

**CLASS "C"**  
**WATER AND/OR WASTEWATER UTILITIES**  
(Gross Revenue of Less Than \$200,000 Each)

***ANNUAL REPORT***

OF

WU760-09-AR  
Holmes Utilities, Inc.  
760 Henscratch Road  
Lake Placid, FL 33852-8397

Submitted To The  
**STATE OF FLORIDA**



***PUBLIC SERVICE COMMISSION***

FOR THE

**YEAR ENDED DECEMBER 31, 2009**

ESSENTIAL RECORDS SECTION

10 FEB 23 4:10:17

STATE OF FLORIDA  
PUBLIC SERVICE  
COMMISSION

# *Lisa Sherman, C.P.A., P.A.*

CERTIFIED PUBLIC ACCOUNTANT

111 EAST PARK STREET  
LAKE PLACID, FL 33852-6362

(863) 465-2835  
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To the Board of Directors  
Holmes Utilities, Inc.  
Lake Placid, FL

I have compiled the comparative balance sheets of Holmes Utilities, Inc. as of December 31, 2009 and 2008, and the related comparative statements of operations and retained earnings for the years then ended and supplementary information included in the accompanying prescribed form in accordance with Statements of Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

My compilation was limited to presenting in the form prescribed by the Florida Public Service Commission information that is the representation of management. I have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them.

These financial statements (including related disclosures) are presented in accordance with the requirements of the Florida Public Service Commission, which may differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

  
Lisa Sherman, CPA, PA

February 17, 2010

## GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA). Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional pages should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceeding year ending December 31.

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

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

## GENERAL DEFINITIONS

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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# FINANCIAL SECTION

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REPORT OF

HOLMES UTILITIES, INC

(EXACT NAME OF UTILITY)

760 HENSCRATCH ROAD LAKE PLACID, FL 33852	760 HENSCRATCH ROAD LAKE PLACID, FL 33852	HIGHLANDS
Mailing Address	Street Address	County

Telephone Number 863-465-6044 Date Utility First Organized 08/25/95

Fax Number 863-465-5159 E-mail Address \_\_\_\_\_

Sunshine State One-Call of Florida, Inc. Member No. \_\_\_\_\_

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: HOLMES UTILITIES, INC  
760 HENSCRATCH ROAD, LAKE PLACID, FL 33852

Name of subdivisions where services are provided: COUNTRY WALK OF LEISURE LAKES SUBDIVISION

CONTACTS:

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: <u>LISA HOLMES</u>	<u>PRESIDENT</u>	<u>760 HENSCRATCH ROAD LAKE PLACID, FL 33852</u>	
Person who prepared this report: <u>LISA SHERMAN</u>	<u>CPA</u>	<u>111 EAST PARK STREET LAKE PLACID, FL 33852</u>	
Officers and Managers: <u>LISA HOLMES</u>	<u>PRESIDENT</u>	<u>SAME AS ABOVE</u>	\$ <u>0</u>
<u>DANIEL HOLMES</u>	<u>VP/ TREASURER</u>	<u>SAME AS ABOVE</u>	\$ <u>0</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	Principal Business Address	Salary Charged Utility
<u>DANIEL HOLMES</u>	<u>50</u>	<u>SAME AS ABOVE</u>	\$ <u>0</u>
<u>LISA HOLMES</u>	<u>50</u>	<u>SAME AS ABOVE</u>	\$ <u>0</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

UTILITY NAME: HOLMES UTILITIES, INC

YEAR OF REPORT DECEMBER 31, 2009
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INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_-----		\$ 29,116	\$ _____	\$ _____	\$ 29,116
Commercial_-----		_____	_____	_____	_____
Industrial_-----		_____	_____	_____	_____
Multiple Family_-----		_____	_____	_____	_____
Guaranteed Revenues_-----		_____	_____	_____	_____
Other (Specify)_-----		_____	_____	_____	_____
Total Gross Revenue_-----		\$ 29,116	\$ _____	\$ _____	\$ 29,116
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 28,887	\$ _____	\$ _____	\$ 28,887
Depreciation Expense_-----	F-5	2,783	_____	_____	2,783
CIAC Amortization Expense_-----	F-8	-1,008	_____	_____	-1,008
Taxes Other Than Income_-----	F-7	2,301	_____	_____	2,301
Income Taxes_-----	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 32,963	_____	_____	\$ 32,963
Net Operating Income (Loss)		\$ -3,847	\$ _____	\$ _____	\$ -3,847
Other Income:					
Nonutility Income_-----		\$ _____	\$ _____	\$ _____	\$ _____
-----		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_-----		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_-----		1,735	_____	_____	1,735
-----		_____	_____	_____	_____
-----		_____	_____	_____	_____
Net Income (Loss)		\$ -5,582	\$ _____	\$ _____	\$ -5,582



UTILITY NAME: HOLMES UTILITIES, INC

YEAR OF REPORT DECEMBER 31, 2009
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COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 68838	\$ 68838
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	41123	38340
Net Utility Plant -----		\$ 27715	\$ 30498
Cash -----			360
Customer Accounts Receivable (141) -----		1963	2270
Other Assets (Specify): -----			
UTILITY DEPOSITS -----		180	180
-----			
-----			
Total Assets -----		\$ 29858	\$ 33308
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	100	100
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----			
Retained Earnings (215) -----	F-6	-198318	-192736
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ -198218	\$ -192636
Long Term Debt (224) -----	F-6	\$	\$
Accounts Payable (231) -----			
Notes Payable (232) -----		211547	211547
Customer Deposits (235) -----			
Accrued Taxes (236) -----		1310	1189
Other Liabilities (Specify) -----			
CASH OVERDRAFT -----		3019	
-----			
-----			
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	12200	13208
Total Liabilities and Capital -----		\$ 29858	\$ 33308

UTILITY NAME HOLMES UTILITIES, INC

YEAR OF REPORT  
 DECEMBER 31, 2009

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ 68838	\$ _____	\$ _____	\$ 68838
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ 68838	\$ _____	\$ _____	\$ 68838

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 38340	\$ _____	\$ _____	\$ 38340
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ 2783	\$ _____	\$ _____	\$ 2783
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ 2783	\$ _____	\$ _____	\$ 2783
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ 41123	\$ _____	\$ _____	\$ 41123

UTILITY NAME: HOLMES UTILITIES, INC

YEAR OF REPORT DECEMBER 31, 2009
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CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	1	_____
Shares authorized _____	500	_____
Shares issued and outstanding _____	100	_____
Total par value of stock issued _____	100	_____
Dividends declared per share for year _____	_____	_____

RETAINED EARNINGS ( 215 )

	Appropriated	Un- Appropriated
Balance first of year _____	\$ _____	\$ -192736
Changes during the year (Specify): NET LOSS FOR THE YEAR _____	_____	-5582
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ -198318

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: HOLMES UTILITIES, INC

YEAR OF REPORT  
DECEMBER 31, 2009

**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 _____	228	_____	_____	228
Regulatory assessment fee _____	1310	_____	_____	1310
Other (Spe FL EPA _____	500	_____	_____	500
FL RURAL WATER ASSN _____	113	_____	_____	113
FL DEPT OF STATE _____	150	_____	_____	150
Total Tax Expense _____	\$ 2301	\$ _____	\$ _____	\$ 2301

**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
LISA SHERMAN, CPA, PA	\$ 2290	\$ _____	_____
PUGH UTILITIES SERVICE, INC	\$ 23321	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

**CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )** *Revised*

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 23700	\$ _____	\$ 23700
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	23700	_____	23700
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	23700	_____	23700
6) Less Accumulated Amortization _____	11500	_____	11500
7) Net CIAC _____	\$ 12200	\$ _____	\$ 12200

**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 _____	\$ 10492	\$ _____	\$ 10492
Add Debits During Year: _____	1008	_____	1008
Deduct Credits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ 11500	\$ _____	\$ 11500

**WATER  
OPERATING  
SECTION**

UTILITY NAME: HOLMES UTILITIES, INC

YEAR OF REPORT DECEMBER 31, 2009
-------------------------------------

**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	1495			1495
304	Structures and Improvements	10601			10601
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	16306			16306
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	5253			5253
320	Water Treatment Equipment	8377			8377
330	Distribution Reservoirs and Standpipes	6701			6701
331	Transmission and Distribution Lines	11863			11863
333	Services				
334	Meters and Meter Installations	8242			8242
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant and 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				
	<b>Total Water Plant</b>	<b>\$ 68838</b>	<b>\$</b>	<b>\$</b>	<b>\$ 68838</b>

UTILITY NAME: HOLMES UTILITIES, INC

YEAR OF REPORT  
DECEMBER 31 2009

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	%	%	\$ 6151	\$	\$ 378	\$ 6529
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	27	%	%	11762		603	12365
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equipment		%	%				
311	Pumping Equipment	17	%	%	1216		309	1525
320	Water Treatment Equipment	17	%	%	7049		493	7542
330	Distribution Reservoirs & Standpipes	33	%	%	3824		203	4027
331	Trans. & Dist. Mains	38	%	%	3018		312	3330
333	Services		%	%				
334	Meter & Meter Installations	17	%	%	5320		485	5805
335	Hydrants		%	%				
336	Backflow Prevention Devices		%	%				
339	Other Plant and 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		%	%				
	Totals				\$ 36340	\$	\$ 2783	\$ 41123 *

\* This amount should tie to Sheet F-5.



**WATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	\$ _____
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	_____
604	Employee Pensions and Benefits _____	_____
610	Purchased Water _____	_____
615	Purchased Power _____	900
616	Fuel for Power Production _____	_____
618	Chemicals _____	4555
620	Materials and Supplies _____	_____
630	Contractual Services:	
	Billing _____	3005
	Professional _____	2290
	Testing _____	1710
	Other _____	14052
640	Rents _____	_____
650	Transportation Expense _____	_____
655	Insurance Expense _____	860
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	_____
670	Bad Debt Expense _____	_____
675	Miscellaneous Expenses _____	1515
	Total Water Operation And Maintenance Expense _____	\$ 28887 *

\* 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)	
<b>Residential Service</b>					
5/8"	D	1.0	66	68	68
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0			
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			
Unmetered Customers Other (Specify)	_____	_____			
			<b>Total</b>	66	68

\*\* D = Displacement  
C = Compound  
T = Turbine

UTILITY NAME: \_\_\_\_\_ HOLMES UTILITIES, INC

YEAR OF REPORT  
DECEMBER 31, 2009

SYSTEM NAME: \_\_\_\_\_

PUMPING AND PURCHASED WATER STATISTICS

*Revised*

(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_____	_____	268	_____	268	268
February_____	_____	229	_____	229	229
March_____	_____	296	_____	296	296
April_____	_____	272	_____	272	272
May_____	_____	235	_____	235	235
June_____	_____	277	_____	277	277
July_____	_____	207	_____	207	207
August_____	_____	200	_____	200	200
September_____	_____	189	_____	189	189
October_____	_____	229	_____	229	229
November_____	_____	227	_____	227	227
December_____	_____	243	_____	243	243
Total for Year_____	_____	2872	_____	2872	2872

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
PVC	2"	3815'	_____	_____	3815'
PVC	4"	1602'	_____	_____	1602'
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

UTILITY NAME: \_\_\_\_\_ HOLMES UTILITIES, INC

YEAR OF REPORT DECEMBER 31, _____	2009
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SYSTEM NAME: \_\_\_\_\_

**WELLS AND WELL PUMPS**

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1987	_____	_____	_____
Types of Well Construction and Casing _____	STEEL GROUTED	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells _____	1,000'	_____	_____	_____
Diameters of Wells _____	4"	_____	_____	_____
Pump - GPM _____	85 GPM	_____	_____	_____
Motor - HP _____	5	_____	_____	_____
Motor Type * _____	_____	_____	_____	_____
Yields of Wells in GPD _____	_____	_____	_____	_____
Auxiliary Power _____	N/A	_____	_____	_____
* Submersible, centrifugal, etc.				

**RESERVOIRS**

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	PNEUMATIC	_____	_____	_____
Capacity of Tank _____	5,000	_____	_____	_____
Ground or Elevated _____	GROUND	_____	_____	_____

**HIGH SERVICE PUMPING**

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

UTILITY NAME: \_\_\_\_\_ HOLMES UTILITIES, INC

YEAR OF REPORT DECEMBER 31, 2009
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**SOURCE OF SUPPLY**

List for each source of supply ( Ground, Surface, Purchased Water etc. )			
Permitted Gals. per day _____	122,400	_____	_____
Type of Source _____	WELL	_____	_____

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:			
Type _____	COMMUNITY SYSTEM	_____	_____
Make _____	PUMP 7 PRESSURE	_____	_____
Permitted Capacity (GPD) _____	122,400	_____	_____
High service pumping Gallons per minute _____	85	_____	_____
Reverse Osmosis _____	NONE	_____	_____
Lime Treatment Unit Rating _____	N/A	_____	_____
Filtration Pressure Sq. Ft. _____	N/A	_____	_____
Gravity GPD/Sq.Ft. _____	N/A	_____	_____
Disinfection Chlorinator _____	2-3 GAL/DAY	_____	_____
Ozone _____	CHEMTECH	_____	_____
Other _____	_____	_____	_____
Auxiliary Power _____	DIESEL GENERATOR	_____	_____

UTILITY NAME: \_\_\_\_\_ HOLMES UTILITIES, INC

YEAR OF REPORT  
DECEMBER 31, 2009

SYSTEM NAME: \_\_\_\_\_

**GENERAL 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. \_\_\_\_\_ 100
- Cs \* which can be served. \_\_\_\_\_ 350
- 3. Present system connection capacity (in ERCs \*) using existing lines. \_\_\_\_\_ 100
- 4. Future connection capacity (in ERCs \*) upon service area buildout. \_\_\_\_\_ 23
- 5. Estimated annual increase in ERCs \*. \_\_\_\_\_ 5
- 6. Is the utility required to have fire flow capacity? \_\_\_\_\_ NO  
If so, how much capacity is required? \_\_\_\_\_
- 7. Attach a description of the fire fighting facilities. LOCAL VOLUNTEER FD, NO HYDRANTS
- 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? N/A
- 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. N/A
  - b. Have these plans been approved by DEP? \_\_\_\_\_ N/A
  - c. When will construction begin? \_\_\_\_\_ N/A
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? \_\_\_\_\_
- 11. Department of Environmental Protection ID # \_\_\_\_\_ 5284114
- 12. Water Management District Consumptive Use Permit N/A
  - a. Is the system in compliance with the requirements of the CUP? \_\_\_\_\_
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

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

# 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: HOLMES UTILITIES, INC

YEAR OF REPORT  
DECEMBER 31, 2009

## CERTIFICATION OF ANNUAL REPORT

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

- |  |                                |    |  |
|--|--------------------------------|----|--|
| YES<br><input checked="" type="checkbox"/> | NO<br><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<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.  |
| YES<br><input checked="" type="checkbox"/> | NO<br><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<br><input checked="" type="checkbox"/> | NO<br><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.  2.  3.  4.

  
(signature of chief executive officer of the utility)

Date:

2/18/10

1.  2.  3.  4.

  
(signature of chief financial officer of the utility)

Date:

2/18/10

\* 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: HOLMES UTILITIES, INC**

**For the Year Ended December 31, \_\_\_\_ 2009**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	29116	29116	
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
<b>Total Water Operating Revenue</b>	29116	29116	
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	_____	_____	_____
<b>Net Water Operating Revenues</b>	29116	29116	

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).