

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

Pinecrest Ranches, Inc.
Exact Legal Name of Respondent

WU779-05-AR
Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2005

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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". (Rule 25-30.116, Florida Administrative Code)

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)

FINANCIAL SECTION

REPORT OF

Pinecrest Ranches, Inc.

(EXACT NAME OF UTILITY)

P.O. Box 2427
 Bartow, Florida 33883

Citrus Highlands Drive, West
 Bartow, Florida Polk County

Mailing Address Street Address County

Telephone Number (863) 537-1411 Date Utility First Organized 1987
 Fax Number (863) 537-4398 E-mail Address

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: Norman Duncan
 6115 St. Rd. 60, East, Bartow, Florida 33830 863-537-1411

Name of subdivisions where services are provided: Citrus Highlands and Star Terrace

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Norman Duncan	President	P.O. Box 2427 Bartow, Florida 33831	None
Person who prepared this report: Cheryl M. Martin	Certified Public Accountant	19200 Hwy 27 Lake Wales, Florida 33853	
Officers and Managers:			\$
			\$
			\$
			\$
			\$

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

Name	Percent Ownership in Utility	Principle Business Address	Salary Charged Utility
Norman Duncan	50%	P.O. Box 2427 Bartow, Florida 33831	\$ None
			\$
Richard Little	50%	6215 Dale Street Cass City, MI 48726	\$ None
			\$
			\$
			\$

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_-----		\$ 39,671	\$ _____	\$ _____	\$ 39,671
Commercial_-----		_____	_____	_____	_____
Industrial_-----		_____	_____	_____	_____
Multiple Family_-----		_____	_____	_____	_____
Guaranteed Revenues_		_____	_____	_____	_____
Other (Specify)_-----	*	<u>5,351</u>	_____	_____	<u>5,351</u>
Total Gross Revenue_		\$ <u>45,022</u>	\$ _____	\$ _____	\$ <u>45,022</u>
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 49,628	\$ _____	\$ _____	\$ 49,628
Depreciation Expense_	F-5	6,135	_____	_____	6,135
CIAC Amortization Expense_	F-8	(56)	_____	_____	(56)
Taxes Other Than Income_	F-7	2,631	_____	_____	2,631
Income Taxes_-----	F-7	<u>0</u>	_____	_____	<u>0</u>
Total Operating Expense		\$ <u>58,338</u>	_____	_____	\$ <u>58,338</u>
Net Operating Income (Loss)		\$ <u>(13,316)</u>	\$ _____	\$ _____	\$ <u>(13,316)</u>
Other Income:					
Nonutility Income_-----		\$ _____	\$ _____	\$ _____	\$ 0
Interest Income_-----		<u>1</u>	_____	_____	<u>1</u>
Collection Allowance		<u>3</u>	_____	_____	<u>3</u>
Other Deductions:					
Miscellaneous Nonutility Expenses_-----		\$ _____	\$ _____	\$ _____	\$ 0
Interest Expense_-----		<u>7,161</u>	_____	_____	<u>7,161</u>
Other Amortization Exp_		_____	_____	_____	<u>0</u>
Loss on Asset Disposal_		_____	_____	_____	<u>0</u>
Net Income (Loss)		\$ <u>(20,473)</u>	\$ _____	\$ _____	\$ <u>(20,473)</u>

* \$775 late fees, \$110 visitation fees, \$30 reconnection fees, \$240 connection fees, \$300 cut-off,\$3,871 repair fees.

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations
Class C**

Company:

For the Year Ended December 31, 2005

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>39,671</u>	\$ <u>39,671</u>	\$ <u>0</u>
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	<u>5,351</u>	<u>5,351</u>	<u>0</u>
Total Water Operating Revenue	\$ <u>45,022</u>	\$ <u>45,022</u>	\$ <u>0</u>
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ <u>45,022</u>	\$ <u>45,022</u>	\$ <u>0</u>

Explanations:

Instructions:

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

COMPARATIVE BALANCE SHEET
WATER AND WASTEWATER

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 196,246	\$ 196,246
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	(109,961)	(103,826)
 Net Utility Plant -----		 \$ 86,285	 \$ 92,420
 Cash -----		 0	 1,456
Customer Accounts Receivable (141) -----		4,762	2,350
Other Assets (Specify): -----		0	0
Water system franchise		819	1,988
Unamortized expenses		0	837
Loan Costs (Net of amortization)		543	0

 Total Assets -----		 \$ <u>92,409</u>	 \$ <u>99,051</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	20	20
Preferred Stock Issued (204) -----	F-6	0	0
Other Paid in Capital (211) -----		31,395	31,395
Retained Earnings (215) -----	F-6	(100,114)	(79,641)
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
 Total Capital -----		 \$ (68,699)	 \$ (48,226)
Long Term Debt (224) -----	F-6	\$ 107,094	\$ 108,517
Accounts Payable (231) -----		49,856	36,806
Notes Payable (232) -----		0	0
Customer Deposits (235) -----		0	0
Accrued Taxes (236) -----		0	0
Other Liabilities -----		2,800	540
Transfers -----		0	0
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>1,358</u>	<u>1,414</u>
 Total Liabilities and Capital -----		 \$ <u>92,409</u>	 \$ <u>99,051</u>

UTILITY NAME: Pinecrest Ranches, Inc.

YEAR OF REPORT DECEMBER 31, 2005

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 196,246	\$ 0	\$ 0	\$ 196,246
Construction Work in -----	_____	0	0	0
Other (Specify) _____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____
Total Utility Plant _____	\$ 196,246	\$ 0	\$ 0	\$ 196,246

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 103,826	\$ 0	\$ 0	\$ 103,826
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ 6,135	\$ 0	\$ 0	\$ 6,135
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ 6,135	\$ 0	\$ 0	\$ 6,135
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ 0
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
0	0	0	0	0
Total Debits _____	\$ 0	\$ 0	\$ 0	\$ 0
Balance End of Year _____	\$ 109,961	\$ 0	\$ 0	\$ 109,961

UTILITY NAME: Pinecrest Ranches, Inc.

YEAR OF REPORT DECEMBER 31, 2005

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	N/A
Shares authorized _____	100	
Shares issued and outstanding _____	20	
Total par value of stock issued _____	20	
Dividends declared per share for year _____	0	

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ N/A	\$ (79,641)
Changes during the year (Specify):		
Net Profit or (Loss) _____		(20,473)
Adjustment for ownership change _____		0

Balance end of year _____	\$ _____	\$ (100,114)

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ N/A	\$ N/A
Changes during the year (Specify):		

Balance end of year _____	\$ _____	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
CenterState Bank \$653.33/mo P&I	7.5%	12	\$ 61,246
Richard Little	6.0%	300	45,848

Total _____			\$ 107,094

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 _____	350	_____	_____	350
Regulatory assessment fee _____	2,131	0	_____	2,131
Other (Specify) _____	_____	0	_____	0
State & Federal payroll tax _____	_____	_____	_____	0
Public Service Tax _____	_____	_____	_____	0
Corporate annual report _____	150	0	_____	150
Licenses _____	0	0	_____	0
Total Taxes Accrued _____	\$ 2,631	\$ 0	\$ _____	\$ 2,631

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
Walter L. Messer	\$ 4,486	\$ _____	Testing, maintenance & operation
Cheryl M. Martin, CPA	\$ 2,750	\$ _____	Accounting
Michael Duncan	\$ 659	\$ _____	Maintenance
Alberto Lopez	\$ 1,121	\$ _____	Maintenance
Norman Duncan	\$ 1,209	\$ _____	Consulting
Danny Schrider	\$ 1,761	\$ _____	Maintenance & meter reading
Water Supply Co.	\$ 7,387	\$ _____	Maint, accounting, management
Ricardo Lopez	\$ 660	\$ _____	Maintenance
Dunham Well Drilling, Inc.	\$ 2,638	\$ _____	Maintenance and repairs
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ <u>1,675</u>	\$ <u>0</u>	\$ <u>1,675</u>
2) Add credits during year_____	\$ _____	\$ _____	\$ <u>0</u>
3) Total_____	<u>1,675</u>	<u>0</u>	<u>1,675</u>
4) Deduct charges during the year_____	_____	_____	<u>0</u>
5) Balance end of year_____	<u>1,675</u>	<u>0</u>	<u>1,675</u>
6) Less Accumulated Amortization_____	<u>(317)</u>	<u>0</u>	<u>(317)</u>
7) Net CIAC_____	\$ <u>1,358</u>	\$ <u>0</u>	\$ <u>1,358</u>

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
N/A	N/A	N/A	N/A
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	
N/A	N/A	\$ N/A	\$ _____
			\$ _____
			\$ _____
			\$ _____
Total Credits During Year (Must agree with line # 2 above.)_____			\$ <u>N/A</u>

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year_____	\$ <u>(261)</u>	\$ <u>0</u>	\$ <u>(261)</u>
Add Credits During Year:_____	<u>(56)</u>	<u>0</u>	<u>(56)</u>
Audit Adjustment	_____	_____	<u>0</u>
Deduct Debits During Year:_____	_____	_____	_____
Audit Adjustment	_____	_____	<u>0</u>
Balance End of Year (Must agree with line #6 above.)	\$ <u>(317)</u>	\$ <u>0</u>	\$ <u>(317)</u>

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

UTILITY NAME: Pinecrest Ranches, Inc.

YEAR OF REPORT DECEMBER 31, 2005

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ <u>N/A</u>	<u>N/A</u> %	N/A %	<u>N/A</u> %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	_____ %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ <u><u>N/A</u></u>	<u><u>N/A</u></u> %		<u><u>N/A</u></u> %

(1) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate:	<u>N/A</u> %
Commission Order approving AFUDC rate:	<u>N/A</u>

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

UTILITY NAME: Pinecrest Ranches, Inc.

YEAR OF REPORT DECEMBER 31, 2005

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

Class of Capital (a)	Per Book Balance (b)	Non-utility Adjustments (c)	Non-juris. Adjustments (d)	Other (1) Adjustments (e)	Capital Structure Used for AFUDC Calculation (f)
Common Equity	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A
Preferred Stock					
Long Term Debt					
Customer Deposits					
Tax Credits-Zero Cost					
Tax Credits-Weighted					
Cost of Capital					
Deferred Income Taxes					
Other (Explain)					
Total	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>

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

N/A <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>
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**WATER
OPERATING
SECTION**

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_____	16,500			16,500
304	Structures and Improvements_____	3,000			3,000
305	Collecting and Impounding Reservoirs_____				
306	Lake, River and Other Intakes_____				
307	Wells and Springs_____	88,207			88,207
308	Infiltration Galleries and Tunnels_____				
309	Supply Mains_____	14,432			14,432
310	Power Generation Equipment_____				0
311	Pumping Equipment_____	17,874			17,874
320	Water Treatment Equipment_____	1,439			1,439
330	Distribution Reservoirs and Standpipes_____	15,144			15,144
331	Transmission and Distribution Lines_____	27,106			27,106
333	Services_____	3,358			3,358
334	Meters and Meter Installations_____	8,520			8,520
335	Hydrants_____	0			0
339	Other Plant and Miscellaneous Equipment_____	499			499
340	Office Furniture and Equipment_____	167			167
341	Transportation Equipment_____				0
342	Stores Equipment_____				
343	Tools, Shop and Garage Equipment_____				0
344	Laboratory Equipment_____				
345	Power Operated Equipment_____				
346	Communication Equipment_____				
347	Miscellaneous Equipment_____				
348	Other Tangible Plant_____				
	Total Water Plant_____	\$ 196,246	\$ 0	\$ 0	\$ 196,246

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 (i-g+h=i) (i)
304	Structures and Improvements	28	0 %	3.57 %	\$ 1,562		107	\$ 1,669
305	Collecting and Impounding Reservoirs							
306	Lake, River and Other Intakes							
307	Wells and Springs	27	0 %	3.7 %	52,688		3,267	55,955
308	Infiltration Galleries & Tunnels							
309	Supply Mains	32	0 %	3.12 %	8,081		451	8,532
310	Power Generating Equipment	17	0 %	5.88 %				
311	Pumping Equipment	17	0 %	5.88 %	14,870		565	15,435
320	Water Treatment Equipment	7	0 %	14.29 %	1,439			1,439
330	Distribution Reservoirs & Standpipes	33	0 %	3.03 %	8,259		459	8,718
331	Trans. & Dist. Mains	38	0 %	2.63 %	12,780		713	13,493
333	Services	35	0 %	2.85 %	1,535		96	1,631
334	Meter & Meter Installations	17	0 %	5.88 %	2,141		441	2,582
335	Hydrants	40	0 %	2.5 %				
339	Other Plant and Miscellaneous Equipment	20	0 %	5 %	441		25	466
340	Office Furniture and Equipment	15	0 %	6.67 %	30		11	41
341	Transportation Equipment	6	0 %	16.67 %				
342	Stores Equipment							
343	Tools, Shop and Garage Equipment	15	0 %	6.67 %				
344	Laboratory Equipment							
345	Power Operated Equipment							
346	Communication Equipment							
347	Miscellaneous Equipment							
348	Other Tangible Plant							
	Totals				\$ 103,826	\$ 0	\$ 6,135	\$ 109,961 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees - Leased _____	\$ 6,755
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	_____
604	Employee Pensions and Benefits _____	_____
610	Purchased Water _____	_____
615	Purchased Power _____	2,397
616	Fuel for Power Production _____	_____
618	Chemicals _____	272
620	Materials and Supplies _____	_____
630	Contractual Services:	_____
	Billing _____	_____
	Professional _____	2,750
	Testing _____	3,818
	Other _____	7,921
640	Rents _____	1,200
650	Transportation Expense _____	1,278
655	Insurance Expense _____	6,458
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	_____
670	Bad Debt Expense _____	_____
675	Miscellaneous Expenses _____	16,779
	Total Water Operation And Maintenance Expense _____	\$ 49,628 *
	* This amount should tie to Sheet F-3.	

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
5/8"	D	1.0	144	144	144
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	_____	_____	_____
1 1/2"	D,T	5.0	_____	_____	_____
General Service					
5/8"	D	1.0	_____	_____	_____
3/4"	D	1.5	_____	_____	_____
1"	D	2.5	_____	_____	_____
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	_____	_____	_____
Other (Specify): _____ _____	_____ _____	_____ _____	_____ _____	_____ _____	_____ _____
Unmetered Customers			_____	_____	_____
** D = Displacement C = Compound T = Turbine			Total	144	144

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January_____	N/A	1,072	146	926	255
February_____	N/A	904	150	754	977
March_____	N/A	966	160	806	767
April_____	N/A	1,046	144	902	656
May_____	N/A	1,090	150	940	719
June_____	N/A	1,184	128	1,056	711
July_____	N/A	1,053	135	918	690
August_____	N/A	1,086	146	940	715
September_____	N/A	1,028	146	882	576
October_____	N/A	978	133	845	308
November_____	N/A	1,021	145	876	564
December_____	N/A	975	131	844	655
Total for Year_____	N/A	<u>12,403</u>	<u>1,714</u>	<u>10,689</u>	<u>7,593</u>

If water is purchased for resale, indicate the following:

Vendor _____ N/A

Point of delivery _____ N/A

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

N/A

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	2"	500	0	0	500
PVC	3"	6,300	0	0	6,300
PVC	4"	3,210	0	0	3,210
PVC	6"	5,025	0	0	5,025
DI	4"	20	0	0	20
Fire Hydrants		9		0	9

SYSTEM NAME: _____

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

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	<u>1986</u>	<u>1989</u>	<u>N/A</u>	<u>N/A</u>
Types of Well Construction and Casing _____	<u>Rotary</u>	<u>Rotary</u>	_____	_____
_____	<u>Grouted</u>	<u>Grouted</u>	_____	_____
_____	<u>BT&C Steel</u>	<u>BT&C Steel</u>	_____	_____
Depth of Wells _____	<u>190'</u>	<u>405"</u>	_____	_____
Diameters of Wells _____	<u>4"</u>	<u>6"</u>	_____	_____
Pump - GPM _____	<u>75</u>	<u>350</u>	_____	_____
Motor - HP _____	<u>5</u>	<u>25</u>	_____	_____
Motor Type * _____	<u>Submersible</u>	<u>Submersible</u>	_____	_____
Yields of Wells in GPD _____	<u>180,000</u>	<u>504,000</u>	_____	_____
Auxiliary Power _____	<u>N/A</u>	<u>Onsite</u>	_____	_____
* Submersible, centrifugal, etc.		* Rental		

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	<u>Steel</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Capacity of Tank _____	<u>6,000 Gal</u>	_____	_____	_____
Ground or Elevated _____	<u>Ground</u>	_____	_____	_____

HIGH SERVICE PUMPING

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

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source_ _ _	101,510	N/A	N/A
Type of Source_ _ _ _ _	Ground		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type_ _ _ _ _	Hydrochlorination	N/A	N/A
Make_ _ _ _ _	Hydropneumatic tank		
Gals. per day capacity_ _ _	264,000		
High service pumping			
Gallons per minute_ _ _	N/A		
Reverse Osmosis_ _ _ _ _	N/A		
Lime Treatment			
Unit Rating_ _ _ _ _	N/A		
Filtration			
Pressure Sq. Ft._ _ _ _ _	N/A		
Gravity GPD/Sq.Ft._ _ _			
Disinfection			
Chlorinator_ _ _ _ _	25 gpd		
Ozone_ _ _ _ _	N/A		
Other_ _ _ _ _	N/A		
Auxiliary Power_ _ _ _ _	Standby generator		

GENERAL WATER SYSTEM INFORMATION

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

1. Present ERCs * the system can efficiently serve. ____ 1084
2. Maximum number of ERCs * which can be served.____ 1084
3. Present system connection capacity (in ERC's*) using existing lines._____ 144
4. Future connection capacity (in ERC's*) upon service area buildout._____ 166
5. Estimated annual increase in ERCs * _____ 23
6. Is the utility required to have fire flow capacity?_ X Yes, but in a separate system
 If so, how much capapcity is required? 3,500 Supply of 500 gpm @ hydrant
7. Attach a description of the fire fighting facilities. See statement attached.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system._____ See attached statement

9. When did the company last file a capacity analysis report with the DEP?_____ 2002
10. If the present system does not meet the requirements of DEP rules, submit the following:
 - a. Attach a description of the plan upgrade necessary to meet the DEP rules.
 - 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. See attached statement.
 - e. Is this system under any Consent Order with DEP? _____ N/A
11. Department of Environmental Protection ID# _____ 6535079
12. Water Management District Consumptive Use Permit #20009128.002
 - a. Is the system in compliance with the requirements of the CUP? _____ YES
 - b. If not, what are the utility's plans to gain compliance? _____ N/A

* An ERC is determined based on one of the following methods:
 (a) If actual flow data are available from the proceeding 12 months:
 Divide the total annual single family residence (SFR) gallons sold by the average number of (SFR) 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/280 gallons per day).

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31,

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
352	Franchises_____	_____	_____	_____	_____
353	Land and Land Rights_____	_____	_____	_____	_____
354	Structures and Improvements_____	_____	_____	_____	_____
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	_____	_____	_____	_____
361	Collection Sewers - Gravity_____	_____	_____	_____	_____
362	Special Collecting Structures_____	_____	_____	_____	_____
363	Services to Customers_____	_____	_____	_____	_____
364	Flow Measuring Devices_____	_____	_____	_____	_____
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	_____	_____	_____	_____
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	_____	_____	_____	_____
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	_____	_____	_____	_____
390	Office Furniture and Equipment_____	_____	_____	_____	_____
391	Transportation Equipment_____	_____	_____	_____	_____
392	Stores Equipment_____	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment_____	_____	_____	_____	_____
394	Laboratory Equipment_____	_____	_____	_____	_____
395	Power Operated Equipment_____	_____	_____	_____	_____
396	Communication Equipment_____	_____	_____	_____	_____
397	Miscellaneous Equipment_____	_____	_____	_____	_____
398	Other Tangible Plant_____	_____	_____	_____	_____
	Total Wastewater Plant_____	\$ _____	\$ _____	\$ _____	\$ _____*

* This amount should tie to sheet F-5.

YEAR OF REPORT
DECEMBER 31,

UTILITY NAME: _____

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

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)
354	Structures and Improvements		%	%	\$	\$		\$
355	Power Generation Equipment		%	%				
360	Collection Sewers - Force		%	%				
361	Collection Sewers - Gravity		%	%				
362	Special Collecting Structures		%	%				
363	Services to Customers		%	%				
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations		%	%				
370	Receiving Wells		%	%				
371	Pumping Equipment		%	%				
380	Treatment and Disposal Equipment		%	%				
381	Plant Sewers		%	%				
382	Outfall Sewer Lines		%	%				
389	Other Plant and Miscellaneous Equipment		%	%				
390	Office Furniture and Equipment		%	%				
391	Transportation Equipment		%	%				
392	Stores Equipment		%	%				
393	Tools, Shop and Garage Equipment		%	%				
394	Laboratory Equipment		%	%				
395	Power Operated Equipment		%	%				
396	Communication Equipment		%	%				
397	Miscellaneous Equipment		%	%				
398	Other Tangible Plant		%	%				
	Totals				\$	\$	\$	\$ *

* This amount should tie to Sheet F-5.

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31,

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees _____	\$ _____
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	_____
704	Employee Pensions and Benefits _____	_____
710	Purchased Wastewater Treatment _____	_____
711	Sludge Removal Expense _____	_____
715	Purchased Power _____	_____
716	Fuel for Power Production _____	_____
718	Chemicals _____	_____
720	Materials and Supplies _____	_____
730	Contractual Services:	
	Billing _____	_____
	Professional _____	_____
	Testing _____	_____
	Other _____	_____
740	Rents _____	_____
750	Transportation Expense _____	_____
755	Insurance Expense _____	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	_____
770	Bad Debt Expense _____	_____
775	Miscellaneous Expenses _____	_____
	Total Wastewater Operation And Maintenance Expense _____	\$ _____ *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service	D	1.0	_____	_____	_____
All meter sizes					
General Service					
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)	_____	_____	_____	_____	_____
Total			=====	=====	=====

** D = Displacement
 C = Compound
 T = Turbine

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31,

PUMPING EQUIPMENT

Lift Station Number _____	_____	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
Year installed _____	_____	_____	_____	_____	_____	_____
Rated capacity _____	_____	_____	_____	_____	_____	_____
Size _____	_____	_____	_____	_____	_____	_____
Power:						
Electric _____	_____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	_____	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	_____	_____	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	_____	_____	_____	_____	_____	_____	_____	_____
Type of main _____	_____	_____	_____	_____	_____	_____	_____	_____
Length of main (nearest foot) _____	_____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	_____	_____	_____	_____

MANHOLES

Size (inches) _____	_____	_____	_____	_____
Type of Manhole _____	_____	_____	_____	_____
Number of Manholes:				
Beginning of year _____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of Year _____	_____	_____	_____	_____

UTILITY NAME: _____

YEAR OF REPORT DECEMBER 31,

SYSTEM NAME: _____

TREATMENT PLANT

Manufacturer _____ Type _____ "Steel" or "Concrete" _____ Total Permitted Capacity _____ Average Daily Flow _____ Method of Effluent Disposal _____ Permitted Capacity of Disposal _____ Total Gallons of Wastewater treated _____			
---	--	--	--

MASTER LIFT STATION PUMPS

Manufacturer _____ Capacity (GPM's) _____ Motor: Manufacturer _____ Horsepower _____ Power (Electric or Mechanical) _____						
--	--	--	--	--	--	--

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	_____	_____	_____
February _____	_____	_____	_____
March _____	_____	_____	_____
April _____	_____	_____	_____
May _____	_____	_____	_____
June _____	_____	_____	_____
July _____	_____	_____	_____
August _____	_____	_____	_____
September _____	_____	_____	_____
October _____	_____	_____	_____
November _____	_____	_____	_____
December _____	_____	_____	_____
Total for year _____	_____	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31,

SYSTEM NAME: _____

GENERAL WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs* now being served. _____
2. Maximum number of ERCs* which can be served. _____
3. Present system connection capacity (in ERCs*) using existing lines. _____
4. Future connection capacity (in ERCs*) upon service area buildout. _____
5. Estimated annual increase in ERCs*. _____
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system

7. If the utility uses reuse as a means of effluent disposal, provide a list of the reuse end users and the amount of reuse provided to each, if known.
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? _____
If so, when? _____
9. Has the utility been required by the DEP or water management district to implement reuse? _____
If so, what are the utility's plans to comply with this requirement? _____

10. When did the company last file a capacity analysis report with the DEP? _____
11. 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.
 - 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? _____
12. Department of Environmental Protection ID # _____

* 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 SFR 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/280 gallons per day).

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

1. 2. 3. 4. *A. Norman Davis* *

(signature of chief executive officer of the utility)

Date: 5/18/06

1. 2. 3. 4. *Sherron M. ...* *

(signature of chief financial officer of the utility)

Date: 5-11-06

* 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:

For the Year Ended December 31, 2005

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 39,671	\$ 39,671	\$ 0
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	5,351	5,351	0
Total Water Operating Revenue	\$ 45,022	\$ 45,022	\$ 0
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ 45,022	\$ 45,022	\$ 0

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).