

CLASS "A" OR "B"
WATER AND/OR WASTEWATER UTILITIES
(Gross Revenue of More Than \$200,000 Each)

ANNUAL REPORT

OF

WU727-03-AR
Mrs. M. Huey
Harbor Hills Utilities, L.P.
6538 Lake Griffin Road
Lady Lake, FL 32159-2900

Submitted To The

STATE OF FLORIDA



RECEIVED
FLORIDA PUBLIC SERVICE
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04 APR -8 PM 12:30
DIVISION OF
ECONOMIC REGULATION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

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**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations
Class A & B**

Company: HARBOR HILLS UTILITIES, LP
For the Year Ended December 31, 2003

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. W-9	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Unmetered Water Revenues (460)	\$ _____	\$ _____	\$ _____
Total Metered Sales (461.1 - 461.5)	<u>216132.61</u>	<u>216132.61</u>	_____
Total Fire Protection Revenue (462.1 - 462.2)	_____	_____	_____
Other Sales to Public Authorities (464)	_____	_____	_____
Sales to Irrigation Customers (465)	_____	_____	_____
Sales for Resale (466)	_____	_____	_____
Interdepartmental Sales (467)	_____	_____	_____
Total Other Water Revenues (469 - 474)	<u>14869.23</u>	<u>14869.23</u>	_____
Total Water Operating Revenue	\$ 231001.84	\$ 231001.84	\$.00.00
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ 231001.84	\$ 231001.84	\$.00

Explanations:

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule W-9 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

EXECUTIVE SUMMARY

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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CERTIFICATION OF ANNUAL REPORT

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

YES	NO
<input checked="" type="checkbox"/>	<input type="checkbox"/>

1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES	NO
<input checked="" type="checkbox"/>	<input type="checkbox"/>

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

YES	NO
<input checked="" type="checkbox"/>	<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 the financial statement of the utility.

YES	NO
<input checked="" type="checkbox"/>	<input type="checkbox"/>

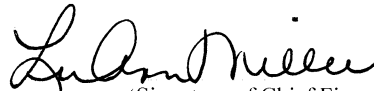
4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the the report as to the business affairs of the respondent are true, correct and complete for the period for which it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

Items Certified

1.	2.	3.	4.
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

(Signature of Chief Executive Officer of the utility) *

1.	2.	3.	4.
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>



(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.

ANNUAL REPORT OF

YEAR OF REPORT

December 31, 2003

Harbor Hills Utilities, LP
(Exact Name of Utility)

County: Lake

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

6538 Lake Griffin Road
Lady Lake, FL 32159

Telephone: 352-753-7000

E Mail Address: ksmead@harborhills.com

WEB Site: www.harborhills.com

Sunshine State One-Call of Florida, Inc. Member Number HHU542

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

Karen E. Smead
6538 Lake Griffin Road
Lady Lake, FL 32159

Telephone: 352-753-7000

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

6538 Lake Griffin Road
Lady Lake, FL 32159

Telephone: 352-753-7000

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

PriceWaterhouseCoopers (PWC)

Date of original organization of the utility: 28-Dec-87

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

Individual Partnership Sub S Corporation 1120 Corporation
[] [X] [] []

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

Table with 3 columns: Number, Name, Percent Ownership. Row 1: 1. H.H.C.C. Inc. 100%

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**DIRECTORY OF PERSONNEL WHO CONTACT
THE FLORIDA PUBLIC SERVICE COMMISSION**

NAME OF COMPANY REPRESENTATIVE (1)	TITLE OR POSITION (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
Mary Huey	Manager	Harbor Hills Utilities, L.P.	General Business Annual Report
Lu Ann Miller	Controller	Harbor Hills Utilities, L.P.	Annual Report
Karen Smead	Asst. Controller	Harbor Hills Utilities, L.P.	Annual Report

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

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

COMPANY PROFILE

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

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

The utility began operations in 1989 as Lake Griffin Utilities, Inc. under certificate 522-W granted by Order No. 21835. Initial rates and charges were set by the Commission in Order No. 23039, issued June 6, 1990. Those rates and charges are still in effect. The Commission approved the transfer to the current owners in Order No. PSC-94-1543-FOF-WU, issued December 13, 1994, after the utility and other assets of the previous owner were confiscated by the U.S. Government.

Harbor Hills Utilities, L.P. provides water service to a golf course and country club community. Its goal is to provide safe, dependable drinking water to its customers and be a responsible custodian of the water allotted to it in its consumptive use permit.

Its major objective is to reduce average consumption and the utility intends to apply to the Commission for conservation rates toward that end.

The service area of the utility has enjoyed an annual average growth of over 30 homes per year over the last five years and now has nearly 350 residences.

The utility also intends to apply for a certificate and establish rates for the wastewater system at Harbor Hills. Wastewater service is currently being provided at no charge.

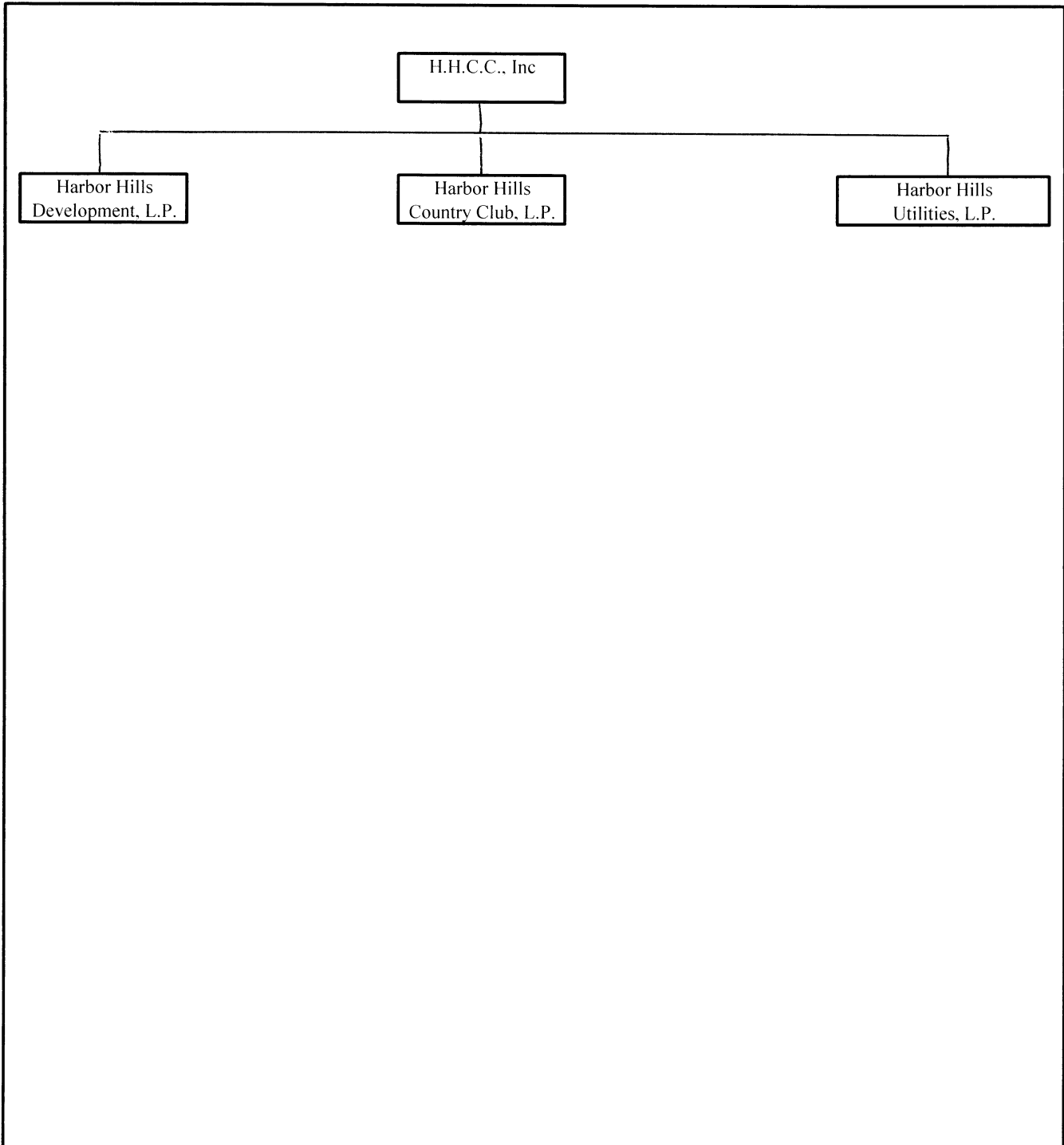
UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

PARENT / AFFILIATE ORGANIZATION CHART

Current as of December 31, 2003

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



UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	OFFICERS' COMPENSATION (d)
Not Applicable			\$

COMPENSATION OF DIRECTORS

For each director, list the number of director meetings attended by each director and the compensation received as a director from the respondent.			
NAME (a)	TITLE (b)	NUMBER OF DIRECTORS' MEETINGS ATTENDED (c)	DIRECTORS' COMPENSATION (d)
Not Applicable			\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

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

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
Not Applicable		\$	

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

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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AFFILIATION OF OFFICERS AND DIRECTORS

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

NAME (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
Not Applicable			

UTILITY NAME: Harbor Hills Utilities, LP

**BUSINESSES WHICH ARE A BY-PRODUCT, COPRODUCT,
OR JOINT PRODUCT AS A RESULT OF PROVIDING WATER OR WAS**

<p>Complete the following for any business which is conducted as a byproduct, coproduct, or joint product as a result of providing water or wastewater service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses are fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in A revenue and expenses segregated out as nonutility also.</p>		
BUSINESS OR SERVICE CONDUCTED (a)	ASSETS	
	BOOK COST OF ASSETS (b)	ACCOUNT NUMBER (c)
Nor Applicable	\$	\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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BUSINESS TRANSACTIONS WITH RELATED PARTIES

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

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

- Enter in this part all transactions involving services and products received or provided.
- Below are some types of transactions to include:

-management, legal and accounting services	-material and supplies furnished
-computer services	-leasing of structures, land, and equipment
-engineering & construction services	-rental transactions
-repairing and servicing of equipment	-sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased (S)old (d)	AMOUNT (e)
Not Applicable				\$

UTILITY NAME: Harbor Hills Utilities, LP

BUSINESS TRANSACTIONS WITH RELATED

Part II. Specific Instructions: Sale, Purchase and Tr

- | | |
|--|--|
| <p>1. Enter in this part all transactions relating to the purchase, sale, or transfer of assets.</p> <p>2. Below are examples of some types of transactions to include:</p> <ul style="list-style-type: none"> -purchase, sale or transfer of equipment -purchase, sale or transfer of land and structures -purchase, sale or transfer of securities -noncash transfers of assets -noncash dividends other than stock dividends -write-off of bad debts or loans | <p>3. The columnar instructions</p> <ul style="list-style-type: none"> (a) Enter name of related p (b) Describe briefly the ty (c) Enter the total received (d) Enter the net book val (e) Enter the net profit or l (f) Enter the fair market va
schedule, describe the |
|--|--|

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)
Not Applicable		\$

YEAR OF REPORT December 31, 2003
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ARTIES (Cont'd)

Transfer of Assets
 follow:

party or company.
 e of assets purchased, sold or transferred.
 or paid. Indicate purchase with "P" and sale with "S".
 e for each item reported.
 oss for each item reported. (column (c) - column (d))
 lue for each item reported. In space below or in a supplemental
 asis used to calculate fair market value.

NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
\$	\$	\$

FINANCIAL SECTION

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-7	\$ 942,604.09	\$ 945,538.90
108-110	Less: Accumulated Depreciation and Amortization	F-8	419,962.94	451,031.10
Net Plant			\$ 522,641.15	\$ 494,507.80
114-115	Utility Plant Acquisition adjustment (Net)	F-7	772,319.44	735,943.63
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 1,294,960.59	\$ 1,230,451.43
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-9	\$	\$
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property			\$	\$
123	Investment In Associated Companies	F-10		
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property & Investments			\$	\$
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ 134.10	\$ 574.62
132	Special Deposits	F-9		
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	29,013.51	36,328.41
145	Accounts Receivable from Associated Companies	F-12	480,771.49	517,021.65
146	Notes Receivable from Associated Companies	F-12		
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments			
171	Accrued Interest and Dividends Receivable			
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12	4,775.00	4,775.00
Total Current and Accrued Assets			\$ 514,694.10	\$ 558,699.68

* Not Applicable for Class B Utilities

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense	F-13	\$	\$
182	Extraordinary Property Losses	F-13		
183	Preliminary Survey & Investigation Charges			
184	Clearing Accounts			
185 *	Temporary Facilities			
186	Misc. Deferred Debits	F-14		
187 *	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
	Total Deferred Debits		\$	\$
	TOTAL ASSETS AND OTHER DEBITS		\$ 1,809,654.69	\$ 1,789,151.11

* Not Applicable for Class B Utilities

<p><u>NOTES TO THE BALANCE SHEET</u></p> <p>The space below is provided for important notes regarding the balance sheet.</p>

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-15	\$	\$
204	Preferred Stock Issued	F-15		
202,205 *	Capital Stock Subscribed			
203,206 *	Capital Stock Liability for Conversion			
207 *	Premium on Capital Stock			
209 *	Reduction in Par or Stated Value of Capital Stock			
210 *	Gain on Resale or Cancellation of Reacquired Capital Stock			
211	Other Paid - In Capital			
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	(737,588.73)	(803,648.89)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)		732,250.00	2,152,533.86
Total Equity Capital			\$ (5,338.73)	\$ 1,348,884.97
LONG TERM DEBT				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17	717,750.00	0.00
224	Other Long Term Debt	F-17		
Total Long Term Debt			\$ 717,750.00	\$
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		2,022.09	2,112.95
232	Notes Payable	F-18		
233	Accounts Payable to Associated Companies	F-18	34,492.98	14,746.87
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits			
236	Accrued Taxes	W/S-3	23,765.34	23,522.70
237	Accrued Interest	F-19	643,264.84	
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	12,962.69	17,050.76
Total Current & Accrued Liabilities			\$ 716,507.94	\$ 57,433.28

* Not Applicable for Class B Utilities

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium On Debt	F-13	\$	\$
252	Advances For Construction	F-20		
253	Other Deferred Credits	F-21		
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$	\$
OPERATING RESERVES				
261	Property Insurance Reserve		\$	\$
262	Injuries & Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
Total Operating Reserves			\$	\$
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	\$ 558,373.00	\$ 579,188.00
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(177,637.52)	(196,355.14)
Total Net C.I.A.C.			\$ 380,735.48	\$ 382,832.86
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$	\$
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other			
Total Accumulated Deferred Income Tax			\$	\$
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ 1,809,654.69	\$ 1,789,151.11

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 238,572.59	\$ 231,001.84
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	(7,852.88)	(12,901.16)
Net Operating Revenues			\$ 230,719.71	\$ 218,100.68
401	Operating Expenses	F-3(b)	\$ 168,625.08	\$ 168,947.06
403	Depreciation Expense:	F-3(b)	\$ 30,776.10	\$ 31,068.16
	Less: Amortization of CIAC	F-22	18,109.00	18,717.62
Net Depreciation Expense			\$ 12,667.10	\$ 12,350.54
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC)	F-3(b)		
408	Taxes Other Than Income	W/S-3	39,875.44	39,383.09
409	Current Income Taxes	W/S-3		
410.10	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3		
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			\$ 221,167.62	\$ 220,680.69
Net Utility Operating Income			\$ 9,552.09	\$ (2,580.01)
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	7,852.88	12,901.16
413	Income From Utility Plant Leased to Others			
414	Gains (losses) From Disposition of Utility Property			
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 17,404.97	\$ 10,321.15

* For each account, Column e should agree with Cloumns f, g and h on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
231,001.84 (12,901.16)	\$	\$
\$ 218,100.68	\$	\$
\$ 168,947.06	\$	\$
31,068.16 18,717.62		
\$ 12,350.54 12,350.54	\$	\$
39,383.09		
\$ 220,680.69	\$	\$
\$ (2,580.01)	\$	\$
12,901.16		
\$ 10,321.15	\$	\$

* Total of Schedules W-3 / S-3 for all rate groups.

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ 17,404.97	\$ 10,321.15
OTHER INCOME AND DEDUCTIONS				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$	\$
416	Costs & Expenses of Merchandising Jobbing, and Contract Work			
419	Interest and Dividend Income			
421	Nonutility Income			
426	Miscellaneous Nonutility Expenses		(20,867.28)	(14,486.48)
Total Other Income and Deductions			\$ (20,867.28)	\$ (14,486.48)
TAXES APPLICABLE TO OTHER INCOME				
408.20	Taxes Other Than Income		\$	\$
409.20	Income Taxes			
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
Total Taxes Applicable To Other Income			\$	\$
INTEREST EXPENSE				
427	Interest Expense	F-19	\$ 96,179.69	\$ 25,519.02
428	Amortization of Debt Discount & Expense	F-13		
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			\$ 96,179.69	\$ 25,519.02
EXTRAORDINARY ITEMS				
433	Extraordinary Income		\$	\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items			\$	\$
NET INCOME			\$ (99,642.00)	\$ (29,684.35)

Explain Extraordinary Income:

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 945,538.90	\$
	Less:			
108	Nonused and Useful Plant (1)	F-8	451,031.10	
110	Accumulated Depreciation	F-8		
271	Accumulated Amortization	F-22	579,188.00	
252	Contributions In Aid of Construction	F-20		
	Advances for Construction			
Subtotal			\$ (84,680.20)	\$
	Add:			
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	196,355.14	
Subtotal			\$ 111,674.94	\$
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	21,118.38	
	Working Capital Allowance (3)			
	Other (Specify):			
RATE BASE			\$ 132,793.32	\$
NET UTILITY OPERATING INCOME			\$ (2,580.01)	\$
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			-1.94%	

NOTES :

- (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**SCHEDULE OF CURRENT COST OF CAPITAL
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING (1)**

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity Preferred Stock Long Term Debt Customer Deposits Tax Credits - Zero Cost Tax Credits - Weighted Cost Deferred Income Taxes Other (Explain)	\$ 2,152,533.86	100.00%	13.95%	13.95%
Total	\$ 2,152,533.86	100.00%		13.95%

- (1) If the utility's capital structure is not used, explain which capital structure is used.
- (2) Should equal amounts on Schedule F-6, Column (g).
- (3) Mid-point of the last authorized Return On Equity or current leverage formula if none has been established.

Must be calculated using the same methodology used in the last rate proceeding using current annual report year end amounts and cost rates.

APPROVED RETURN ON EQUITY

Equity:	<u>13.95%</u>
Equity:	<u>Order No. 23039</u>

APPROVED AFUDC RATE

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

DC rate:	<u>13.95%</u>
DC rate:	<u>Order No. 23039</u>

If any utility capitalized any charge in lieu of AFUDC (such as interest only), state the basis of the charge, an explanation as to why AFUDC was not charged and the percentage capitalized.

UTILITY NAME:

Harbor Hills Utilities, LP

**SCHEDULE OF CAPITAL STRUCTURE ADJ
CONSISTENT WITH THE METHODOLOGY USED IN THE**

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON- JURISDICTIONAL ADJUSTMENTS (d)
Common Equity	\$ 2,152,533.86		
Preferred Stock			
Long Term Debt			
Customer Deposits			
Tax Credits - Zero Cost			
Tax Credits - Weighted Cost			
Deferred Inc. Taxes			
Other (Explain)			
Total	\$ 2,152,533.86		

(1) Explain below all adjustments made in Columns (e) and (f):

YEAR OF REPORT December 31, 2003
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**ADJUSTMENTS
 AT RATE PROCEEDING**

OTHER (1) ADJUSTMENTS SPECIFIC (e)	OTHER (1) ADJUSTMENTS PRO RATA (f)	CAPITAL STRUCTURE (g)
	\$	\$ 2,152,533.86
	\$	\$ 2,152,533.86

--

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

**UTILITY PLANT
ACCOUNTS 101 - 106**

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 945,538.90	\$	\$	\$ 945,538.90
102	Utility Plant Leased to Other				
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold				
105	Construction Work in Progress				
106	Completed Construction Not Classified				
	Total Utility Plant	\$ 945,538.90	\$	\$	\$ 945,538.90

**UTILITY PLANT ACQUISITION ADJUSTMENTS
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately.
For any acquisition adjustments approved by the Commission, include the Order Number.

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$ 1,045,138.00	\$	\$	\$ 1,045,138.00
	Total Plant Acquisition Adjustments	\$ 1,045,138.00	\$	\$	\$ 1,045,138.00
115	Accumulated Amortization	\$ 309,194.37	\$	\$	\$ 309,194.37
	Total Accumulated Amortization	\$ 309,194.37	\$	\$	\$ 309,194.37
	Net Acquisition Adjustments	\$ 735,943.63	\$	\$	\$ 735,943.63

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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ACCUMULATED DEPRECIATION (ACCT. 108) AND AMORTIZATION (ACCT. 110)

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION				
Account 108				
Balance first of year	\$ 419,962.94	\$	\$	\$ 419,962.94
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 31,068.16	\$	\$	\$ 31,068.16
Account 108.2 (2)				
Account 108.3 (2)				
Other Accounts (specify):				
Salvage				
Other Credits (Specify):				
Total Credits	\$ 31,068.16	\$	\$	\$ 31,068.16
Debits during year:				
Book cost of plant retired				
Cost of Removal				
Other Debits (specify):				
Total Debits	\$	\$	\$	\$
Balance end of year	\$ 451,031.10	\$	\$	\$ 451,031.10
ACCUMULATED AMORTIZATION				
Account 110				
Balance first of year	\$	\$	\$	\$
Credit during year:				
Accruals charged to:				
Account 110.2 (2)	\$	\$	\$	\$
Other Accounts (specify):				
Total credits	\$	\$	\$	\$
Debits during year:				
Book cost of plant retired				
Other debits (specify):				
Total Debits	\$	\$	\$	\$
Balance end of year	\$	\$	\$	\$

- (1) Account 108 for Class B utilities.
- (2) Not applicable for Class B utilities.
- (3) Account 110 for Class B utilities.

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**REGULATORY COMMISSION EXPENSE
AMORTIZATION OF RATE CASE EXPENSE (ACCOUNTS 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (d)	AMOUNT (e)
Not Applicable	\$		\$
Total	\$		\$

NONUTILITY PROPERTY (ACCOUNT 121)

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.

Other Items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
Not Applicable	\$	\$	\$	\$
Total Nonutility Property	\$	\$	\$	\$

SPECIAL DEPOSITS (ACCOUNTS 132 AND 133)

Report hereunder all special deposits carried in Accounts 132 and 133.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132): Not Applicable	\$
Total Special Deposits	\$
OTHER SPECIAL DEPOSITS (Account 133):	\$
Total Other Special Deposits	\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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INVESTMENTS AND SPECIAL FUNDS
ACCOUNTS 123 - 127

Report hereunder all investments and special funds carried in Accounts 123 through 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (Account 123): Not Applicable	\$	\$
Total Investment in Associated Companies		\$
UTILITY INVESTMENTS (Account 124): Not Applicable	\$	\$
Total Utility Investment		\$
OTHER INVESTMENTS (Account 125): Not Applicable	\$	\$
Total Other Investment		\$
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): Not Applicable		\$
Total Special Funds		\$

UTILITY NAME: **Harbor Hills Utilities, LP**

YEAR OF REPORT December 31, 2003
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ACCOUNTS AND NOTES RECEIVABLE - NET
ACCOUNTS 141 - 144

Report hereunder all accounts and notes receivable included in Accounts 141, 142, and 144. Amounts included in
Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)	TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):	
Water	\$ 36,328.41
Wastewater	
Other	
Total Customer Accounts Receivable	\$ 36,328.41
OTHER ACCOUNTS RECEIVABLE (Account 142):	
Total Other Accounts Receivable	\$
NOTES RECEIVABLE (Account 144):	
Total Notes Receivable	\$
Total Accounts and Notes Receivable	\$ 36,328.41
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Account 143)	
Balance first of year	\$
Add: Provision for uncollectibles for current year	\$
Collection of accounts previously written off	
Utility Accounts	
Others	
Total Additions	\$
Deduct accounts written off during year:	
Utility Accounts	
Others	
Total accounts written off	\$
Balance end of year	\$
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET	\$ 36,328.41

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT
ACCOUNTS 181 AND 251**

Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181): Not Applicable	\$	\$
Total Unamortized Debt Discount and Expense	\$	\$
UNAMORTIZED PREMIUM ON DEBT (Account 251): Not Applicable	\$	\$
Total Unamortized Premium on Debt	\$	\$

**EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
Not Applicable	\$
Total Extraordinary Property Losses	\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**MISCELLANEOUS DEFERRED DEBITS
ACCOUNT 186**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1) Not Applicable	\$	\$
Total Deferred Rate Case Expense	\$	\$
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2): Not Applicable	\$	\$
Total Other Deferred Debits	\$	\$
REGULATORY ASSETS (Class A Utilities: Account. 186.3): Not Applicable	\$	\$
Total Regulatory Assets	\$	\$
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$	\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**CAPITAL STOCK
ACCOUNTS 201 AND 204***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
COMMON STOCK		
Par or stated value per share		\$ Not Applicable
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued		\$
Dividends declared per share for year		\$
PREFERRED STOCK		
Par or stated value per share		\$
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued		\$
Dividends declared per share for year		\$

* Account 204 not applicable for Class B utilities.

**BONDS
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
Not Applicable	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$

* For variable rate obligations, provide the basis for the rate. (i.e.. prime + 2%, etc.)

UTILITY NAME: **Harbor Hills Utilities, LP**

YEAR OF REPORT December 31, 2003
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STATEMENT OF RETAINED EARNINGS

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

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance Beginning of Year	\$ (737,588.73)
439	Changes to Account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits:	\$
	Total Credits:	\$
	Debits:	\$
	Total Debits:	\$
435	Balance Transferred from Income	\$ (66,060.16)
436	Appropriations of Retained Earnings:	
	Total Appropriations of Retained Earnings	\$
437	Dividends Declared: Preferred Stock Dividends Declared	
438	Common Stock Dividends Declared	
	Total Dividends Declared	\$
215	Year end Balance	\$ (803,648.89)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	
214	Total Appropriated Retained Earnings	\$
	Total Retained Earnings	\$ (803,648.89)
Notes to Statement of Retained Earnings:		

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
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**NOTES PAYABLE
ACCOUNTS 232 AND 234**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
NOTES PAYABLE (Account 232): Not Applicable	% % % % % % % %		\$
Total Account 232			\$
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234): Not Applicable	% % % % % % % %		\$
Total Account 234			\$

* For variable rate obligations, provide the basis for the rate. (i.e., prime + 2%, etc.)

**ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES
ACCOUNT 233**

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
Harbor Hills Country Club	\$ 3,496.87
Yale Management	11,250.00
Total	\$ 14,746.87

UTILITY NAME: **Harbor Hills Utilities, LP**

**ACCRUED INTEREST AND EXPENSE
ACCOUNTS 237 AND 427**

DESCRIPTION OF DEBIT (a)	BALANCE BEGINNING OF YEAR (b)	INTER DU	
		ACCT. DEBIT (c)	
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt	\$ 643,264.84		\$
Total Account 237.1	\$ 643,264.84		\$
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities Customer Deposits	\$	427	\$
Total Account 237.2	\$		\$
Total Account 237 (1)	\$ 643,264.84		\$
INTEREST EXPENSED:			
Total accrual Account 237		237	\$
Less Capitalized Interest Portion of AFUDC:			
Net Interest Expensed to Account No. 427 (2)			\$

YEAR OF REPORT December 31, 2003
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EST ACCRUED ING YEAR	INTEREST PAID DURING YEAR	BALANCE END OF YEAR
AMOUNT (d)	(e)	(f)
25,519.02	\$ 668,783.86	\$
25,519.02	\$	\$
25,519.02	\$	\$
25,519.02	\$	\$
25,519.02	\$	\$
25,519.02	(1) Must agree to F-2 (a), Beginning and Ending Balance of Accrued Interest. (2) Must agree to F-3 (c), Current Year Interest Expense	
25,519.02		
25,519.02		

UTILITY NAME: Harbor Hills Utilities, LP

**MISCELLANEOUS CURRENT AND ACCRUED LIA
ACCOUNT 241**

DESCRIPTION - Provide itemized listing (a)
Estimated 2003 Assessment Fee and Testing Fees Customer account prepayments
Total Miscellaneous Current and Accrued Liabilities

**ADVANCES FOR CONSTRUCTION
ACCOUNT 252**

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	ACCT. DEBIT (c)
Not Applicable	\$	\$
Total	\$	\$

* Report advances separately by reporting group, designating water or wastewater in column (a).

YEAR OF REPORT December 31, 2003
--

ILITIES

	BALANCE END OF YEAR (b)
	\$ 11,187.08
	5,863.68
	\$ 17,050.76

DEBITS		
AMOUNT (d)	CREDITS (e)	BALANCE END OF YEAR (f)
	\$	\$
	\$	\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

**OTHER DEFERRED CREDITS
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1): Not Applicable	\$	\$
Total Regulatory Liabilities	\$	\$
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2): Not Applicable	\$	\$
Total Other Deferred Liabilities	\$	\$
TOTAL OTHER DEFERRED CREDITS	\$	\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 558,373.00	\$	\$	\$ 558,373.00
Add credits during year:	\$ 20,815.00	\$	\$	\$ 20,815.00
Less debit charged during the year	\$	\$	\$	\$
Total Contribution In Aid of Construction	\$ 579,188.00	\$	\$	\$ 579,188.00

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272**

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 177,637.52	\$	\$	\$ 177,637.52
Debits during the year:	\$ 18,717.62	\$	\$	\$ 18,717.62
Credits during the year	\$	\$	\$	\$
Total Accumulated Amortization of Contributions In Aid of Construction	\$ 196,355.14	\$	\$	\$ 196,355.14

UTILITY NAME: **Harbor Hills Utilities, LP**

YEAR OF REPORT December 31, 2003
--

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

The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computations of all tax accruals.

If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignments or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year	F-3(c)	\$ (29,684.35)
Reconciling items for the year:		
Taxable income not reported on books:		
Tap Charge		2,300.00
Meter Installation Charge		10,511.00
Main Extension Charge		6,049.00
Plant Capacity Charge		1,955.00
Deductions recorded on books not deducted for return:		
Income recorded on books not included in return:		
Deduction on return not charged against book income:		
Federal tax net income		\$ (8,869.35)

Computation of tax :

Not Applicable - Utility is a limited partnership and tax liability flows through partners.

**WATER
OPERATION
SECTION**

UTILITY NAME:

Harbor Hills Utilities, LP

YEAR OF REPORT

December 31, 2003

WATER LISTING OF SYSTEM GROUPS

List below the name of each reporting system and its certificate number. Those systems which have been consolidated under the same tariff should be assigned a group number. Each individual system which has not been consolidated should be assigned its own group number.

The water financial schedules (W-2 through W-10) should be filed for the group in total.

The water engineering schedules (W-11 through W-15) must be filed for each system in the group.

All of the following water pages (W-2 through W-15) should be completed for each group and arranged by group number.

SYSTEM NAME / COUNTY	CERTIFICATE NUMBER	GROUP NUMBER
Harbor Hills Utilities, L.P. / Lake County	552-W	Not Applicable

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

SYSTEM NAME / COUNTY : _____

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 945,538.90
	Less:		
108	Nonused and Useful Plant (1)	W-6(b)	451,031.10
110	Accumulated Depreciation		
271	Accumulated Amortization	W-7	579,188.00
252	Contributions In Aid of Construction	F-20	
	Subtotal		\$ (84,680.20)
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 196,355.14
	Subtotal		\$ 111,674.94
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	0.00
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	0.00
	Working Capital Allowance (3)		21,118.38
	Other (Specify):		
	WATER RATE BASE		\$ 132,793.32
	WATER OPERATING INCOME	W-3	\$ (2,580.01)
	ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)		-1.94%

- NOTES : (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.
 In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME:

Harbor Hills Utilities, LP

YEAR OF REPORT

December 31, 2003

SYSTEM NAME / COUNTY : _____

WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
UTILITY OPERATING INCOME			
400	Operating Revenues	W-9	\$ 231,001.84
469	Less: Guaranteed Revenue and AFPI	W-9	(12,901.16)
Net Operating Revenues			\$ 218,100.68
401	Operating Expenses	W-10(a)	\$ 168,947.06
403	Depreciation Expense	W-6(a)	31,068.16
	Less: Amortization of CIAC	W-8(a)	18,717.62
Net Depreciation Expense			\$ 12,350.54
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		10,395.08
408.11	Property Taxes		23,522.70
408.12	Payroll Taxes		4,885.41
408.13	Other Taxes and Licenses		579.90
408	Total Taxes Other Than Income		\$ 39,383.09
409.1	Income Taxes		
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
Utility Operating Expenses			\$ 220,680.69
Utility Operating Income			\$ (2,580.01)
Add Back:			
469	Guaranteed Revenue (and AFPI)	W-9	\$ 12,901.16
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
Total Utility Operating Income			\$ 10,321.15

UTILITY NAME: Harbor Hills Utilities, LP

SYSTEM NAME / COUNTY : _____

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)
301	Organization	\$	\$
302	Franchises		
303	Land and Land Rights	12,500.00	
304	Structures and Improvements	1,828.90	
305	Collecting and Impounding Reservoirs		
306	Lake, River and Other Intakes		
307	Wells and Springs	130,422.48	
308	Infiltration Galleries and Tunnels		
309	Supply Mains	4,565.00	
310	Power Generation Equipment	687.43	
311	Pumping Equipment	175,366.28	
320	Water Treatment Equipment	27,600.41	786.32
330	Distribution Reservoirs and Standpipes	98,874.68	
331	Transmission and Distribution Mains	358,719.72	
333	Services	32,535.00	
334	Meters and Meter Installations	24,444.34	1,443.56
335	Hydrants	58,687.00	
336	Backflow Prevention Devices	5,113.76	704.93
339	Other Plant Miscellaneous Equipment		
340	Office Furniture and Equipment		
341	Transportation Equipment	10,293.09	
342	Stores Equipment		
343	Tools, Shop and Garage Equipment		
344	Laboratory Equipment		
345	Power Operated Equipment	966.00	
346	Communication Equipment		
347	Miscellaneous Equipment		
348	Other Tangible Plant		
TOTAL WATER PLANT		\$ 942,604.09	\$ 2,934.81

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

W-4(a)
GROUP _____

YEAR OF REPORT December 31, 2003
--

RETIREMENTS (e)	CURRENT YEAR (f)
	\$
	12,500.00
	1,828.90
	130,422.48
	4,565.00
	687.43
	175,366.28
	28,386.73
	98,874.68
	358,719.72
	32,535.00
	25,887.90
	58,687.00
	5,818.69
	10,293.09
	966.00
	\$ 945,538.90

UTILITY NAME: Harbor Hills Utilities, LP

SYSTEM NAME / COUNTY :

WATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 INTANGIBLE PLANT (d)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (e)	.3 WATER TREATMENT PLANT (f)	.4 TRANSMISSION AND DISTRIBUTION PLANT (g)	.5 GENERAL PLANT (h)
301	Organization						
302	Franchises						
303	Land and Land Rights	12,500.00		12,500.00			
304	Structures and Improvements	1,828.90		1,828.90			
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs	130,422.48		130,422.48			
308	Infiltration Galleries and Tunnels						
309	Supply Mains	4,565.00		4,565.00			
310	Power Generation Equipment	687.43		687.43			
311	Pumping Equipment	175,366.28		175,366.28			
320	Water Treatment Equipment	28,386.73		28,386.73			
330	Distribution Reservoirs and Standpipes	98,874.68				98,874.68	
331	Transmission and Distribution Mains	358,719.72				358,719.72	
333	Services	32,535.00				32,535.00	
334	Meters and Meter Installations	25,887.90				25,887.90	
335	Hydrants	58,687.00				58,687.00	
336	Backflow Prevention Devices	5,818.69				5,818.69	
339	Other Plant Miscellaneous Equipment						
340	Office Furniture and Equipment						
341	Transportation Equipment	10,293.09					10,293.09
342	Stores Equipment						
343	Tools, Shop and Garage Equipment						
344	Laboratory Equipment						
345	Power Operated Equipment	966.00					966.00
346	Communication Equipment						
347	Miscellaneous Equipment						
348	Other Tangible Plant						
TOTAL WATER PLANT		945,538.90		325,370.09	283,866.73	580,522.99	112,590.09

W-4(b)
GROUP _____

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

SYSTEM NAME / COUNTY : _____

BASIS FOR WATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
304	Structures and Improvements	33		3.03%
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33%
308	Infiltration Galleries and Tunnels			
309	Supply Mains	35		2.86%
310	Power Generation Equipment	20		5.00%
311	Pumping Equipment	20		5.00%
320	Water Treatment Equipment	22		4.55%
330	Distribution Reservoirs and Standpipes	37		2.70%
331	Transmission and Distribution Mains	43		2.33%
333	Services	40		2.50%
334	Meters and Meter Installations	20		5.00%
335	Hydrants	45		2.22%
336	Backflow Prevention Devices	20		5.00%
339	Other Plant Miscellaneous Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	6		16.67%
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	12		8.33%
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
Water Plant Composite Depreciation Rate *				

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

UTILITY NAME: Harbor Hills Utilities, LP

SYSTEM NAME / COUNTY : _____

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEP

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)
304	Structures and Improvements	\$ 505.24	\$ 55.42
305	Collecting and Impounding Reservoirs		
306	Lake, River and Other Intakes		
307	Wells and Springs	64,128.72	4,347.42
308	Infiltration Galleries and Tunnels		
309	Supply Mains	1,673.13	130.43
310	Power Generation Equipment	172.85	34.37
311	Pumping Equipment	124,432.75	8,768.31
320	Water Treatment Equipment	14,113.52	1,272.44
330	Distribution Reservoirs and Standpipes	34,702.33	2,672.29
331	Transmission and Distribution Mains	126,345.57	8,342.32
333	Services	12,587.94	813.38
334	Meters and Meter Installations	9,187.18	1,258.31
335	Hydrants	19,564.78	1,304.16
336	Backflow Prevention Devices	1,914.15	273.31
339	Other Plant Miscellaneous Equipment		
340	Office Furniture and Equipment		
341	Transportation Equipment	9,435.33	1,715.52
342	Stores Equipment		
343	Tools, Shop and Garage Equipment		
344	Laboratory Equipment		
345	Power Operated Equipment	1,199.45	80.50
346	Communication Equipment		
347	Miscellaneous Equipment		
348	Other Tangible Plant		
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 419,962.94	\$ 31,068.16

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

W-6(a)
GROUP _____

YEAR OF REPORT December 31, 2003
--

CIATION

OTHER CREDITS *	TOTAL CREDITS (d + e)
(e)	(f)
	\$ 55.42
	4,347.42
	130.43
	34.37
	8,768.31
	1,272.44
	2,672.29
	8,342.32
	813.38
	1,258.31
	1,304.16
	273.31
	1,715.52
	80.50
	\$ 31,068.16

UTILITY NAME: Harbor Hills Utilities, LP

SYSTEM NAME / COUNTY : _____

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DE

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	
304	Structures and Improvements	\$	\$	\$
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs			
308	Infiltration Galleries and Tunnels			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment			
340	Office Furniture and Equipment			
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 ACCUMULATED DEPRECIATION		\$	\$	\$

W-6(b)
GROUP _____

YEAR OF REPORT

December 31, 2003

PRECIATION (CONT'D)

COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i) (j)	BALANCE AT END OF YEAR (c+f-k) (l)
	\$	\$ 560.66
		68,476.14
		1,803.56
		207.22
		133,201.06
		15,385.96
		37,374.62
		134,687.89
		13,401.32
		10,445.49
		20,868.94
		2,187.46
		11,150.85
		1,279.95
	\$	\$ 451,031.10

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

SYSTEM NAME / COUNTY : _____

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ 558,373.00
Add credits during year: Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ 20,815.00
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	
Total Credits		\$ 20,815.00
Less debits charged during the year (All debits charged during the year must be explained below)		\$
Total Contributions In Aid of Construction		\$ 579,188.00

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all debits charged to Account 271 during the year below:

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

SYSTEM NAME / COUNTY : _____

WATER CIAC SCHEDULE "A"

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

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Tap Charge	23	\$ 100.00	\$ 2,300.00
Main Extention Charge	23	457.00	10,511.00
Plant Capacity Charge	23	263.00	6,049.00
Meter Installation Charge	23	85.00	1,955.00
Total Credits			\$ 20,815.00

ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 177,637.52
Debits during the year: Accruals charged to Account 272 Other debits (specify) :	\$ 18,717.62
Total debits	\$ 18,717.62
Credits during the year (specify) :	\$
Total credits	\$
Balance end of year	\$ 196,355.14

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

SYSTEM NAME / COUNTY : _____

WATER CIAC SCHEDULE "B"
ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION
RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS
WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
Not Applicable		\$
Total Credits		\$

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

SYSTEM NAME / COUNTY : _____

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$
461.1	Metered Water Revenue: Sales to Residential Customers	329	342	166,587.55
461.2	Sales to Commercial Customers	35	41	49,545.06
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings			
Total Metered Sales		364	383	\$ 216,132.61
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection			
Total Fire Protection Revenue				\$
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
Total Water Sales		364	383	\$ 216,132.61
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 12,901.16
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			720.00
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			1248.07
Total Other Water Revenues				\$ 14,869.23
Total Water Operating Revenues				\$ 231,001.84

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME:

Harbor Hills Utilities, LP

YEAR OF REPORT

December 31, 2003

SYSTEM NAME / COUNTY :

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 60,178.15	\$ 5,707.14	\$ 2,747.88
603	Salaries and Wages - Officers, Directors and Majority Stockholders	0.00		
604	Employee Pensions and Benefits	14,270.20	2,008.74	967.20
610	Purchased Water	0.00		
615	Purchased Power	33,383.00	33,095.78	
616	Fuel for Power Production	325.76	325.76	
618	Chemicals	3,299.72		
620	Materials and Supplies	17,534.85	146.00	11,585.08
631	Contractual Services-Engineering	0.00		
632	Contractual Services - Accounting	675.00		
633	Contractual Services - Legal	0.00		
634	Contractual Services - Mgt. Fees	15,000.00		
635	Contractual Services - Testing	6,868.75		
636	Contractual Services - Other	888.65		888.65
641	Rental of Building/Real Property	0.00		
642	Rental of Equipment	0.00		
650	Transportation Expenses	802.63	216.72	104.33
656	Insurance - Vehicle	1,670.32	451.00	217.12
657	Insurance - General Liability	5,397.67		
658	Insurance - Workman's Comp.	1,753.45	401.76	193.43
659	Insurance - Other	0.00		
660	Advertising Expense	0.00		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	0.00		
667	Regulatory Commission Exp.-Other	0.00		
668	Water Resource Conservation Exp.	0.00		
670	Bad Debt Expense	0.00		
675	Miscellaneous Expenses	6,898.91		
Total Water Utility Expenses		\$ 168,947.06	\$ 42,352.90	\$ 16,703.69

UTILITY NAME:

Harbor Hills Utilities, LP

Y
D

SYSTEM NAME / COUNTY : _____

WATER EXPENSE ACCOUNT MATRIX

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)
\$ 1,268.25	\$ 1,268.25	\$ 3,804.75	\$ 2,536.51	\$ 17,750.10
446.42	446.42	1,339.18	892.74	3,722.06
3,299.72			5,803.77	
6,868.75				
48.17	48.17	144.47	96.32	88.30
100.24	100.24	300.68	200.44	183.76
89.27	89.27	267.84	178.57	269.85
\$ 12,120.82	\$ 1,952.35	\$ 5,856.92	\$ 9,708.35	\$ 22,014.07

AR OF REPORT ember 31. 2003

.8
ADMIN. & GENERAL EXPENSES (k)
25,095.27
4,447.44
287.22
675.00
15,000.00
56.15
116.84
5,397.67
263.46
6,898.91
58,237.96

UTILITY NAME:

Harbor Hills Utilities, LP

YEAR OF REPORT

December 31, 2003

SYSTEM NAME / COUNTY :

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) (b)+(c)-(d) (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)
January		11,570		11,570	
February		11,857		11,857	18,652
March		10,993		10,993	
April		17,663		17,663	23,001
May		19,632		19,632	
June		14,624		14,624	27,168
July		13,464		13,464	
August		11,131		11,131	19,882
September		14,650		14,650	
October		17,062		17,062	27,144
November		16,089		16,089	
December		14,330		14,330	25,011
Total for Year		173065		173065	140858

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:

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Well #1 (per field test)	1,000 gpm		Deep well
Well #2 (per field test)	1,000 gpm		Deep well

W-11

GROUP _____

SYSTEM _____

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

SYSTEM NAME / COUNTY : _____

WATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	700,000 GPD Max day
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	Well Head
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	Chlorination
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon):	Manufacturer:
FILTRATION	
Type and size of area:	
Pressure (in square feet):	Manufacturer:
Gravity (in GPM/square feet):	Manufacturer:

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT December 31, 2003
--

SYSTEM NAME / COUNTY : _____

CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0		
5/8"	Displacement	1.0	360	360
3/4"	Displacement	1.5	5	8
1"	Displacement	2.5	6	15
1 1/2"	Displacement or Turbine	5.0	5	25
2"	Displacement, Compound or Turbine	8.0	6	48
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5	3	53
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				508

CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use 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 residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC Calculation:
(114161881 SFR gallons/365 days/343 avg SFR's) = 912 GPD/ERC
(140.858.461 total gallons/365 days/912 GPD/ERC) = 423 ERC's

UTILITY NAME: Harbor Hills Utilities, LP

YEAR OF REPORT
December 31, 2003

SYSTEM NAME / COUNTY : _____

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's * the system can efficiently serve. _____ 508

2. Maximum number of ERCs * which can be served. _____ 875 Based on well capacity, fireflow requirements and current pk demand per ERC.

3. Present system connection capacity (in ERCs *) using existing lines. _____ 799

4. Future connection capacity (in ERCs *) upon service area buildout. _____ 799

5. Estimated annual increase in ERCs *. _____ 30

6. Is the utility required to have fire flow capacity? _____ Yes
If so, how much capacity is required? _____ 500 gpm. res.
1500 gpm. comm.

7. Attach a description of the fire fighting facilities. Hydrants located per county requirements

8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. _ None.

9. When did the company last file a capacity analysis report with the DEP? _____ Unknown

10. If the present system does not meet the requirements of DEP rules: Not Applicable

a. Attach a description of the plant upgrade necessary to meet the DEP rules.

b. Have these plans been approved by DEP? _____

c. When will construction begin? _____

d. Attach plans for funding the required upgrading.

e. Is this system under any Consent Order with DEP? _____

11. Department of Environmental Protection ID # _____ 3354781

12. Water Management District Consumptive Use Permit # _____ 279

a. Is the system in compliance with the requirements of the CUP? _____ Pending

b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on the calculation on the bottom of Page W-13.

WASTEWATER OPERATING SECTION

Note: This utility is a water only service; therefore, Pages S-1 through S-13 have been omitted from this report.