

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

WU871-08-AR

Alturas Utilities, LLC

Exact Legal Name of Respondent

Certificate Number(s)

Submitted To The

STATE OF FLORIDA

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2008

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
09 APR 24 PM 3:04
DIVISION OF
ECONOMIC REGULATION

Alturas Utilities, LLC
1645 West Main Street
Inverness, FL 34450

We have compiled the Class "C" Water and/or Wastewater Utilities Annual Report for the year ended December 31, 2008, 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

March 24, 2009

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 preceding 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

REPORT OF

Alturas Utilities, LLC
(EXACT NAME OF UTILITY)

1645 West Main Street, Inverness, FL 34450
Mailing Address

Same as Mailing Address Street Address Polk County

Telephone Number (352) 302 7406 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: Mike Smallridge	Manager	Same as above	
Person who prepared this report:			
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	Principal Business Address	Salary Charged Utility
Stuart Sheldon	100%	Same as Above	\$
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2008

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 19,488	\$ _____	\$ _____	\$ 19,488
Commercial_____		_____	_____	_____	-
Industrial_____		_____	_____	_____	-
Multiple Family_____		_____	_____	_____	-
Guaranteed Revenues_____		_____	_____	_____	-
Other (Specify)_____		_____	_____	_____	-
Total Gross Revenue _____		\$ 19,488	\$ _____	\$ _____	\$ 19,488
Operation Expense (Must tie to pages W-3 and S-3)	W-3				
	S-3	\$ 28,232	\$ _____	\$ _____	\$ 28,232
Depreciation Expense _____	F-5	4,568	_____	_____	4,568
CIAC Amortization Expense _____	F-8	_____	_____	_____	-
Taxes Other Than Income _____	F-7	_____	_____	_____	-
Income Taxes _____	F-7	_____	_____	_____	-
Total Operating Expense		\$ 32,800	_____	_____	\$ 32,800
Net Operating Income (Loss)		\$ (13,312)	\$ _____	\$ _____	\$ (13,312)
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	-
_____		_____	_____	_____	-
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		_____	_____	_____	-
Amortization Expense_____		3,223	_____	_____	3,223
_____		_____	_____	_____	-
_____		_____	_____	_____	-
Net Income (Loss)		\$ (16,535)	\$ _____	\$ _____	\$ (16,535)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>48,034</u>	\$ <u>48,034</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>(47,171)</u>	<u>(42,603)</u>
Net Utility Plant -----		\$ <u>863</u>	\$ <u>5,431</u>
Cash -----		<u>4,578</u>	<u>4,262</u>
Customer Accounts Receivable (141) -----		<u>5,522</u>	<u>3,121</u>
Other Assets (Specify): -----			
Due from Shareholders -----		<u>11,345</u>	<u>1,325</u>
Due From Lesage, Inc -----			<u>6,963</u>
Intangible Assets Net of Amortization -----		<u>2,149</u>	<u>5,372</u>
Total Assets -----		\$ <u>24,457</u>	\$ <u>26,474</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	<u>36,323</u>	<u>36,323</u>
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		<u>5,000</u>	<u>5,000</u>
Retained Earnings (215) -----	F-6	<u>(38,211)</u>	<u>(21,676)</u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ <u>3,112</u>	\$ <u>19,647</u>
Long Term Debt (224) -----	F-6	\$ <u>1,200</u>	\$ <u>1,700</u>
Accounts Payable (231) -----		<u>8,900</u>	<u>-</u>
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) -----			
Due to Sunrise Utilites, LLC -----		<u>5,127</u>	<u>5,127</u>
Due to Lesage, Inc. -----		<u>6,118</u>	
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8		
Total Liabilities and Capital -----		\$ <u>24,457</u>	\$ <u>26,474</u>

UTILITY NAME Alturas Utilities, LLC

YEAR OF REPORT December 31, 2008

GROSS UTILITY PLANT

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

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>42,603</u>	\$ _____	\$ _____	\$ <u>42,603</u>
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ <u>4,568</u>	\$ _____	\$ _____	\$ <u>4,568</u>
Salvage _____	_____	_____	_____	-
Other Credits (specify) _____	_____	_____	_____	-
_____	_____	_____	_____	-
Total Credits _____	\$ <u>4,568</u>	\$ _____	\$ _____	\$ <u>4,568</u>
Deduct Debits During Year:				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	-
Other debits (specify) _____	_____	_____	_____	-
_____	_____	_____	_____	-
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>47,171</u>	\$ _____	\$ _____	\$ <u>47,171</u>

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2008

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 _____	\$ (21,676)	\$ _____
Changes during the year (Specify):		
Net Income (Loss) _____	(16,535)	_____
_____	_____	_____
Balance end of year _____	\$ (38,211)	\$ _____

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: Alturas Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2008

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 _____	_____	_____	_____	_____
Regulatory assessment fee _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Tax Expense _____	\$ _____	\$ _____	\$ _____	\$ _____

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similiar professional services rendered the respondent for which aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever amounting to \$500 or more.

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
<u>Dohan Brown Salum + Ferro CPA</u>	\$ 750	\$ _____	<u>Accounting and Tax</u>
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT December 31, 2008
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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, 2008

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:	_____

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

UTILITY NAME Alturas Utilities, LLC

YEAR OF REPORT
December 31, 2008

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	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Preferred Stock	_____	_____	_____	_____	_____
Long Term Debt	_____	_____	_____	_____	_____
Customer Deposits	_____	_____	_____	_____	_____
Tax Credits-Zero Cost	_____	_____	_____	_____	_____
Tax Credits-Weighted	_____	_____	_____	_____	_____
Cost of Capital	_____	_____	_____	_____	_____
Deferred Income Taxes	_____	_____	_____	_____	_____
Other (Explain)	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

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

**WATER
OPERATING
SECTION**

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT December 31, 2008
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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
	Total Water Plant -----	\$ 48,034	\$ -	\$ -	\$ 48,034

UTILITY NAME: Aituras Utilities, LLC

YEAR OF REPORT
December 31, 2008

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (e)	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) (l)
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 %	14,690		2,252	16,942
320	Water Treatment Equipment	30	1 %	10 %	250			250
330	Distribution Reservoirs & Standpipes	24	1 %	13 %	10,424		1,174	11,598
331	Trans. & Dist. Mains	43	1 %	10 %	5,689			5,689
333	Services		%	%				-
334	Meter & Meter Installations	11.2	1 %	13 %	9,247		1,034	10,281
335	Hydrants		%	%				-
336	Backflow Prevention Devices		%	%				-
339	Other Plant and Miscellaneous Equipment		%	%				-
340	Office Furniture and Equipment		%	%				-
341	Transportation Equipment	2	1 %	14.29 %	603		108	711
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				\$ 42,603	\$ -	\$ 4,568	\$ 47,171 *

* This amount should tie to Sheet F-5.

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT
December 31, 2008

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	_____
620	Materials and Supplies	_____
630	Contractual Services:	_____
	Billing	_____
	Professional	_____
	Testing	_____
	Other	_____
640	Rents	_____
650	Transportation Expense	_____
655	Insurance Expense	_____
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
670	Bad Debt Expense	_____
675	Miscellaneous Expenses	_____
	Total Water Operation And Maintenance Expense	\$ 28,232 *

* 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	_____	_____	_____
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	_____	_____	_____
Unmetered Customers	_____	_____	_____	_____	_____
Other (Specify)	_____	_____	_____	_____	_____
** D = Displacement C = Compound T = Turbine			Total	_____	_____

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2008

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		333423	13336	320,090	320,090
February		323,897	13279	310,618	310,618
March		360,740	14032	346,708	346,708
April		340,990	13689	327,301	327,301
May		333,530	13633	318,897	318,897
June		329,550	12885	316,665	316,665
July		310,350	12312	298,038	298,038
August		379,230	14372	364,858	364,858
September		406,266	16531	389,735	389,735
October		304,927	11312	293,615	293,615
November		316,571	11713	304,858	304,858
December		431,370	1772	413,598	413,598
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
Cast Iron	2 1/2	NO	change		

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2008

SYSTEM NAME: _____

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed				
Types of Well Construction and Casing	<u>STEEL</u>			
Depth of Wells	<u>550</u>			
Diameters of Wells	<u>6</u>			
Pump - GPM	<u>350</u>			
Motor - HP	<u>15</u>			
Motor Type *	<u>Sub</u>			
Yields of Wells in GPD				
Auxiliary Power	<u>Generator</u>			
	<u>Portable</u>			

* Submersible, centrifugal, etc.

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	<u>Steel</u>			
Capacity of Tank	<u>3000</u>			
Ground or Elevated	<u>Ground</u>			

HIGH SERVICE PUMPING

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

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2008

SOURCE OF SUPPLY

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

WATER TREATMENT FACILITIES

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

UTILITY NAME: Alturas Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2008

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. 46
- Number of ERCs * which can be served. 72
3. Present system connection capacity (in ERCs *) using existing lines. 62
4. Future connection capacity (in ERCs *) upon service area buildout. 71
5. Estimated annual increase in ERCs *. NONE
6. Is the utility required to have fire flow capacity?
If so, how much capacity is required? NO
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.

9. When did the company last file a capacity analysis report with the DEP? NO
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? NO
11. Department of Environmental Protection ID # 201 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:
 $ERC = (Total\ SFR\ gallons\ sold\ (omit\ 000/365\ days/350\ gallons\ per\ day))$

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: AITORAS utilities, LLC.

YEAR OF REPORT
DECEMBER 31,

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.

[Signature] *
(signature of Chief Executive Officer of the utility)

Date: 4/18/09.

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, 2008

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 19,488	\$ 19,488	\$ 0
Commercial			
Industrial			
Multiple Family			
Guaranteed Revenues			
Other			
Total Water Operating Revenue	\$ 19,488	\$ 19,488	\$ 0
LESS: Expense for Purchased Water from FPSC-Regulated Utility	0	0	
Net Water Operating Revenues	\$ 19,488	\$ 19,488	\$ 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).