or Elevated _____	<u>gr</u>	<u>gr</u>	<u>gr</u>	_____

HIGH SERVICE PUMPING

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

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1998

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source	<u>578,400</u>		
Type of Source	<u>aquifer</u>		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type	<u>hypochlorite</u>		
Make	<u>N/A</u>		
Gals. per day capacity	<u>578,400</u>		
High service pumping			
Gallons per minute	<u>0</u>		
Reverse Osmosis	<u>0</u>		
Lime Treatment			
Unit Rating	<u>0</u>		
Filtration			
Pressure Sq. Ft.	<u>N/A</u>		
Gravity GPD/Sq.Ft.	<u>N/A</u>		
Disinfection			
Chlorinator	<u>578,400</u>		
Ozone	<u>0</u>		
Other	<u>0</u>		
Auxiliary Power	<u>gasoline gen.</u>		

OTHER WATER SYSTEM INFORMATION

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

1. Present ERCs * now being served 318
2. Maximum ERCs ** that system can efficiently serve 800
3. Present system connection capacity (in ERC's) using existing lines _____
4. Future connection capacity (in ERC's) upon service area buildout _____
5. Estimated annual increase in ERCs * 0
6. List fire fighting facilities and capacities (including number of fire hydrants) none
7. List percent of certificated area where service connections are installed (total for each county)
Alachua Co - 100%
8. What is the current need for system upgrading and/or expansion? Tank reconditioning; structure repair
9. What are plans for future system upgrading and/or expansion? Summer 2000
10. Have questions 8 and 9 been discussed with an engineer? (if so, state name and address)
YES FDEP
11. Has an application for a construction permit been filed with the DEP? (if so, explain) _____
12. Department of Environmental Protection ID # 2010612
Water Management District ID # _____

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

** Total Plant Capacity / 350 gallons

WASTEWATER OPERATING SECTION

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

UTILITY NAME: Kinnel & Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1995

CERTIFICATION OF ANNUAL REPORT

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

YES NO

1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code.

YES NO

2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO

3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility.

YES NO

4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct, and complete for the period for which it represents.

Items Certified

1. 2. 3. 4.

Benny Kinnel
(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.