

OFFICIAL COPY
Public Service Commission
Do Not Remove from this Office

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

WU930-10-AR
Arma Water Service, LLC
900 Washington Street
Hollywood, FL 33019-1922

652 W

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2010

11 MAR 21 PM 1:56
COMMUNICATIONS SECTION

GENERAL INSTRUCTIONS

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

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

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

GENERAL DEFINITIONS

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

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

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

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

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

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

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

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

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

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

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

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

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

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

TABLE OF CONTENTS

FINANCIAL SECTION	PAGE
Identification	F-2
Income Statement	F-3
Comparative Balance Sheet	F-4
Gross Utility Plant	F-5
Accumulated Depreciation and Amortization of Utility Plant	F-5
Capital Stock	F-6
Retained Earnings	F-6
Proprietary Capital	F-6
Long Term Debt	F-6
Tax Expense	F-7
Payment for Services Rendered by Other Than Employees	F-7
Contributions in Aid of Construction	F-8
Cost of Capital Used for AFUDC Calculation	F-9
Capital Structure Adjustments	F-10
WATER OPERATING SECTION	PAGE
Water Utility Plant Accounts	W-1
Analysis of Accumulated Depreciation by Primary Account - Water	W-2
Water Operation and Maintenance Expense	W-3
Water Customers	W-3
Pumping and Purchased Water Statistics and Mains	W-4
Wells and Well Pumps, Reservoirs, and High Service Pumping	W-5
Sources of Supply and Water Treatment Facilities	W-6
General Water System Information	W-7
WASTEWATER OPERATING SECTION	PAGE
Wastewater Utility Plant Accounts	S-1
Analysis of Accumulated Depreciation by Primary Account - Wastewater	S-2
Wastewater Operation and Maintenance Expense	S-3
Wastewater Customers	S-3
Pumping Equipment, Service Connections, Collecting and Force Mains and Manholes	S-4
Treatment Plant, Master Lift Station Pumps and Pumping Wastewater Statistics	S-5
General Wastewater System Information	S-6
VERIFICATION SECTION	PAGE
Verification	V-1

FINANCIAL

SECTION

REPORT OF

ARMA WATER SERVICE LLC

(EXACT NAME OF UTILITY)

P.O. Box 85277 HALLANDALE, FL 33008	900 WASHINGTON ST HOLLYWOOD, FL 33019	BROWARD
Mailing Address	Street Address	County

Telephone Number 646-765-9054 Date Utility First Organized OCTOBER 15, 2010

Fax Number 954-922-5540 E-mail Address ATOZ62W47@AOL.COM

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: 900 WASHINGTON STREET, HOLLYWOOD, FLORIDA 33019 646-765-9054

Name of subdivisions where services are provided: LEIGHTON ESTATES

CONTACTS

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: <u>MARIA BARROS</u>		<u>900 WASHINGTON ST HOLLYWOOD, FL 33019</u>	
Person who prepared this report: <u>ROBERT F. DODRILL SR</u>	<u>REGULATORY CONSULTANT</u>	<u>2307 AMHERST AVE. ORLANDO, FL 32804-5401</u>	
Officers and Managers: <u>MARIA BARROS</u> <u>ARNALDO BARROS</u>			\$ <u>0</u>
			\$
			\$
			\$
			\$

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

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
<u>MARIA BARROS</u>	<u>50%</u>	<u>900 WASHINGTON ST</u>	\$ <u>0</u>
<u>ARNALDO BARROS</u>	<u>50%</u>	<u>HOLLYWOOD, FL 33019</u>	\$ <u>0</u>
			\$
			\$
			\$
			\$
			\$

ARMA WATER SERVICE, LLC

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2010

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential -----		\$ 3,361	\$ _____	\$ _____	\$ 3,361
Commercial -----		_____	_____	_____	_____
Industrial -----		_____	_____	_____	_____
Multiple Family -----		_____	_____	_____	_____
Guaranteed Revenues -----		_____	_____	_____	_____
Other (Specify) -----		_____	_____	_____	_____
Total Gross Revenue -----		\$ 3,361	\$ _____	\$ _____	\$ 3,361
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 13,971	\$ _____	\$ _____	\$ 13,971
Depreciation Expense -----	F-5	1,419	_____	_____	1,419
CIAC Amortization Expense -----	F-8	(196)	_____	_____	(196)
Taxes Other Than Income -----	F-7	716	_____	_____	716
Income Taxes -----	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 15,910	_____	_____	\$ 15,910
Net Operating Income (Loss)		\$ (12,549)	\$ _____	\$ _____	\$ (12,549)
Other Income:					
Nonutility Income -----		\$ _____	\$ _____	\$ _____	\$ _____
-----		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses -----		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense -----		_____	_____	_____	_____
-----		_____	_____	_____	_____
-----		_____	_____	_____	_____
Net Income (Loss)		\$ (12,549)	\$ _____	\$ _____	\$ (12,549)

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

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>355,780</u>	\$ <u>N/A</u>
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>1,419</u>	_____
Net Utility Plant _____		\$ <u>354,361</u>	\$ _____
Cash _____		<u>-0-</u>	_____
Customer Accounts Receivable (141) _____		<u>2,484</u>	_____
Other Assets (Specify): _____		_____	_____
_____		_____	_____
_____		_____	_____
Total Assets _____		\$ <u>356,845</u>	\$ _____
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6	<u>100</u>	_____
Preferred Stock Issued (204) _____	F-6	<u>-</u>	_____
Other Paid in Capital (211) _____		<u>323,775</u>	_____
Retained Earnings (215) _____	F-6	<u>(12,549)</u>	_____
Proprietary Capital (Proprietary and Partnership only) (218) _____	F-6	_____	_____
Total Capital _____		\$ <u>311,326</u>	\$ _____
Long Term Debt (224) _____	F-6	\$ _____	\$ _____
Accounts Payable (231) _____		_____	_____
Notes Payable (232) _____		_____	_____
Customer Deposits (235) _____		_____	_____
Accrued Taxes (236) _____		<u>715</u>	_____
Other Liabilities (Specify) _____		_____	_____
_____		_____	_____
Advances for Construction _____		_____	_____
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>44,804</u>	_____
Total Liabilities and Capital _____		\$ <u>356,845</u>	\$ <u>N/A</u>

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2010

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other than Reporting Systems	Total
Utility Plant in Service (101)	\$ <u>355,780</u>	\$ _____	\$ _____	\$ <u>355,780</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>355,780</u>	\$ _____	\$ _____	\$ <u>355,780</u>

REVISED PAGE

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

Account 108	Water	Wastewater	Other than Reporting Systems	Total
Balance First of Year _____	\$ <u>-0-</u>	\$ <u>N/A</u>	\$ <u>N/A</u>	\$ <u>-0-</u>
Add Credits During Year:				
Accruals charged to depreciation account _____	\$ <u>1,419</u>	\$ _____	\$ _____	\$ <u>1,419</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ <u>1,419</u>	\$ _____	\$ _____	\$ <u>1,419</u>
Deduct Debits During Year:				
Book cost of plant retired _____	\$ <u>0</u>	\$ _____	\$ _____	\$ _____
Cost of removal _____	<u>0</u>	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ <u>0</u>	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>1,419</u>	\$ _____	\$ _____	\$ <u>1,419</u>

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	<u>1.00</u>	_____
Shares authorized _____	<u>100</u>	_____
Shares issued and outstanding _____	<u>100</u>	_____
Total par value of stock issued _____	<u>100</u>	_____
Dividends declared per share for year _____	_____	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ <u>-0-</u>
Changes during the year (Specify): <u>2010 NO LOSS</u>	_____	<u>(12,549)</u>
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ <u>(12,549)</u>

PROPRIETARY CAPITAL (218)

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

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

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	564	_____	_____	564
Regulatory assessment fee	151	_____	_____	151
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Tax Expense	\$ 715	\$ _____	\$ _____	\$ 715

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
SFCO ELECTRIC COOP	\$ 1,727	\$ _____	PURCHASED POWER
PRO TECH	\$ 1,695	\$ _____	TESTING SERVICES
PRO TECH	\$ 1,665	\$ _____	MOWING
PRO-TECH	\$ 2,820	\$ _____	OPERATING SERVICES
UTILITY BILLING CORP.	\$ 3,241	\$ _____	BILLING SERVICES
ALLIANZ	\$ 1,538	\$ _____	INSURANCE

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ <u>0</u>	\$ _____	\$ _____
2) Add credits during year _____	\$ <u>45,000</u>	\$ _____	\$ _____
3) Total _____	<u>45,000</u>	_____	_____
4) Deduct charges during the year _____	<u>45,000</u>	_____	_____
5) Balance end of year _____	<u>196</u>	_____	_____
6) Less Accumulated Amortization _____	<u>44,804</u>	_____	_____
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	
<u>METER</u>	<u>45</u>	\$ <u>125</u>	\$ <u>5,625</u>
<u>Hook-Up</u>	<u>45</u>	<u>875</u>	<u>39,375</u>
Total Credits During Year (Must agree with line # 2 above.) _____			\$ <u>45,000</u>

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Add Debits During Year: _____	<u>196</u>	_____	<u>196</u>
Deduct Credits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.) _____	\$ <u>196</u>	\$ _____	\$ <u>196</u>

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

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

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>	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	<u>0.00</u> %	_____ %
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**

ARMA WATER SERVICE, LLC

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2010

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization _____	\$ 0	\$ 6,200	\$ _____	\$ 6,200
302	Franchises _____	_____	_____	_____	_____
303	Land and Land Rights _____	0	30,000	_____	30,000
304	Structures and Improvements _____	0	12,600	_____	12,600
305	Collecting and Impounding Reservoirs _____	_____	_____	_____	_____
306	Lake, River and Other Intakes _____	_____	_____	_____	_____
307	Wells and Springs _____	0	24,700	_____	24,700
308	Infiltration Galleries and Tunnels _____	_____	_____	_____	_____
309	Supply Mains _____	0	6,300	_____	6,300
310	Power Generation Equipment _____	_____	_____	_____	_____
311	Pumping Equipment _____	0	19,800	_____	19,800
320	Water Treatment Equipment _____	0	36,480	_____	36,480
330	Distribution Reservoirs and Standpipes _____	0	2,400	_____	2,400
331	Transmission and Distribution Lines _____	0	196,500	_____	196,500
333	Services _____	0	12,200	_____	12,200
334	Meters and Meter Installations _____	0	4,600	_____	4,600
335	Hydrants _____	_____	_____	_____	_____
336	Backflow Prevention Devices _____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment _____	0	1,800	_____	1,800
340	Office Furniture and Equipment _____	0	2,200	_____	2,200
341	Transportation Equipment _____	_____	_____	_____	_____
342	Stores Equipment _____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment _____	_____	_____	_____	_____
344	Laboratory Equipment _____	_____	_____	_____	_____
345	Power Operated Equipment _____	_____	_____	_____	_____
346	Communication Equipment _____	_____	_____	_____	_____
347	Miscellaneous Equipment _____	_____	_____	_____	_____
348	Other Tangible Plant _____	_____	_____	_____	_____
	Total Water Plant _____	\$ _____	\$ 355,780	\$ _____	\$ 355,780

ARMA WATER SERVICE, LLC

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2010

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)
301	ORGANIZATION							
304	Structures and Improvements	28	%	3.57%	0		56	56
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes		%					
307	Wells and Springs	27	%	3.70%	0		114	114
308	Infiltration Galleries & Tunnels		%					
309	Supply Mains	32	%	3.13%	0		25	25
310	Power Generating Equipment		%					
311	Pumping Equipment	15	%	6.67%	0		165	165
320	Water Treatment Equipment	17	%	5.88%	0		268	268
330	Distribution Reservoirs & Standpipes	30	%	3.33%	0		10	10
331	Trans. & Dist. Mains	38	%	2.63%	0		646	646
333	Services	35	%	2.86%	0		44	44
334	Meter & Meter Installations	17	%	5.88%	0		34	34
335	Hydrants		%					
336	Backflow Prevention Devices		%					
339	Other Plant and Miscellaneous Equipment	20	%	5.00%	0		11	11
340	Office Furniture and Equipment	6	%	16.67%	0		46	46
341	Transportation Equipment		%					
342	Stores Equipment		%					
343	Tools, Shop and Garage Equipment		%					
344	Laboratory Equipment		%					
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant		%					
	Totals				0		1,419	1,419 *

* This amount should tie to Sheet F-5.

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	<u>785</u>
604	Employee Pensions and Benefits	
610	Purchased Water	
615	Purchased Power	<u>1,727</u>
616	Fuel for Power Production	
618	Chemicals	<u>15</u>
620	Materials and Supplies	
630	Contractual Services:	
	Billing	<u>3,241</u>
	Professional	
	Testing	<u>1,695</u>
	Other	<u>3,305</u>
640	Rents	
650	Transportation Expense	
655	Insurance Expense	<u>1,538</u>
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	
675	Miscellaneous Expenses	<u>1,665</u>
	Total Water Operation And Maintenance Expense	\$ <u>13,971</u> *

* 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	<u>-0-</u>	<u>45</u>	<u>45</u>
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	<u>-0-</u>	<u>45</u>

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31,

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					
February					
March					
April					
May					
June					
July					
August					
September					
October		140.5		140.5	140.1
November		303.0		303.0	272.7
December		206.1		206.1	190.6
Total for Year		649.6		649.6	603.4

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:

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	4"	4,000'			4,000'
PVC	2"	3,000'			3,000'

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

SYSTEM NAME: _____

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed _____ Types of Well Construction and Casing _____	<u>IRON</u>	_____	_____	_____
Depth of Wells _____ Diameters of Wells _____	<u>UNKNOWN</u> <u>6"</u>	_____	_____	_____
Pump - GPM _____ Motor - HP _____ Motor Type * _____	<u>90</u> <u>10</u> <u>FRANKLIN</u>	_____	_____	_____
Yields of Wells in GPD _____ Auxiliary Power _____	<u>NA</u>	_____	_____	_____
* Submersible, centrifugal, etc.	<u>SUBMERSIBLE</u>	_____	_____	_____

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) Capacity of Tank _____ Ground or Elevated _____	<u>STEEL</u> <u>5,000</u> <u>GROUND</u>	_____	_____	_____

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors Manufacturer _____ Type _____ Rated Horsepower _____	<u>NA</u> <u>NA</u> <u>NA</u>	_____	_____	_____
Pumps Manufacturer _____ Type _____ Capacity in GPM _____ Average Number of Hours Operated Per Day _____ Auxiliary Power _____	<u>NA</u> <u>NA</u> <u>50</u> <u>24</u> <u>NA</u>	_____	_____	_____

UTILITY NAME: ARMA WATER SERVICE, LLC

YEAR OF REPORT
DECEMBER 31, 2010

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____	<u>58,000</u>	_____	_____
Type of Source _____	<u>GROUND</u>	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type <u>LIQUID</u> _____	<u>CHLORINATION</u>	_____	_____
Make _____	<u>CHEM-TECH</u>	_____	_____
Permitted Capacity (GPD) _____	_____	_____	_____
High service pumping	_____	_____	_____
Gallons per minute _____	<u>NA</u>	_____	_____
Reverse Osmosis _____	<u>NA</u>	_____	_____
Lime Treatment	_____	_____	_____
Unit Rating _____	<u>NA</u>	_____	_____
Filtration	_____	_____	_____
Pressure Sq. Ft. _____	<u>NA</u>	_____	_____
Gravity GPD/Sq.Ft. _____	<u>NA</u>	_____	_____
Disinfection	_____	_____	_____
Chlorinator _____	<u>CHEM-TECH</u>	_____	_____
Ozone _____	<u>NA</u>	_____	_____
Other _____	<u>NA</u>	_____	_____
Auxiliary Power _____	<u>NA</u>	_____	_____

ARMA WATER SERVICE, LLC

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2010

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. 94
2. Maximum number of ERCs * which can be served. 94
3. Present system connection capacity (in ERCs *) using existing lines. 45
4. Future connection capacity (in ERCs *) upon service area buildout. 94
5. Estimated annual increase in ERCs *. 2-3
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. NA
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. NA
 - b. Have these plans been approved by DEP? NA
 - c. When will construction begin? NA
 - d. Attach plans for funding the required upgrading. NA
 - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # WD-42-0246114-002
12. Water Management District Consumptive Use Permit # NOT AVAIL AT THIS TIME
 - 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 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:
 $ERC = (Total\ SFR\ gallons\ sold\ (omit\ 000) / 365\ days / 350\ gallons\ per\ day).$

WASTEWATER OPERATING SECTION

Note: This utility is a water only service; therefore, Pages S-1 through S-6 have been omitted from this report.

ARMA WATER SERVICE, LLC

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 2010

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

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



 (signature of Chief Executive Officer of the utility)

Date: 3-2-2011

- | | | | |
|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| <input type="checkbox"/> 1. | <input type="checkbox"/> 2. | <input type="checkbox"/> 3. | <input type="checkbox"/> 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: ARMA WATER SERVICE, LLC

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	\$ 3,361	\$ 3,361	\$ -0-
Commercial			
Industrial			
Multiple Family			
Guaranteed Revenues			
Other			
Total Water Operating Revenue	\$ 3,361	\$ 3,361	\$ -0-
LESS: Expense for Purchased Water from FPSC-Regulated Utility			
Net Water Operating Revenues	\$ 3,361	\$ 3,361	\$ 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).