

# CLASS "C"

## WATER AND/OR WASTEWATER UTILITIES

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

# ANNUAL REPORT

OF

WU871-07-AR

Alturas Utilities, LLC

Exact Legal Name of Respondent

WU871

Certificate Number(s)

Submitted To The

## STATE OF FLORIDA

RECEIVED  
FLORIDA PUBLIC SERVICE  
COMMISSION  
DIVISION OF  
ECONOMIC REGULATION

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## PUBLIC SERVICE COMMISSION

FOR THE

## YEAR ENDED DECEMBER 31, 2007

Alturas Utilities, LLC  
685 Dyson Road  
Haines City, FL 33844

We have compiled the Class "C" Water and/or Wastewater Utilities Annual Report for the year ended December 31, 2007, for Alturas Utilities, LLC on the accompanying prescribed form in accordance with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System Accounts for Water and Wastewater Utilities.

The Annual Report was limited to presenting in the form prescribed by the State of Florida Public Service Commission. The information is a representation of the company's management; we have not audited or reviewed the Class "C" Water and/or Wastewater Utilities Annual Report referred to above and, accordingly, do not express an opinion or any other form of assurance.

The Class "C" Water and/or Wastewater Utilities Annual Report is presented in accordance with the requirements 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System Accounts for Water and Wastewater Utilities, which differ from generally accepted accounting principles. Accordingly, these statements are not designed for those who are not informed about such differences.

*Dohan Brown Salum*  *Ferro CPA*

February 28, 2008

**FINANCIAL**

**SECTION**

REPORT OF

Alturas Utilities, LLC  
(EXACT NAME OF UTILITY)

685 Dyson Rd, Haines City, FL 33844 Mailing Address	Same as Mailing Address Street Address	Polk County
Telephone Number (863) 421-6827	Date Utility First Organized	11/30/2003
Fax Number	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: Same as Mailing Address

Name of subdivisions where services are provided: N/A

CONTACTS:

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: Christine McCormick	Manager	Same as above	
Person who prepared this report: Dohan Brown Salum	CPA	7700 N. Kendall Dr Suite 200 Miami, FL 33156-578	
Officers and Managers: Stuart Sheldon	President		\$ 0
			\$
			\$
			\$
			\$
			\$

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
Stuart Sheldon	100%	Same as Above	\$
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT  
DECEMBER 31, 2007

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 20,898	\$ _____	\$ _____	\$ 20,898
Commercial _____		_____	_____	_____	-
Industrial _____		_____	_____	_____	-
Multiple Family _____		_____	_____	_____	-
Guaranteed Revenues _____		_____	_____	_____	-
Other (Specify) _____		_____	_____	_____	-
Total Gross Revenue _____		\$ 20,898	\$ _____	\$ _____	\$ 20,898
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 23,780	\$ _____	\$ _____	\$ 23,780
Depreciation Expense _____	F-5	5,409	_____	_____	5,409
CIAC Amortization Expense _____	F-8	_____	_____	_____	-
Taxes Other Than Income _____	F-7	_____	_____	_____	-
Income Taxes _____	F-7	_____	_____	_____	-
Total Operating Expense		\$ _____	_____	_____	\$ _____
Net Operating Income (Loss)		\$ _____	\$ _____	\$ _____	\$ _____
Other Income:					
Nonutility Income _____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	-
_____		_____	_____	_____	-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense _____		_____	_____	_____	-
Amortization Expense _____		3,223	_____	_____	3,223
_____		_____	_____	_____	-
_____		_____	_____	_____	-
Net Income (Loss)		\$ (11,514)	\$ _____	\$ _____	\$ (11,514)

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2007
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COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
<b>Assets:</b>			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>48,034</u>	\$ <u>48,034</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>(42,603)</u>	<u>(37,193)</u>
Net Utility Plant -----		\$ <u>5,431</u>	\$ <u>10,841</u>
Cash -----		<u>4,262</u>	<u>2,890</u>
Customer Accounts Receivable (141) -----		<u>3,121</u>	<u>3,542</u>
Other Assets (Specify): -----		<u>1,325</u>	<u>12,121</u>
Due from Shareholders -----		<u>6,963</u>	<u>55,000</u>
Due From Lesage, Inc -----		<u>5,372</u>	<u>8,595</u>
Intangible Assets Net of Amortization -----		<u>          </u>	<u>          </u>
<b>Total Assets</b> -----		<b>\$ <u>26,474</u></b>	<b>\$ <u>92,989</u></b>
<b>Liabilities and Capital:</b>			
Common Stock Issued (201) -----	F-6	<u>36,323</u>	<u>36,323</u>
Preferred Stock Issued (204) -----	F-6	<u>5,000</u>	<u>5,000</u>
Other Paid in Capital (211) -----		<u>(21,676)</u>	<u>44,839</u>
Retained Earnings (215) -----	F-6	<u>          </u>	<u>          </u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6	<u>          </u>	<u>          </u>
<b>Total Capital</b> -----		<b>\$ <u>19,647</u></b>	<b>\$ <u>86,162</u></b>
Long Term Debt (224) -----	F-6	<u>          </u>	<u>          </u>
Accounts Payable (231) -----		<u>1,700</u>	<u>1,700</u>
Notes Payable (232) -----		<u>          </u>	<u>          </u>
Customer Deposits (235) -----		<u>          </u>	<u>          </u>
Accrued Taxes (236) -----		<u>          </u>	<u>          </u>
Other Liabilities (Specify) -----		<u>          </u>	<u>          </u>
Due to Sunrise Utilites, LLC -----		<u>5,127</u>	<u>5,127</u>
Advances for Construction -----		<u>          </u>	<u>          </u>
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>          </u>	<u>          </u>
<b>Total Liabilities and Capital</b> -----		<b>\$ <u>26,474</u></b>	<b>\$ <u>92,989</u></b>

UTILITY NAME Alturas Utilities, LLC

YEAR OF REPORT  
December 31, 2007

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ 48,034	\$ _____	\$ _____	\$ 48,034
Construction Work in Progress (105) _____	_____	_____	_____	-
Other (Specify) _____	_____	_____	_____	-
_____	_____	_____	_____	-
_____	_____	_____	_____	-
Total Utility Plant _____	\$ 48,034	\$ _____	\$ _____	\$ 48,034

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 37,193	\$ _____	\$ _____	\$ 37,193
<b>Add Credits During Year:</b>				
Accruals charged to depreciation account _____	\$ 5,410	\$ _____	\$ _____	\$ 5,410
Salvage _____	_____	_____	_____	-
Other Credits (specify) _____	_____	_____	_____	-
_____	_____	_____	_____	-
Total Credits _____	\$ 5,410	\$ _____	\$ _____	\$ 5,410
<b>Deduct Debits During Year:</b>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ -
Cost of removal _____	_____	_____	_____	-
Other debits (specify) _____	_____	_____	_____	-
_____	_____	_____	_____	-
Total Debits _____	\$ -	\$ _____	\$ _____	\$ -
Balance End of Year _____	\$ 42,603	\$ _____	\$ _____	\$ 42,603

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT  
DECEMBER 31, 2007

CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	36,323	_____
Shares authorized _____	_____	_____
Shares issued and outstanding _____	_____	_____
Total par value of stock issued _____	_____	_____
Dividends declared per share for year _____	_____	_____

RETAINED EARNINGS ( 215 )

	Appropriated	Un-Appropriated
Balance first of year _____	\$ 44,839	\$ _____
Changes during the year (Specify):		
Net Income (Loss) _____	(11,515)	_____
Prior year adjustment _____	(55,000)	_____
_____	_____	_____
Balance end of year _____	\$ (21,676)	\$ _____

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 _____			\$ _____





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

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

**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION DURING YEAR (CREDITS)**

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total _____	_____	\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____

**ACCUMULATED AMORTIZATION OF CIAC (272)**

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

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

UTILITY NAME Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2007
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**SCHEDULE "A"**

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

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [ c x d ] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ _____	<u>100.00</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:	_____ %
Commission Order Number approving AFUDC rate:	_____



**WATER  
OPERATING  
SECTION**

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2007
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**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				
304	Structures and Improvements				
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	1,500			1,500
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	17,476			17,476
320	Water Treatment Equipment	250			250
330	Distribution Reservoirs and Standpipes	11,600			11,600
331	Transmission and Distribution Lines	5,689			5,689
333	Services				
334	Meters and Meter Installations	10,569			10,569
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment				
341	Transportation Equipment	750			750
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	200			200
	<b>Total Water Plant</b>	<b>\$ 48,034</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 48,034</b>

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2007
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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		%	%	\$	\$	\$	\$ -
305	Collecting and Impounding Reservoirs		%	%				-
306	Lake, River and Other Intakes	43	1 %	5 %	1,500			1,500
307	Wells and Springs		%	%				-
308	Infiltration Galleries & Tunnels		%	%				-
309	Supply Mains		%	%				-
310	Power Generating Equipment		%	%				-
311	Pumping Equipment	16.67	1 %	12 %	12,233		2,457	14,690
320	Water Treatment Equipment	30	1 %	10 %	250			250
330	Distribution Reservoirs & Standpipes	24	1 %	13 %	8,995		1,429	10,424
331	Trans. & Dist. Mains	43	1 %	10 %	5,689			5,689
333	Services		%	%				-
334	Meter & Meter Installations	11.2	1 %	13 %	7,830		1,417	9,247
335	Hydrants		%	%				-
336	Backflow Prevention Devices		%	%				-
339	Other Plant and Miscellaneous Equipment		%	%				-
340	Office Furniture and Equipment		%	%				-
341	Transportation Equipment	2	1 %	14.29 %	495		108	603
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	43	1 %	10 %	200			200
	Totals				\$ 37,192	\$ -	\$ 5,411	\$ 42,603 *

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

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT  
DECEMBER 31, 2007

**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	_____
616	Fuel for Power Production	_____
618	Chemicals	474
620	Materials and Supplies	9,044
630	Contractual Services:	
	Billing	_____
	Professional	1,650
	Testing	216
	Other	_____
640	Rents	_____
650	Transportation Expense	_____
655	Insurance Expense	1,822
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
670	Bad Debt Expense	326
675	Miscellaneous Expenses	10,248
	Total Water Operation And Maintenance Expense	\$ 23,780 *

\* 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	64	_____	64
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)	_____	_____	_____	_____	_____
** D = Displacement C = Compound T = Turbine					
Total			_____	_____	_____



UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2007
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SYSTEM NAME: \_\_\_\_\_

**PUMPING AND PURCHASED WATER STATISTICS**

(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	_____	_____	_____	_____	_____
February	_____	_____	_____	_____	_____
March	_____	_____	_____	_____	_____
April	_____	_____	_____	_____	_____
May	_____	_____	_____	_____	_____
June	_____	_____	_____	_____	_____
July	_____	_____	_____	_____	_____
August	_____	_____	_____	_____	_____
September	_____	_____	_____	_____	_____
October	_____	_____	_____	_____	_____
November	_____	_____	_____	_____	_____
December	_____	_____	_____	_____	_____
Total for Year	_____	_____	_____	_____	_____

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
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2007
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SYSTEM NAME: \_\_\_\_\_

**WELLS AND WELL PUMPS**

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	_____	_____	_____	_____
Types of Well Construction and Casing _____	Steel	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells _____	550	_____	_____	_____
Diameters of Wells _____	4	_____	_____	_____
Pump - GPM _____	350	_____	_____	_____
Motor - HP _____	15	_____	_____	_____
Motor Type * _____	Submersible	_____	_____	_____
Yields of Wells in GPD _____	?	_____	_____	_____
Auxiliary Power _____	None Generator	_____	_____	_____

\* Submersible, centrifugal, etc.

**RESERVOIRS**

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Steel	_____	_____	_____
Capacity of Tank _____	3000	_____	_____	_____
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: Alturas Utilities, LLC

YEAR OF REPORT  
DECEMBER 31, 2007

**SOURCE OF SUPPLY**

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

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:			
Type	<u>Standard</u>		
Make	<u>Franklin</u>		
Permitted Capacity (GPD)	<u>Unknown</u>		
High service pumping			
Gallons per minute	<u>Unknown</u>		
Reverse Osmosis	<u>Unknown</u>		
Lime Treatment			
Unit Rating	<u>Unknown</u>		
Filtration			
Pressure Sq. Ft.	<u>Unknown</u>		
Gravity GPD/Sq.Ft.	<u>Unknown</u>		
Disinfection			
Chlorinator	<u>Yes</u>		
Ozone			
Other			
Auxiliary Power	<u>Generator Rental</u>		

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT  
DECEMBER 31, 2007

SYSTEM NAME: Same

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. 46
- Number of ERCs \* which can be served. 72
3. Present system connection capacity (in ERCs \*) using existing lines. 66
4. Future connection capacity (in ERCs \*) upon service area buildout. 75
5. Estimated annual increase in ERCs \*. Unknown
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. Alturas Fire Station
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, 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? \_\_\_\_\_
11. Department of Environmental Protection ID # 20,2083
12. Water Management District Consumptive Use Permit # 653-0057
  - 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).

Book asset detail by GL

20-0357498  
 FYE: 1/31/2008

Asset #	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
<b>GL Account: 11100</b>											
1	6' Well	1/01/63	1,500.00	0.00	0.00				0.00 S/L		20.00
2	45 Water Meters	1/01/63	504.00	0.00	0.00				0.00 S/L		10.00
3	Alturas Meters	1/01/01	1,927.00	0.00	0.00				226.60 S/L		7.00
4	Alturas Meters	1/01/02	2,732.00	0.00	0.00				55.21 S/L		7.00
15	Meter	2/10/04	5,263.00	0.00	0.00				1,040.06 S/L		7.00
11	Meters	1/01/04	143.00	0.00	0.00				0.00 200DB		7.00
8	Chlorinator	1/01/76	250.00	0.00	0.00				0.00 S/L		10.00
5	Pressure Tank	1/01/63	1,600.00	0.00	0.00				0.00 S/L		10.00
6	Alturas Tank	1/01/01	10,000.00	0.00	0.00				1,175.99 S/L		7.00
10	6600' Mainline 2"	1/01/63	5,689.00	0.00	0.00				0.00 S/L		10.00
12	Golf Cart	1/01/04	750.00	0.00	0.00				148.22 S/L		7.00
7	15 HP Electric Motor & Pump	1/01/63	280.00	0.00	0.00				0.00 S/L		10.00
9	Alturas Pump	1/01/01	8,118.00	0.00	0.00				954.67 S/L		7.00
14	Pump	2/10/04	9,078.00	0.00	0.00				1,831.71 S/L		7.00
13	Supplies	1/01/63	200.00	0.00	0.00				0.00 S/L		10.00
<b>11100</b>			<b>48,034.00</b>	<b>0.00 c</b>	<b>0.00</b>	<b>37,191.82</b>	<b>5,409.72</b>	<b>42,601.54</b>	<b>5,432.46</b>		
			<u>U. 1</u>								
<b>GL Account: 11500</b>											
16	Goodwill	2/10/04	16,115.00	0.00	0.00	7,520.00	3,223.00	10,743.00	5,372.00 Amort		5.00
17	Organization Costs	8/10/04	500.00	0.00	0.00	500.00	0.00	500.00	0.00 Amort		5.00
<b>11500</b>			<b>16,615.00</b>	<b>0.00 c</b>	<b>0.00</b>	<b>8,020.00</b>	<b>3,223.00</b>	<b>11,243.00</b>	<b>5,372.00</b>		
			<u>W. 1</u>								
<b>Grand Total</b>			<b>64,649.00</b>	<b>0.00 c</b>	<b>0.00</b>	<b>45,211.82</b>	<b>8,632.72</b>	<b>53,844.54</b>	<b>10,804.46</b>		
						Depreciation	5,409.72 <u>40</u>	42,601.54 <u>U. 1</u>			
						Amortization	3,223.00 <u>40</u>	11,243.00 <u>W. 1</u>			
						Total:	8,632.72	53,844.54			
						Variance:	0.00	0.00			

# 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: Alturas Utilities, LLC

YEAR OF REPORT  
DECEMBER 31, 2007

# CERTIFICATION OF ANNUAL REPORT

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

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

  
(signature of chief executive officer of the utility) \*

Date: 3-14-08

1.  2.  3.  4.

(signature of chief financial officer of the utility) \*

Date: \_\_\_\_\_

\* 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, \_\_\_\_\_

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 20,898	\$ 20,898	\$ 0
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
<b>Total Water Operating Revenue</b>	<b>\$ 20,898.00</b>	<b>\$ 20,898.00</b>	<b>\$ 0</b>
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	_____	_____	_____
<b>Net Water Operating Revenues</b>	<b>\$ 20,898.00</b>	<b>\$ 20,898.00</b>	<b>\$ 0</b>

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).