

CLASS A
WATER AND/OR WASTEWATER UTILITIES

**FINANCIAL, RATE
AND ENGINEERING
MINIMUM FILING
REQUIREMENTS**

OF

Alafaya Utilities, Inc.

Exact Legal Name of Utility

VOLUME I



FOR THE

Test Year Ended: December 31, 2005

EXHIBIT 1

CLASS A WATER AND/OR WASTEWATER UTILITIES
FINANCIAL, RATE AND ENGINEERING
MINIMUM FILING REQUIREMENTS

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CLASS A WATER AND/OR WASTEWATER UTILITIES
FINANCIAL, RATE AND ENGINEERING
MINIMUM FILING REQUIREMENTS

INDEX

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Schedule of Wastewater Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Interim [] Final [X]
 Historic [X] Projected []

Schedule: A-2
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the calculation of average rate base for the test year, showing all adjustments. All non-used and useful items should be reported as Plant Held For Future Use. If method other than formula approach (1/8 O&M) is used to determine working capital, provide additional schedule showing detail calculation.

Line No.	(1) Description	(2) Average Amount Per Books	(3) A-3 Utility Adjustments	(4) Adjusted Utility Balance	(5) Supporting Schedule(s)
1	Utility Plant in Service	\$ 21,402,133	\$ 2,267,717 (A)	\$ 23,669,850	A-6
2					
3	Utility Land & Land Rights	60,843		60,843	A-6
4					
5	Less: Non-Used & Useful Plant		(75,568) (B) . (D)	(75,568)	A-7
6					
7	Construction Work in Progress	356,711	(356,711) (C)	-	A-18
8					
9	Less: Accumulated Depreciation	(6,497,520)	533,163 (D)	(5,964,357)	A-10
10					
11	Less: CIAC	(13,634,102)		(13,634,102)	A-12
12					
13	Accumulated Amortization of CIAC	4,483,331		4,483,331	A-14
14					
15	Acquisition Adjustments				-
16					
17	Accum. Amort. of Acq. Adjustments				-
18					
19	Advances For Construction				A-16
20					
21	Working Capital Allowance	-	309,962 (E)	309,962	A-17
22					
23	Total Rate Base	\$ 6,171,396	\$ 2,678,563	\$ 8,849,959	

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Test Year Ended: December 31, 2005
 Interim [] Final [X]
 Historic [X] Projected []

Schedule: A-3
 Page 1 of 2
 Docket No.: 060256-SU
 Preparer: Steven M. Lubertozi

Explanation: Provide a detailed description of all adjustments to rate base per books, with a total for each rate base line item.

Line No.	Description	Water	Wastewater
1	<u>(A) Utility Plant in Service</u>		
2	(1) Work Orders:		
3	1 MG Reuse Ground Storage Tank	\$	65,000
4	Force Main Improvemtns		157,020
5	20" Reuse Main from WWTF to Lockwood		824,878
6	Digester for WWTF		1,827,123
7	Retirement of Digester at WWTF		(663,243)
8	(2) General Ledger Additions:		
9	Organization		1,944
10	Franchises		1,081
11	Lift Station		8,172
12	Sewage Service Lines		1,582
13	Force or Vacuum Mains		1,083
14	Sewer Mains		4,522
15	Reuse Services		4,330
16	Sewage Treatment Plant		24,683
17	Tools, Shop, & Misc Equipment		2,690
18	Communication Equipment		162
19	Sewer Plant		6,690
20	Total plant additions	\$	2,267,717
21			
22	<u>(B) Non-used and Useful Plant in Service</u>		
23	Power Generation Equipment	\$	(3,094)
24	Treatment & Disposal		(118,764)
25	Outfall Sewer Lines		107
26	Pumping Equipment		(58,900)
27	Net Total non-used and useful plant adjustment	\$	(180,651)
28			
29	<u>(C) Construction Work in Progress</u>		
30	Transfer completed projects to Utility Plant in Service	\$	(356,711)
31	Total construction work in progress	\$	(356,711)
32			
33	<u>(D) Accumulated Depreciation of Utility Plant in Service</u>		
34	(1) Non-used and Useful Plant in Service		
35	Power Generation Equipment	\$	542
36	Treatment & Disposal		61,231
37	Outfall Sewer Lines		(54)
38	Pumping Equipment		43,364
39	Net Total non-used and useful plant adjustment	\$	105,083
40	(2) Work Orders		
41	1 MG Reuse Ground Storage Tank	\$	1,625
42	Force Main Improvemtns		5,229
43	20" Reuse Main from WWTF to Lockwood		19,220
44	Digester for WWTF		101,588
45	Retirement of Digester at WWTF		(663,243)
46	(3) General Ledger Additions:		
47	Organization		49
48	Franchises		27
49	Lift Station		327
50	Sewage Service Lines		53
51	Force or Vacuum Mains		36
52	Sewer Mains		100
53	Reuse Services		108
54	Sewage Treatment Plant		1,372
55	Tools, Shop, & Misc Equipment		168
56	Communication Equipment		11
57	Sewer Plant		167
58	Total Accumulated Depreciation	\$	(533,163)

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Test Year Ended: December 31, 2005
 Interim Final
 Historic Projected

Schedule: A-3
 Page 2 of 2
 Docket No.: 060256-SU
 Preparer: Steven M. Lubertozi

Explanation: Provide a detailed description of all adjustments to rate base per books, with a total for each rate base line item.

Line No.	Description	Water	Wastewater
59			
60	(E) Working Capital		
61	Current and Accrued Assets:		
62	Cash	\$	(2)
63	Accounts & Notes Receivable, Less provision for Uncollectible Accounts		311,419
64	Deferred Debits		108,080
65	Deferred Debits (Rate Case Expense per B-10)		-
66	Miscellaneous current and accrued assets		19,058
67	Current and Accrued Liabilities:		
68	Accounts Payable		(7,867)
69	Accrued Taxes		(122,813)
70	Accrued Interest		2,087
71			
72	Equals working capital (Balance Sheet Approach)	\$	309,962

Schedule of Water and Wastewater Plant in Service
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: A-4
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide the annual balance of the original cost of plant in service, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	2001 Balance	\$	- \$ 14,396,565
2	2002 Additions		1,871,176
3	2002 Retirements		(40,585)
4	2002 Adjustments		
5			
6	12/31/2002 Balance	\$	16,227,156
7	2003 Additions		3,720,524
8	2003 Retirements		(50,770)
9	2003 Adjustments		
10			
11	12/31/2003 Balance	\$	19,896,910
12	2004 Additions		2,205,272
13	2004 Retirements		(49,362)
14	2004 Adjustments		(615,115)
15			
16	12/31/2004 Balance	\$	21,437,705
17	2005 Additions		400,209
18	2005 Retirements		(33,593)
19	2005 Adjustments (rounding)		(1)
20			
21	12/31/2005 Balance	\$	21,804,320

Supporting Schedules: A-6
Recap Schedules: A-18

Schedule of Wastewater Plant in Service By Primary Account
Beginning and End of Year Average

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005
Historic [X] Projected []

Explanation: Provide the ending balances and average of
plant in service for the prior year and the test year by primary
account. Also show non-used & useful amounts by account.

Schedule: A-6
Page 1 of 2
Preparer: Steven M. Lubertozzi
Recap Schedules: A-2, A-4

No.	(1) Line Account No. and Name	(2) Prior Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average	(5) Proforma Adjustment	(6) Adjusted Average	(7) Non-Used & Useful %	(8) Non-Used & Amount
1	INTANGIBLE PLANT							
2	351.1000 Sewer Plant	\$ -	\$ -	1,059	\$ 6,690	\$ 7,749		
3	351.1001 Organization	33,961	33,961	33,961	1,944	35,905		
4	352.1 Franchises	(1,083)	(1,083)	(1,083)	1,081	(2)		
5	COLLECTION PLANT							
6	354.2 Lift Station	1,495,994	1,539,941	1,515,155	8,172	1,523,327		
7	360.2 Collection Sewers - Force	1,821,911	1,863,323	1,837,568	159,685	1,997,253		
8	361.2 Collection Sewers - Gravity	6,385,905	6,620,733	6,408,623	4,522	6,413,145		
9	PUMPING							
10	371.0 Pumping Equipment	981,659	981,659	981,659		981,659	6.00%	58,900
11	TREATMENT AND DISPOSAL PLANT							
12	355.0 Power Generation Equip	51,569	51,569	51,569		51,569	6.00%	3,094
13	380.4 Treatment & Disposal Equipment	757,467	815,896	790,844	1,188,563	1,979,407	6.00%	118,764
14	381.4 Plant Sewers							
15	382.4 Outfall Sewer Lines	(1,789)	(1,789)	(1,789)		(1,789)	6.00%	(107)
16	RECLAIMED WATER TREATMENT PLANT							
17	374.5 Reuse Distribution Reservoirs	7,025	7,373	7,266	65,000	72,266		
18	RECLAIMED WATER DISTRIBUTION PLANT							
19	366.2 Reuse Services	1,255,676	1,260,900	1,258,876	4,330	1,263,206		
20	367.5 Reuse Meters and Meter Installations	19,990	32,381	20,955		20,955		
21	375.2 Reuse Transmission & Dist Sys	2,968,461	2,971,481	2,969,798	824,878	3,794,676		
22	GENERAL PLANT							
23	353.7 Land & Land Rights	60,843	60,843	60,843		60,843		
24	354.7 Structures & Improvements	5,088,536	5,090,766	5,088,708		5,088,708		
25	354.7 Sewer Plant Allocated	86,522	73,365	18,955		18,955		
26	390.7 Off Struct & Imprv	18,433	19,558	18,779		18,779		
27	391.7 Transportation Equipment	207,055	181,895	207,721		207,721		
28	393.7 Tools, Shop & Garage Equipment	98,579	100,622	99,324	2,690	102,014		
29	394.7 Laboratory Equipment	12,565	16,078	13,116		13,116		
30	396.7 Communication Equipment	2,930	146	2,715	162	2,877		
31	398.5 Other Tangible Plt Sewer	71,216	71,216	71,216		71,216		
32	340.6 Sewer Plant Allocated	14,279	13,487	7,138		7,138		
33								
34	TOTAL	\$ 21,437,705	\$ 21,804,320	\$ 21,462,976	\$ 2,267,717	\$ 23,730,693		\$ 180,651

Schedule of Wastewater Plant in Service By Primary Account
 Test Year Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Historic [X] Projected []

Explanation: Provide the ending balances and average of plant in service for the prior year and the test year by primary account. Also show non-used & useful amounts by account.

Schedule: A-6
 Page 2 of 2
 Preparer: Steven M. Lubertozzi

Recap Schedules: A-2, A-4

No.	(1) Line Account No. and Name	(2) Dec	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sept	(12) Oct	(13) Nov	(14) Dec	(15) Average
1	INTANGIBLE PLANT														
2	351.1000 Sewer Plant								13,763						1,059
3	351.1001 Organization	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961	33,961
4	352.1 Franchises	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)	(1,083)
5	COLLECTION PLANT														
6	354.2 Lift Station	1,495,994	1,495,994	1,496,236	1,499,900	1,512,157	1,517,020	1,521,877	1,521,877	1,521,877	1,521,877	1,523,482	1,528,782	1,539,941	1,515,155
7	360.2006 Sewage Service Lines	1,172,199	1,172,489	1,173,823	1,173,823	1,173,823	1,174,443	1,178,954	1,179,294	1,179,294	1,179,294	1,179,294	1,181,257	1,181,257	1,176,714
8	360.2007 Force or Vacuum Mains	649,712	655,406	657,234	657,234	657,234	661,652	661,652	661,652	661,652	661,652	661,977	661,977	682,066	660,854
9	361.2008 Sewer Mains	5,477,033	5,477,033	5,477,033	5,477,033	5,477,033	5,477,033	5,478,797	5,483,489	5,483,489	5,483,489	5,483,489	5,483,489	5,485,573	5,479,948
10	361.2010 Manholes	908,872	908,872	911,508	911,508	911,508	911,508	912,306	912,306	912,306	912,306	912,306	912,306	1,135,160	928,675
	PUMPING														
11	371.3 Pumping Equipment	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659	981,659
12	TREATMENT AND DISPOSAL PLANT														
13	355.0 Power Generation Equipment	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569	51,569
13	360.4004 Sewer Lagoons	92,147	92,147	92,147	92,797	92,797	92,797	92,797	92,797	92,797	92,797	92,797	92,913	92,913	92,665
14	380.4005 Sewage Trtmt Plant	665,320	666,256	674,474	684,895	690,604	700,804	701,104	707,814	714,149	715,016	715,803	717,004	722,983	698,179
15	381.4 Plant Sewers														
16	382.4 Outfall Sewer Lines	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)	(1,789)
17	RECLAIMED WATER TREATMENT PLANT														
18	374.5 Reuse Distribution Reservoirs	7,025	7,025	7,025	7,025	7,373	7,373	7,373	7,373	7,373	7,373	7,373	7,373	7,373	7,266
19	RECLAIMED WATER DISTRIBUTION PLANT														
20	366.2 Reuse Services	1,255,676	1,255,676	1,255,676	1,255,851	1,256,635	1,260,234	1,260,234	1,260,800	1,260,900	1,260,900	1,260,900	1,260,900	1,260,900	1,258,876
21	367.5 Reuse Meters and Meter Installations	19,990	19,990	19,990	19,990	20,010	20,010	20,010	20,010	20,010	20,010	20,010	20,010	20,010	20,955
22	375.2 Reuse Transmission & Dist Sys	2,968,461	2,968,461	2,968,461	2,969,239	2,969,239	2,970,466	2,970,466	2,970,466	2,970,466	2,970,466	2,970,466	2,970,466	2,971,461	2,969,798
23	GENERAL PLANT														
24	353.7 Land & Land Rights	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843	60,843
25	354.7 Sewer Plant Allocated	86,522							86,522						73,365
26	354.7003 Structures & Improvements	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504	4,571,504
27	354.7012 Spray Irrig Facilities	64,857	64,857	64,857	64,857	64,857	64,857	64,857	64,857	64,857	64,857	64,857	64,857	64,857	65,029
28	354.7021 Plant Sewer -Special Reuse	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175	452,175
29	390.7090 Off Struct & Imprv	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	3,096
30	390.7091 Office Furniture & Equipment	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683	15,683
31	391.7 Transportation Equipment	207,055	207,055	207,055	207,055	226,616	226,616	226,616	226,616	226,616	188,729	188,729	188,729	181,895	207,721
32	393.7 Tools, Shop & Garage Equipment	98,579	98,579	98,151	98,151	98,151	98,151	98,151	98,151	98,151	98,530	98,530	100,139	100,622	99,324
33	394.7 Laboratory Equipment	12,565	12,565	12,565	12,565	12,565	12,565	13,294	13,294	13,294	13,294	13,294	13,294	16,078	13,116
35	396.7 Communication Equipment	2,930	2,930	2,930	2,930	2,930	2,930	2,930	2,930	2,930	2,930	2,930	2,930	146	2,715
36	398.5 Other Tangible PH Sewer	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216	71,216
37	340.6 Sewer Plant Allocated	14,279	5,075	5,075	5,075	5,075	5,075	14,279	5,075	5,075	5,075	5,075	5,075	13,487	7,138
38	TOTAL	\$ 21,437,705	\$ 21,348,899	\$ 21,363,728	\$ 21,379,416	\$ 21,418,084	\$ 21,441,939	\$ 21,561,785	\$ 21,460,401	\$ 21,471,768	\$ 21,439,208	\$ 21,441,925	\$ 21,449,491	\$ 21,804,320	\$ 21,462,976

Non-Used and Useful Plant - Summary - Final

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:

Schedule: A-7
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide a summary of the items included in non-used and useful plant for the test year. Provide additional support schedules, if necessary.

Line No.	(1) Description	(2) Adjusted TY Balance	(3) Utility Adjustments	(4) Balance Per Utility
1	WATER			
2				
3	Plant in Service			\$ -
4				
5	Land			-
6				
7	Accumulated Depreciation			-
8				
9	Other (Explain)			
10				
11				
12	Total	\$ -	\$ -	\$ -
13				
14				
15	WASTEWATER			
16				
17	Plant in Service	\$ 23,669,850	\$ (180,651)	\$ 23,489,199
18				
19	Land	60,843	-	60,843
20				
21	Accumulated Depreciation	(5,964,357)	105,083	(5,859,274)
22				
23	Other (Explain)			
24				
25				
26	Total	\$ 17,766,336	\$ (75,568)	\$ 17,690,768

Supporting Schedules: A-6, A-10
 Recap Schedules: A-2

Schedule of Water and Wastewater Accumulated Depreciation
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: A-3
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide the annual balance of accumulated depreciation, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	2001 Balance	\$ -	\$ 4,105,435
2	2002 Additions		421,607
3	2002 Retirements		(40,585)
4	2002 Adjustments		(7,307)
5			
6	12/31/2002 Balance		\$ 4,479,150
7	2003 Additions		452,387
8	2003 Retirements		(50,770)
9	2003 Adjustments		9,501
10			
11	12/31/2003 Balance		\$ 4,890,268
12	2004 Additions **		695,079
13	2004 Retirements		(49,362)
14	2004 Adjustments		698,543
15	Adjustments (rounding)		3
16	12/31/2004 Balance		\$ 6,234,531
17	2005 Additions **		666,050
18	2005 Retirements		(33,593)
19	2005 Adjustments		(53,854)
20	Adjustments (rounding)		
21	12/31/2005 Balance		\$ 6,813,134

** Includes Organization and Franchises accumulated depreciation not included in Annal Report.

Schedule of Wastewater Accumulated Depreciation By Primary Account
Beginning and End of Year Average

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Schedule Mid-Year Ended:
Historic [X] Projected []

Explanation: Provide the ending balances and average of accumulated depreciation for the prior year and the test year by primary account. Also show non-used & useful amounts by account.

Schedule: A-10

Page 1 of 2
Preparer: Steven M. Lubertozzi

Recap Schedules: A-8

No.	(1) Line Account No. and Name	(2) Prior Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average	(5) Proforma Adjustment	(6) Adjusted Average	(7) Non-Used & Useful %	(8) Non-Used & Amount
1	INTANGIBLE PLANT							
	Sewer	\$ (65,106)	\$ (65,106)	\$ (65,106)	\$ 167	\$ (64,939)		
2	351.1 Organization	4,206	8,974	6,590	49	6,639		
3	352.1 Franchises	(1,315)	2,598	642	27	669		
4	COLLECTION PLANT							
5	354.2 Structures & Improvements	450,321	489,927	471,850	327	472,177		
6	360.2 Collection Sewers - Force	451,120	485,004	467,143	5,318	472,461		
7	361.2 Collection Sewers - Gravity	1,299,836	1,482,308	1,391,062	100	1,391,162		
8	PUMPING							
9	371.3 Pumping Equipment	722,727	722,727	722,727		722,727	6.00%	43,364
10	TREATMENT AND DISPOSAL PLANT							
11	355.4 Power Generation Equipment	9,025	9,025	9,025		9,025	6.00%	542
12	380.4 Treatment & Disposal Equipment	1,499,027	1,690,804	1,580,797	(560,283)	1,020,514	6.00%	61,231
13	381.4 Plant Sewers							
14	382.4 Outfall Sewer Lines	(1,795)	(7)	(901)		(901)	6.00%	(54)
15	RECALIMED WATER TREATMENT PLANT							
16	374.5 Reuse Distribution Reservoirs	(1,642)	(1,448)	(1,546)	1,625	79		
17	RECLAIMED WATER DISTRIBUTION PLANT							
18	366.2 Reuse Services	30,720	62,169	46,431	108	46,539		
19	367.5 Reuse Meters and Meter Installations	(606)	234	(406)		(406)		
20	375.2 Reuse Trans & Distribution	106,357	175,545	140,946	19,220	160,166		
21	GENERAL PLANT							
22	354.7 Structures & Improvements	1,772,473	1,793,326	1,782,900		1,782,900		
23	390.7 Office Furniture & Equipment	(19,437)	(22,597)	(20,368)		(20,368)		
24	391.7 Transportation Equipment	(33,664)	(38,931)	(29,685)		(29,685)		
25	392.7 Stores Equipment							
26	393.7 Tools, Shop & Garage Equipment	(9,958)	(4,173)	(6,733)	168	(6,565)		
27	394.7 Laboratory Equipment	(11,531)	(10,507)	(11,019)		(11,019)		
28	395.7 Power Operated Equipment							
29	396.7 Communication Equipment	2,727	3,020	2,874	11	2,885		
30	397.7 Miscellaneous Equipment							
31	340.6 Sewer Plant Allocated	11,264	11,566	5,818		5,818		
32	Sewer Plant Allocated	19,780	18,674	4,480		4,480		
33								
34	TOTAL	\$ 6,234,531	\$ 6,813,134	\$ 6,497,520	\$ (533,163)	\$ 5,964,357		\$ 105,083

Schedule of Wastewater Accumulated Depreciation By Primary Account
Beginning and End of Year Average

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Schedule Mid-Year Ended:
Historic [X] Projected []

Explanation: Provide the ending balances and
average of accumulated depreciation for the prior
year and the test year by primary account. Also

Schedule: A-10
Page 2 of 2
Preparer: Steven M. Lubertozzi
Recap Schedules: A-1, A-8

Line No.	(1) Account No. and Name	(2) Dec	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sept	(12) Oct	(13) Nov	(14) Dec	(15) Average
1	INTANGIBLE PLANT														
	Sewer	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)	(65,106)
2	351.1 Organization	4,206	4,604	5,001	5,398	5,796	6,193	6,590	6,987	7,385	7,782	8,179	8,576	8,974	6,590
3	352.1 Franchises	(1,315)	(989)	(662)	(336)	(10)	316	642	968	1,294	1,620	1,946	2,272	2,598	642
4	COLLECTION PLANT														
5	354.2 Lift Stations	450,321	454,472	458,382	462,533	464,374	468,163	470,884	475,104	479,323	483,543	487,762	489,263	489,927	471,850
6	360.2006 Sewage Service Lines	328,357	330,038	331,718	333,399	335,079	336,760	337,597	339,285	340,974	342,663	344,351	346,040	347,729	337,999
7	360.2007 Force or Vacuum Mains	122,763	123,545	125,375	127,205	129,035	129,035	129,035	129,035	130,798	132,661	133,549	135,412	137,276	129,144
8	361.2008 Sewer Mains	1,231,056	1,243,736	1,256,417	1,269,096	1,281,777	1,294,457	1,307,137	1,319,817	1,332,497	1,345,178	1,357,858	1,370,538	1,383,218	1,307,137
9	361.2010 Manholes	68,780	71,303	73,825	76,347	78,869	81,391	83,913	86,435	88,972	91,501	94,031	96,560	99,090	83,925
10	PUMPING														
11	371.0 Pumping Equipment	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727	722,727
12	TREATMENT AND DISPOSAL PLANT														
13	355.5 Power Generation Equipment	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025	9,025
14	380.4004 Sewer Lagoons	1,775	1,995	2,215	2,434	2,654	2,873	3,093	3,313	3,532	3,752	3,972	3,843	4,063	3,040
15	380.4005 Sewage Trtmt Plant	1,497,251	1,509,935	1,523,378	1,536,592	1,550,034	1,563,476	1,576,919	1,590,446	1,600,411	1,612,210	1,625,737	1,637,716	1,686,742	1,577,757
16	381.4 Plant Sewers														
17	382.4 Outfall Sewer Lines	(1,795)	(1,646)	(1,497)	(1,348)	(1,199)	(1,050)	(901)	(752)	(603)	(454)	(305)	(156)	(7)	(901)
18	RECLAIMED WATER TREATMENT PLANT														
19	374.5 Reuse Distribution Reservoirs	(1,642)	(1,627)	(1,611)	(1,595)	(1,579)	(1,563)	(1,548)	(1,531)	(1,514)	(1,498)	(1,481)	(1,465)	(1,448)	(1,546)
20	RECLAIMED WATER DISTRIBUTION PLANT														
21	366.2 Reuse Services	30,720	33,336	35,952	38,568	41,184	43,800	46,416	49,042	51,667	54,293	56,918	59,544	62,169	46,431
22	367.5 Reuse Meters and Meter Installations	(606)	(522)	(439)	(356)	(274)	(191)	(108)	(25)	(60)	(75)	(90)	(105)	(120)	(406)
23	375.2 Reuse Transmission & Dist Sys	106,357	112,120	117,884	123,648	129,412	135,175	140,939	146,707	152,475	158,242	164,010	169,777	175,545	140,946
24	GENERAL PLANT														
25	353.7 Land & Land Rights														
26	354.7003 Bldgs & Structs	1,676,168	1,676,663	1,677,158	1,677,653	1,678,148	1,678,643	1,679,137	1,679,632	1,680,127	1,680,622	1,681,117	1,681,612	1,682,107	1,679,137
27	354.7021 Plant Sewer - Special	87,644	88,767	89,890	91,012	92,135	93,258	94,381	95,504	96,627	97,750	98,873	99,996	101,119	94,381
28	354.7012 Spray Irrig Facilities	8,661	8,781	8,901	9,021	9,141	9,261	9,381	9,501	9,621	9,741	9,861	9,981	10,101	9,381
29	390.7090 Off Struct & Imprv	(944)	(938)	(932)	(926)	(921)	(915)	(909)	(903)	(898)	(892)	(886)	(880)	(874)	(944)
30	390.7091 Off Furn & Eqpt	(18,494)	(18,481)	(18,469)	(18,457)	(18,445)	(18,433)	(18,420)	(18,408)	(18,396)	(18,384)	(18,371)	(18,359)	(18,347)	(18,420)
31	391.7 Transportation Equipment	(33,664)	(31,520)	(29,279)	(27,087)	(23,590)	(21,072)	(18,554)	(16,385)	(13,917)	(11,449)	(8,981)	(6,513)	(4,045)	(29,685)
32	392.7 Stores Equipment														
33	393.7 Tools, Shop & Garage Equipment	(9,958)	(9,411)	(8,864)	(8,317)	(7,771)	(7,224)	(6,677)	(6,130)	(5,583)	(5,036)	(4,489)	(3,942)	(3,395)	(6,733)
34	394.7 Laboratory Equipment	(11,531)	(11,445)	(11,360)	(11,275)	(11,189)	(11,104)	(11,019)	(10,933)	(10,848)	(10,763)	(10,677)	(10,592)	(10,507)	(11,019)
35	395.7 Power Operated Equipment														
36	396.7 Communication Equipment	2,727	2,752	2,776	2,801	2,825	2,849	2,874	2,898	2,923	2,947	2,971	2,996	3,020	2,874
37	397.7 Miscellaneous Equipment														
38	340.6 Sewer Plant Allocated	11,264	3,858	3,911	3,963	4,016	4,069	11,581	4,175	4,228	4,280	4,333	4,386	11,566	5,818
39	354.7 Sewer Plant Allocated	19,780						19,780						18,674	4,480
40															
41	TOTAL	6,234,531	6,255,972	6,306,313	6,356,619	6,405,681	6,450,556	6,526,081	6,549,872	6,597,339	6,608,379	6,658,433	6,704,848	6,813,134	6,497,520

Schedule of Water and Wastewater Contributions in Aid of Construction
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: A-11
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide the annual balance of contributions in aid of construction, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	2001 Balance	\$ -	\$ 9,226,883
2	2002 Additions		838,940
3	2002 Retirements		
4	2002 Adjustments		
5			
6	12/31/2002 Balance		\$ 10,065,823
7	2003 Additions		1,925,408
8	2003 Retirements		
9	2003 Adjustments		
10			
11	12/31/2003 Balance		\$ 11,991,231
12	2004 Additions		1,469,069
13	2004 Retirements		
14	2004 Adjustments		
15			
16	12/31/2004 Balance		\$ 13,460,300
17	2005 Additions		258,449
18	2005 Retirements		
19	2005 Adjustments		340,148
20			
21	12/31/2005 Balance		\$ 14,058,897

Schedule of Contributions in Aid of Construction By Classification
 Beginning and End of Year Average - Water and Wastewater

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: A-12
 Page 1 of 2
 Preparer: Steven M. Lubertozi

Explanation: Provide the ending balances and average of CIAC, by classification for the prior year and the test year. If a projected year is employed, provide breakdown for base year and intermediate year also.

Line No.	(1) Description	(2) Test Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average
1	WATER			
2				
3	Plant Capacity Fees			-
4				
5	Line/Main Extension Fees			-
6				
7	Meter Installation Fees			-
8				
9	Contributed Lines			-
10				
11	Other (Describe)			
12				
13			\$ -	\$ -
14				
15	Total	\$ -	\$ -	\$ -
16				
17				
18	WASTEWATER			
19	Plant Capacity Fees			
20				
21	Lines / Main Extension Fees			
22				
23	Contributed Lines	6,283,600	6,283,600	6,283,600
24				
25	Contributed Property	6,498,799	6,838,497	6,524,929
26				
27	Other (Tap Fees)	677,902	936,800	825,573
28				
29				
30	Total	\$ 13,460,300	\$ 14,058,897	\$ 13,634,102

Recap Schedules: A-2, A-11

Schedule of Contributions in Aid of Construction By Classification
 Test Year Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060266-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: A-12
 Page 2 of 2
 Preparer: Steven M. Lubertozzi

Explanation: Provide the average CIAC balance, by account. If a projected year is employed, provide breakdown for base year and intermediate year also.

Line No.	(1) Description	(2) Dec	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sept	(12) Oct	(13) Nov	(14) Dec	(15) Average
1	WATER														
2															
3	Plant Capacity Fees														
4															
5	Line/Main Extension Fees														
6															
7	Meter Installation Fees														
8															
9	Contributed Lines														
10															
11	Other (Describe)														
12															
13															
14															
15	Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0
16															
17															
18	WASTEWATER														
19	272.1007 CIAC-Force or Vacuum Mains	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377	\$ 395,377
20	272.1008 CIAC-Sewer Mains	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221	5,858,221
21	272.1009 CIAC-Outfall Lines	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002	30,002
22	Sub-Total Lines	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600	6,283,600
23															
24	272.1001 CIAC- Sewer Undistrib	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,023,656	1,363,354	1,049,787
25	272.1003 CIAC- Bldgs & Struc	106,043	106,043	106,043	106,043	106,043	106,043	106,043	106,043	106,043	106,043	106,043	106,043	2,500,181	290,208
26	272.1004 CIAC-Sewer Lagoons	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214	46,214
27	272.1005 CIAC-Sewage Trmt Plant	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	2,835,346	441,208	2,651,182
28	272.1006 CIAC-Sewage Service Line	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792	469,792
29	272.1011 CIAC-Lift Station	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844	723,844
30	272.1012 CIAC-Spray Irrig Facilities	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230	33,230
31	272.1050 CIAC-Reuse	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187	430,187
32	272.1098 CIAC-Manholes	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486	830,486
33	Sub-total Property	6,498,799	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,498,798	6,838,497	6,524,929
34															
35	272.1010 CIAC-Tax	677,902	702,458	702,568	702,568	703,821	853,581	864,226	864,226	928,676	929,412	929,412	936,800	936,800	825,573
36															
37															
38	Total	\$ 13,460,300	\$ 13,484,857	\$ 13,484,967	\$ 13,484,967	\$ 13,486,220	\$ 13,635,980	\$ 13,646,625	\$ 13,646,625	\$ 13,711,075	\$ 13,711,810	\$ 13,711,810	\$ 13,719,199	\$ 14,058,897	\$ 13,634,102

Recap Schedules: A-2, A-11

Schedule of Water and Wastewater Accumulated Amortization of CIAC
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: A-13
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide the annual balance of accumulated amortization of CIAC, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected additions and/or retirements specifically identifying those amounts. Show any retirements as adjustments.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	2001 Balance		\$ 2,642,919
2	2002 Additions		254,324
3	2002 Retirements		
4	2002 Adjustments		
5			
6	12/31/2002 Balance		\$ 2,897,243
7	2003 Additions		260,434
8	2003 Retirements		
9	2003 Adjustments		
10			
11	12/31/2003 Balance		\$ 3,157,677
12	2004 Additions		333,588
13	2004 Retirements		
14	2004 Adjustments		807,421
15			
16	12/31/2004 Balance		\$ 4,298,686
17	2005 Additions		367,563
18	2005 Retirements		
19	2005 Adjustments		63,991
20			
21	12/31/2005 Balance		\$ 4,730,240

Schedule of Accumulated Amortization of CIAC By Classification
 Test Year Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: A-14
 Page 1 of 2
 Preparer: Steven M. Lubertozzi

Explanation: Provide the ending balances and average of accumulated amortization of CIAC, by classification for the prior year and the test year. If a projected year is employed, provide breakdown for base year and intermediate year also.

Line No.	(1) Description	(2) Test Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average
1	WATER			
2				
3	Plant Capacity Fees			-
4				
5	Line/Main Extension Fees			-
6				
7	Meter Installation Fees			-
8				
9	Contributed Lines			
10				
11	Other (Describe)			-
12				
13				
14	Total	\$ -	\$ -	\$ -
15				
16				
17	WASTEWATER			
18	Plant Capacity Fees			
19				
20	Lines / Main Extension Fees			
21				
22	Contributed Lines	246,948	391,165	319,057
23				
24	Contributed Property	4,030,589	4,292,249	4,131,003
25				
26	Other (Tap Fees)	21,149	46,826	33,272
27				
28	Total	\$ 4,298,686	\$ 4,730,240	\$ 4,483,331

Recap Schedules: A-2, A-11

Schedule of Accumulated Amortization of CIAC By Classification
Beginning and End of Year Average - Water and Wastewater

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Schedule Mid-Year Ended:
Historic [X] or Projected []

Schedule: A-14
Page 2 of 2
Preparer: Steven M. Lubertozzi

Explanation: Provide the ending balances and average of accumulated amortization of CIAC, by classification for the prior year and the test year. If a projected year is employed, provide breakdown for base year and intermediate year also.

Line No.	(1) Description	(2) Dec	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sept	(12) Oct	(13) Nov	(14) Dec	(15) Average
1	WATER														
2															
3	Plant Capacity Fees														
4															
5	Line/Main Extension Fees														
6															
7	Meter Installation Fees														
8															
9	Contributed Lines														
10															
11	Other (Describe)														
12															
13															
14	Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15															
16															
17	WASTEWATER														
23	272.3007 ACC Amort-Force or Vacuum Mains	\$ 22,732	\$ 23,829	\$ 24,926	\$ 26,023	\$ 27,121	\$ 28,218	\$ 29,315	\$ 30,412	\$ 31,509	\$ 32,606	\$ 33,704	\$ 34,801	\$ 35,898	\$ 29,315
24	272.3008 ACC Amort-Sewer Mains	222,217	233,054	243,892	254,730	265,568	276,405	287,243	298,081	308,918	319,756	330,594	341,432	352,269	287,243
25	272.3009 ACC Amort-Outfall Lines	1,999	2,082	2,166	2,249	2,332	2,416	2,499	2,582	2,665	2,749	2,832	2,915	2,998	2,499
	Sub-Total Lines	246,948	258,966	270,984	283,002	295,020	307,038	319,057	331,075	343,093	355,111	367,129	379,147	391,165	319,057
18	272.3000 ACC Amort- Sewer	3,762,409	3,764,541	3,766,674	3,768,806	3,770,949	3,773,072	3,775,204	3,777,337	3,779,470	3,781,602	3,783,735	3,785,867	3,841,537	3,779,323
19	272.3003 ACC Amort- Bldgs & Strcuts	6,633	6,910	7,186	7,463	7,739	8,016	8,293	8,569	8,846	9,122	9,399	9,676	162,397	20,019
20	272.3004 ACC Amort-Sewer Lagoons	2,642	2,752	2,862	2,973	3,083	3,193	3,303	3,413	3,523	3,633	3,743	3,854	3,964	3,303
21	272.3005 ACC Amort-Sewage Trmnt Plant	162,101	168,858	175,616	182,373	189,131	195,889	202,646	209,404	216,161	222,919	229,676	236,434	109,104	192,332
22	272.3006 ACC Amort-Sewage Service Line	19,894	21,198	22,501	23,805	25,109	26,412	27,716	29,020	30,323	31,627	32,931	34,234	35,538	27,716
27	272.3011 ACC Amort-Lift Station	42,886	44,894	46,903	48,912	50,920	52,929	54,938	56,946	58,955	60,964	62,972	64,981	66,990	54,938
28	272.3012 ACC Amort-Spray Irrig Facilities	1,776	1,838	1,899	1,961	2,022	2,084	2,145	2,207	2,268	2,330	2,391	2,453	2,514	2,145
29	272.3050 ACC Amort-Reuse	3,943	4,801	5,660	6,518	7,377	8,235	9,093	9,952	10,810	11,669	12,527	13,386	14,244	9,093
28	272.3098 ACC Amort-Manholes	28,306	30,611	32,915	35,220	37,524	39,829	42,134	44,438	46,743	49,047	51,352	53,657	55,961	42,134
	Sub-Total Property	4,030,589	4,046,403	4,062,217	4,078,031	4,093,854	4,109,658	4,125,472	4,141,286	4,157,099	4,172,913	4,188,727	4,204,541	4,220,355	4,131,003
26	272.3010 ACC Amort-Tax (Tap Fees)	21,149	23,030	24,912	26,793	28,674	30,555	32,436	34,317	36,198	38,079	39,960	41,841	43,722	33,272
1															
2	Total	\$ 4,298,686	\$ 4,328,399	\$ 4,358,113	\$ 4,387,826	\$ 4,417,549	\$ 4,447,252	\$ 4,476,965	\$ 4,507,195	\$ 4,537,425	\$ 4,567,655	\$ 4,597,885	\$ 4,628,116	\$ 4,730,240	\$ 4,483,331

Recap Schedules: A-2, A-11

Schedule of Annual AFUDC Rates Used

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: A-15
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide the annual AFUDC rates used since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously. Include a description of practices and authority of rate(s) used.

<u>Line No.</u>		
1	Approved AFUDC rate was established 3/8/2004 by Order No. PSC 04-0262-PAA, Docket No. 031006-WS	9.03%
2	Approved AFUDC rate was established 8/21/89 by Order No. 21760; Docket No. 890639-SU	13.16%

Schedule of Water and Wastewater Advances For Construction
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: A-16
Page 1 of 1
Preparer: Steven M. Lubertozi

Explanation: Provide the annual balance of Advances For Construction, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected additions and/or retirements, specifically identifying those amounts. Also provide a brief description of the applicant's policy regarding advances.

Line No.	Description	Average Test Year Balance	
		Water	Wastewater
1	None		

Schedule of Working Capital Allowance Calculation

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: A-17
 Page 1 of 1
 Preparer: Steven M. Lubertozzi
 Recap Schedule: A-2

Explanation: Provide the calculation of working capital using the Balance Sheet method.

Line No		Water	Sewer
1	<u>Final Rates - 12/31/2005</u>		
2	Total O & M Expense		\$ 2,013,286
3	Adjustments to O & M expense per B-2		190,644
4			
5	Total adjusted O & M expense		<u>\$ 2,203,929</u>
6			
7	Current And Accrued Assets:		
8	Cash	\$	(2)
9	Accounts and Notes Receivable, Less provision for Uncollectible Accounts		311,419
10	Deferred Debits		108,080
11	Deferred Debits (Rate Case Expense per B-10)		-
12	Miscellaneous current and accrued assets		19,058
13	Current and Accrued Liabilities:		
14	Accounts Payable		(7,867)
15	Accrued Taxes		(122,813)
16	Accrued Interest		2,087
17			
18	Equals working capital (Balance Sheet Approach)	\$	<u>309,962</u>
19			
20	<u>Interim Rates - 12/31/2005</u>		
21	Total O & M Expense	\$	2,013,286
22	Adjustments to O & M expense per B-1(a) and B-2(a)		(8,500)
23			
24	Total adjusted O & M expense	\$	<u>2,004,786</u>
25			
26	Current And Accrued Assets:		
27	Cash	\$	(2)
28	Accounts and Notes Receivable, Less provision for Uncollectible Accounts		311,419
29	Deferred Debits		108,080
30	Deferred Debits (Rate Case Expense per B-10)		-
31	Miscellaneous current and accrued assets		19,058
32	Current and Accrued Liabilities:		
33	Accounts Payable		(7,867)
34	Accrued Taxes		(122,813)
35	Accrued Interest		2,087
36			
37	Equals working capital (Balance Sheet Approach)	\$	<u>309,962</u>

Comparative Balance Sheet - Assets

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: A-18
 Page 1 of 2
 Preparer: Steven M. Lubertozzi

Explanation: Provide a balance sheet for years requested. Provide same for historical base or intermediate years, if not already shown.

Line No.	(1) ASSETS	(2) Historic Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average
1	Utility Plant in Service	\$ 21,400,085	\$ 21,804,320	\$ 21,448,183
2	Construction Work in Progress	-	284,357	356,711
3	Other Utility Plant Adjustments			
4				
5	GROSS UTILITY PLANT	21,400,085	22,088,677	21,804,894
6	Less: Accumulated Depreciation	(5,527,706)	(6,813,134)	(6,443,149)
7				
8	NET UTILITY PLANT	<u>15,872,379</u>	<u>15,275,543</u>	<u>15,361,745</u>
9				
10	Cash	-	-	(2)
11	Accounts Rec'b - trade	273,882	334,080	311,419
12	Notes Receivable			
13	Accts. Rec'b - Assoc. Cos.			
14	Notes Rec'b - Assoc. Cos.			
15	Accts. Rec'b - Other			
16	Accrued Interest Rec'b			
17	Allowance for Bad Debts	-	(1,637)	(1,414)
18	Materials & Supplies			
19	Miscellaneous Current & Accrued Assets	<u>11,322</u>	<u>12,072</u>	<u>19,058</u>
20				
21	TOTAL CURRENT ASSETS	<u>285,204</u>	<u>344,515</u>	<u>329,061</u>
22				
23	Net nonutility property			
24	Unamortized Debt Discount & Exp.			
25	Prelim. Survey & Investigation Charges			
26	Clearing Accounts			
27	Deferred Rate Case Expense	141,864	85,221	113,327
28	Other Miscellaneous Deferred Debits	118,596	91,275	108,080
29	Accum. Deferred Income Taxes			
30	TOTAL OTHER ASSETS	<u>260,460</u>	<u>176,496</u>	<u>221,407</u>
31				
32	TOTAL ASSETS	<u>\$ 16,418,043</u>	<u>\$ 15,796,554</u>	<u>\$ 15,912,213</u>

Comparative Balance Sheet - Assets

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: A-18
 Page 2 of 2
 Preparer: Steven M. Lubertozzi

Explanation: Provide a balance sheet for years requested. Provide same for historical base or intermediate years, if not already shown.

Line No.	(1) ASSETS	(2) Dec	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sept	(12) Oct	(13) Nov	(14) Dec	(15) 13 Month Avg.
1	Utility Plant in Service	\$ 21,245,400	\$ 21,348,899	\$ 21,363,728	\$ 21,379,416	\$ 21,418,094	\$ 21,441,939	\$ 21,561,785	\$ 21,460,401	\$ 21,471,768	\$ 21,439,208	\$ 21,441,925	\$ 21,449,491	\$ 21,804,320	\$ 21,448,183
2	Construction Work in Progress	154,685	158,067	217,583	285,039	332,035	407,293	415,936	453,495	471,034	471,521	477,711	508,483	284,357	356,711
3	Other Utility Plant Adjustments														
4	GROSS UTILITY PLANT	21,400,085	21,506,965	21,581,311	21,664,456	21,750,129	21,849,232	21,977,721	21,913,896	21,942,802	21,910,728	21,919,636	21,957,974	22,088,677	21,804,894
5	Less: Accumulated Depreciation	(5,527,706)	(6,255,972)	(6,306,313)	(6,356,619)	(6,405,681)	(6,450,556)	(6,526,081)	(6,549,872)	(6,597,339)	(6,608,379)	(6,658,433)	(6,704,848)	(6,813,134)	(6,443,149)
6															
7	NET UTILITY PLANT	15,872,379	15,250,994	15,274,998	15,307,836	15,344,448	15,398,677	15,451,640	15,364,024	15,345,463	15,302,350	15,261,203	15,253,126	15,275,543	15,361,745
8															
9	Cash		(29)	(65)				40			(39)	73			(2)
10	Accounts Rec'b - trade	273,882	281,496	312,189	297,069	312,237	325,906	325,418	315,534	309,924	325,422	323,306	311,984	334,080	311,419
11	Notes Receivable														
12	Accts. Rec'b - Assoc. Cos.														
13	Notes Rec'b - Assoc. Cos.														
14	Accts. Rec'b - Other														
15	Accrued Interest Rec'b														
16	Allowance for Bad Debts		(3,974)	(583)	(594)	(906)	(1,410)	(1,042)	(1,029)	(1,999)	(1,477)	(1,624)	(2,104)	(1,637)	(1,414)
17	Materials & Supplies														
18	Misc Current & Accrued Assets	11,322	32,536	24,488	11,322	715	22,529	11,922	33,136	21,929	11,322	32,536	21,929	12,072	19,058
19															
20	TOTAL CURRENT ASSETS	285,204	310,028	336,029	307,797	312,047	347,026	336,338	347,640	329,853	335,228	354,291	331,808	344,515	329,061
21															
22	Net nonutility property														
23	Unamortized Debt Discount & Exp.														
24	Prelim. Survey & Investigation Charges														
25	Clearing Accounts														
26	Deferred Rate Case Expense	141,854	137,092	132,320	127,548	122,776	118,004	113,232	108,460	103,688	98,916	94,144	89,993	85,221	113,327
27	Other Miscellaneous Deferred Debits	118,596	115,713	121,585	118,554	115,523	112,492	109,461	106,430	103,399	100,368	97,337	94,306	91,275	108,080
28	Accum. Deferred Income Taxes														
29															
30	TOTAL OTHER ASSETS	260,460	252,805	253,905	246,102	238,299	230,496	222,693	214,890	207,087	199,284	191,481	184,299	176,496	221,407
31															
32	TOTAL ASSETS	\$ 16,418,043	\$ 15,813,827	\$ 15,864,931	\$ 15,861,734	\$ 15,894,793	\$ 15,976,198	\$ 16,010,671	\$ 15,926,554	\$ 15,882,403	\$ 15,836,861	\$ 15,806,975	\$ 15,769,233	\$ 15,796,554	\$ 15,912,213

Comparative Balance Sheet - Equity Capital & Liabilities

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: A-19
 Page 1 of 2
 Preparer: Steven M. Lubertozi

Explanation: Provide a balance sheet for years requested. Provide same for historical base or intermediate years, if not already shown.

Line No.	(1) EQUITY CAPITAL & LIABILITIES	(2) Historic Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average
1	Common Stock Issued	\$ 1,000	\$ 1,000	\$ 1,000
2	Preferred Stock Issued			
3	Additional Paid in Capital	8,343,198	8,605,957	8,363,410
4	Retained Earnings	(1,152,715)	(2,064,791)	(1,650,531)
5	Other Equity Capital			
6				
7	TOTAL EQUITY CAPITAL	7,191,482	6,542,166	6,713,879
8				
9	Bonds			
10	Reacquired Bonds			
11	Advances From Associated Companies	1,309,310	1,838,735	1,568,708
12	Other Long-Term Debt	-	-	-
13				
14	TOTAL LONG-TERM DEBT	1,309,310	1,838,735	1,568,708
15				
16	Accounts Payable	2,895	18,343	7,867
17	Notes Payable			-
18	Notes & Accounts Payable - Assoc. Cos.	(1,403,918)	(2,018,647)	(1,754,577)
19	Customer Deposits	119,480	128,520	125,672
20	Accrued Taxes	47,829	100,331	122,813
21	Current Portion Long Term Debt			
22	Accrued Interest	(49)	81	(2,087)
23	Accrued Dividends			
24	Misc. Current and Accrued Liabilities	-	-	-
25				
26	TOTAL CURRENT & ACCRUED LIABILITIES	(1,233,763)	(1,769,372)	(1,500,312)
27				
28	Advances for Construction			
29	Prepaid Capacity Charges			
30	Accum. Deferred ITC's			
31	Operating Reserves			
32				
33	TOTAL DEFERRED CREDITS & OPER. RESERVES	-	-	-
34				
35	Contributions in Aid of Construction	13,460,300	14,058,897	13,634,102
36	Less: Accum. Amortization of CIAC	(4,298,686)	(4,730,240)	(4,483,331)
37				
38	Accumulated Deferred Income Taxes	(10,600)	(143,632)	(20,833)
39				
40	Total Equity Capital and Liabilities	\$ 16,418,043	\$ 15,796,554	\$ 15,912,213

Comparative Balance Sheet - Equity Capital & Liabilities

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: A-19
 Page 2 of 2
 Preparer: Steven M. Lubertozzi

Explanation: Provide a balance sheet for years requested. Provide same for historical base or intermediate years, if not already shown.

Line No.	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	EQUITY CAPITAL & LIABILITIES	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	13 Month Avg.
1	Common Stock Issued	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000
2	Preferred Stock Issued														
3	Additional Paid in Capital	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,343,198	8,605,957	8,363,410
4	Retained Earnings	(1,152,715)	(1,636,864)	(1,558,987)	(1,538,918)	(1,486,346)	(1,441,638)	(1,824,425)	(1,779,731)	(1,690,255)	(1,835,678)	(1,743,382)	(1,703,375)	(2,064,791)	(1,650,531)
5	Other Equity Capital														
6															
7	TOTAL EQUITY CAPITAL	7,191,482	6,707,534	6,785,210	6,805,280	6,857,852	6,902,559	6,519,773	6,564,467	6,653,943	6,508,520	6,600,816	6,640,822	6,542,166	6,713,879
8															
9	Bonds														
10	Reacquired Bonds														
11	Advances From Associated Companies	1,309,310	1,309,310	1,309,310	1,309,310	1,328,870	1,328,870	1,684,309	1,684,309	1,684,309	1,868,855	1,868,855	1,868,855	1,838,735	1,568,708
12	Other Long-Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13															
14	TOTAL LONG-TERM DEBT	1,309,310	1,309,310	1,309,310	1,309,310	1,328,870	1,328,870	1,684,309	1,684,309	1,684,309	1,868,855	1,868,855	1,868,855	1,838,735	1,568,708
15															
16	Accounts Payable	2,895	870	10,122	30,603	19,202	1,813	1,954	4,488	2,321	7,134	1,451	1,073	18,343	7,867
17	Notes Payable														
18	Notes & Accounts Payable - Assoc. Cos.	(1,403,918)	(1,472,384)	(1,527,674)	(1,594,319)	(1,587,029)	(1,700,476)	(1,674,586)	(1,715,721)	(1,927,996)	(2,037,432)	(2,126,956)	(2,024,353)	(2,016,647)	(1,754,577)
19	Customer Deposits	119,480	119,930	120,780	121,320	120,870	125,145	128,790	130,005	129,915	128,295	130,085	130,590	128,520	125,672
20	Accrued Taxes	47,829	7,560	55,255	106,813	100,304	142,994	193,777	132,091	178,438	229,162	230,046	71,971	100,331	122,813
21	Current Portion Long Term Debt														
22	Accrued Interest	(48)	(4,841)	(4,326)	(3,813)	(3,357)	(2,836)	(2,406)	(1,915)	(1,576)	(1,227)	(657)	(208)	81	(2,087)
23	Accrued Dividends														
24	Misc. Current and Accrued Liabilities														
25															
26	TOTAL CURRENT & ACCRUED LIABILITIES	(1,233,763)	(1,348,874)	(1,345,843)	(1,339,396)	(1,350,010)	(1,433,360)	(1,352,472)	(1,451,052)	(1,618,899)	(1,674,069)	(1,766,021)	(1,820,928)	(1,769,372)	(1,500,312)
27															
28	Advances for Construction														
29	Prepaid Capacity Charges														
30	Accum. Deferred ITC's														
31	Operating Reserves														
32															
33	TOTAL DEFERRED CREDITS & OPER. RESERVES	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34															
35	Contributions in Aid of Construction	13,460,300	13,484,857	13,484,967	13,484,967	13,486,220	13,635,980	13,646,625	13,646,625	13,711,075	13,711,810	13,711,810	13,719,199	14,058,897	13,634,102
36	Less: Accum. Amortization of CIAC	(4,298,686)	(4,328,399)	(4,358,113)	(4,387,826)	(4,417,539)	(4,447,252)	(4,476,965)	(4,507,195)	(4,537,425)	(4,567,655)	(4,597,885)	(4,628,116)	(4,730,240)	(4,483,331)
37															
38	Accumulated Deferred Income Taxes	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(143,632)	(20,833)
39															
40	Total Equity Capital and Liabilities	\$ 16,418,043	\$ 15,813,827	\$ 15,864,932	\$ 15,861,734	\$ 15,894,793	\$ 15,976,198	\$ 16,010,671	\$ 15,926,554	\$ 15,882,403	\$ 15,836,861	\$ 15,806,975	\$ 15,769,233	\$ 15,796,554	\$ 15,912,213

Schedule of Wastewater Net Operating Income

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: B-2
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 4) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

(1) Line No.	(2) Description	(2) Balance Per Books	(3) Utility Test Year Adjustments	(4) Utility Adjusted Test Year	(5) Requested Revenue Adjustment	(6) Requested Annual Revenues	(7) Supporting Schedule(s)
1	OPERATING REVENUES	\$ 2,781,124	\$ 76,962 (A)	\$ 2,858,086	\$ 1,337,192 (E)	\$ 4,195,278	B-4
2							
3	Operation & Maintenance	2,013,286		2,013,286	190,644 (F)	2,203,929	B-6, B-3
4							
5	Depreciation, net of CIAC Amort.	295,596	(16,169) (B)	279,427	93,204 (G)	372,631	B-14, B-3
6							
7	Amortization			-		-	
8							
9	Taxes Other Than Income	437,478	5,738 (C)	443,216	105,293 (H)	548,508	B-15, B-3
10							
11	Provision for Income Taxes	45,626	10,892 (D)	56,518	246,400 (I)	302,918	C-1, B-3
12							
13	OPERATING EXPENSES	\$ 2,791,986	\$ 461	\$ 2,792,447	\$ 635,540	\$ 3,427,987	
14							
15	NET OPERATING INCOME	\$ (10,862)	\$ 76,501	\$ 65,639	\$ 701,652	\$ 767,291	
16							
17							
18	RATE BASE	\$ 6,171,396	\$ 2,678,563	\$ 8,849,959	\$ -	\$ 8,849,959	
19							
20							
21	RATE OF RETURN	(0.18) %		0.74 %		8.67 %	

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	Water	Wastewater
1	(A) <u>Annualized Revenue</u>		
2	Annualized revenue per Schedule E-2	\$	2,858,086
3	Test year revenue - actual per Schedule B-4		(2,781,124)
4	Adjustment required	\$	76,962
5			
6			
7	(B) <u>Non-used and useful depreciation</u>		
8	Non-used and useful depreciation per Page B-14	\$	(16,169)
9			
10	(C) <u>Taxes Other Than Income</u>		
11	<u>(1) Payroll Taxes</u>		
12	Adjust payroll taxes for pro forma salaries	\$	5,997
13	<u>(2) Real Estate Taxes</u>		
14	Adjust Real Estate Taxes for 2004 expenses		(3,722)
15	<u>(3) Regulatory Assessment Fees (RAF's)</u>		
16	RAF's associated with Adjustment (A) X 4.5%		3,463
17	Total Taxes Other Than Income	\$	5,738
18			
19	(D) <u>Provision for Income Taxes</u>		
20	Adjust Provision for Income taxes to reflect operating		
21	and expense adjustments	\$	10,892
22			
23	(E) <u>Revenue Increase</u>		
24	Increase in revenue required by the Utility to realize a		
25	8.67 % rate of return	\$	1,337,192
26			
27	(F) <u>Operations & Maintenance (O & M) Expenses</u>		
28	<u>(1) Amortization of rate case expense</u>		
29	Amortization per Schedule B-10	\$	67,549
30	Adjustment to Operations & Maintenance Expenses		
31	<u>(2) Adjust Operations & Maintenance (O & M) Expenses for CPI Increase</u>		
32	Purchased Sewage Treatment	\$	118
33	Sludge Removal Expense		14,682
34	Chemicals		1,650
35	Materials & Supplies		6,200
36	Contractual Services - Engr.		6
37	Contractual Services - Acct.		242
38	Contractual Services - Legal		54
39	Contractual Services - Other		279
40	Transportation Expenses		527
41	Insurance - Other		1,390
42	Miscellaneous Expenses		2,688
43			
44	<u>(3) Adjust O&M to remove fines/penalties</u>		
45	Miscellaneous Expenses		(8,500)
46	<u>(4) Adjust O & M Expenses for CPI and salary increases</u>		
47	Salaries & Wages - Employees		31,400
48	Employee Pensions & Benefits		10,711
49	<u>(5) Adjust O & M Expenses for new usage rates</u>		
50	Purchased Power Expense - Sewer	\$	51,648
51			
52	<u>(6) Deferred Maintenance</u>		
53	Paint Tanks & Equipment	\$	10,000
54			
55	Total adjustment to O & M Expense	\$	190,644
56			

Schedule of Adjustments to Operating Income

Company: Alafaya Utilities, Inc.

Schedule Mid-Year Ended:

Interim [] Final [X]

Historic [X] or Projected []

Florida Public Service Commission

Schedule: B-3

Page 2 of 2

Docket No.: 060256-SU

Preparer: Steven M. Lubertozzi

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	Water	Wastewater
57	(G) <u>Depreciation Expense</u>		
58	1 MG Reuse Ground Storage Tank	\$	1,625
59	Force Main Improvemets		5,229
60	20" Reuse Main from WWTF to Lockwood		19,220
61	Digester for WWTF		101,588
62	Organization		49
63	Franchises		27
64	Lift Station		327
65	Sewage Service Lines		53
66	Force or Vacuum Mains		36
67	Sewer Mains		100
68	Reuse Services		108
69	Sewage Treatment Plant		1,372
70	Tools, Shop, & Misc Equipment		168
71	Communication Equipment		11
72	Sewer Plant		167
73	Retire Digester for WWTF		(36,876)
74	Total Depreciation Expense	\$	93,204
75			
76	(H) <u>Taxes Other Than Income</u>		
77	<u>(1) Tangible Taxes</u>		
78	Net Plant Additions	\$	2,137,637
79	Transfer of completed projects from construction work in progress		(356,711)
80			
81	Net increase in plant for tangible tax	\$	1,780,926
82	Millage rate		19,2825
83	Total increase in tangible taxes	\$	34,341
84			
85	(2) Regulatory Assessment Fees		
86	Total Revenue Requested	\$	4,195,278
87	RAF rate		0.045
88	Total RAF's	\$	188,788
89	Adjusted test year RAF's		117,836
90	Adjustment Required	\$	70,952
91			
92	Total increase in Taxes Other Than Income	\$	105,293
93			
94	(I) <u>Provision for Income Taxes</u>		
95	(1) Adj to reconcile book taxes Per C-2		
96	Income Taxes per Book (Line 2)	\$	(45,626)
97	Total Current Income Taxes (Line 38)		53,454
98	Adj to Current Income Taxes	\$	7,838
99			
100	(2) Adj. to Income taxes for increase per C-2	\$	238,562
101			
102	Provision for Income Taxes	\$	246,400

Test Year Operating Revenues

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: B-4
 Page 1 of 1
 Preparer: Steven M. Lubertozzi
 Recap Schedules: B-2

Explanation: Complete the following revenue schedule for the historical test year or base year. If general service revenues not accounted for by sub-account, then show the total amount under metered-or measured-commercial and provide an explanation.

WATER SALES		(1)	SEWER SALES		(2)
No.	Line Account No. and Description	Total Water	Account No. and Description	Total Wastewater	
1	460 Unmetered Water Revenue		521.1 Flat Rate - Residential		
2	461.1 Metered - Residential	\$ -	521.2 Flat Rate - Commercial		
3	461.2 Metered - Commercial		521.3 Flat Rate - Industrial		
4	461.3 Metered - Industrial		521.4 Flat Rate - Public Authorities		
5	461.4 Metered - Public Authorities		521.5 Flat Rate - Multi-Family		
6	461.5 Metered - Multi-Family		521.6 Flat Rate - Other		
7	462.1 Public Fire Protection		522.1 Measured - Residential	\$ 2,485,549	
8	462.2 Private Fire Protection		522.2 Measured - Commercial	153,194	
9	464 Other Sales - Public Authorities		522.3 Measured - Industrial		
10	465 Irrigation Customers		522.4 Measured - Public Authority		
11	466 Sales for Resale		522.5 Measured - Multi-Family		
12	467 Interdepartmental Sales		523 Other Sales - Public Authorities		
13			524 Revenues from Other Systems		
14	TOTAL WATER SALES	<u>0</u>	525 Interdepartmental Sales		
15					
16	OTHER WATER REVENUES		TOTAL SEWER SALES	<u>\$ 2,638,743</u>	
17	470 Forfeited Discounts				
18	471 Misc. Service Revenues		OTHER SEWER REVENUES		
19	472 Rents From Water Property		530 Guaranteed Revenues		
20	473 Interdepartmental Rents		531 Sale of Sludge		
21	474 Other Water Revenues	<u>0</u>	532 Forfeited Discounts		
22			534 Rents From Sewer Property		
23			535 Interdepartmental Rents		
24			536 Other Sewer Revenues	8,963	
25		<u>0</u>	541 Measured Re-Use Revenues	133,418	
26					
27			TOTAL OTHER		
28		<u>\$ -</u>	SEWER REVENUES	<u>\$ 142,381</u>	
29					
30			TOTAL SEWER		
31			OPERATING REVENUES	<u>\$ 2,781,124</u>	

Detail of Operation & Maintenance Expenses By Month - Wastewater

Florida Public Service Commission

Company: Alafaya Utilities, Inc.

Docket No.: 060256-SU

Schedule Mid-Year Ended:

Historic [X] or Projected []

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year. If schedule has to be continued on 2nd page, reprint the account titles and numbers.

Schedule: B-6

Page 1 of 1

Preparer: Steven M. Lubertozzi

Recap Schedules: B-2

Line No.	(1) Account No. and Name	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Annual	Adj.	Adj. Total Annual
1	701 Salaries & Wages - Employees	\$ 33,066	\$ 33,066	\$ 33,066	\$ 33,066	\$ 33,066	\$ 33,066	\$ 38,587	\$ 38,587	\$ 38,587	\$ 36,151	\$ 36,151	\$ 36,151	\$ 422,610	\$ 31,400	\$ 454,010
2	703 Salaries & Wages - Officers, Etc.															
3	704 Employee Pensions & Benefits	7,400	7,400	7,400	7,400	7,400	7,400	7,386	7,386	7,386	10,186	10,186	10,187	97,117	10,711	107,828
4	710 Purchased Sewage Treatment	498	263	502	401	311	330	461	365	309	270	191	409	4,310	118	4,428
5	711 Sludge Removal Expense	52,881	33,180	82,432	63,124	73,783	28,524	51,459	18,094	21,457	27,585	36,621	46,694	535,834	14,682	550,516
6	715 Purchased Power	22,654	21,268	17,697	20,823	20,705	21,661	23,422	23,756	26,963	24,689	24,564	26,301	274,503	51,648	326,151
7	716 Fuel for Power Purchased															
8	718 Chemicals	4,398	3,960	4,269	5,026	3,419	5,104	5,213	5,568	6,285	2,828	7,205	6,952	60,228	1,650	61,878
9	720 Materials & Supplies	21,572	8,475	12,310	16,628	17,571	45,918	13,178	16,902	13,742	11,742	17,998	30,244	226,280	16,200	242,480
10	731 Contractual Services - Engr.								211					211	6	217
11	732 Contractual Services - Acct.						3,333			1,679			3,822	8,834	242	9,076
12	733 Contractual Services - Legal		551				414	539	421		53			1,977	54	2,031
13	734 Contractual Services - Mgmt. Fees															
14	735 Contractual Services - Other	53	53	53	53	53	4,461	53	53	5,272	53	53	(36)	10,174	279	10,453
15	741 Rental of Building/Real Prop.	10,607	10,607	10,607	10,607	10,607	10,607	10,607	10,607	10,607	10,607	10,607	10,607	127,284		127,284
16	742 Rental of Equipment															
17	750 Transportation Expenses	20	4,720	28	1,333	2,817	1,713	497	1,115	3,840	402	880	1,858	19,223	527	19,750
18	756 Insurance - Vehicle															
19	757 Insurance - General Liability															
20	758 Insurance - Workman's Comp.															
21	759 Insurance - Other			6,001			25,653			8,709			10,381	50,744	1,390	52,134
22	760 Advertising Expense															
23	766 Reg. Comm. Exp. - Rate Case Amort.	4,772	4,772	4,772	4,772	4,772	4,772	4,772	4,772	4,772	4,772	4,772	4,772	57,264	67,549	124,813
24	767 Reg. Comm. Exp. - Other															
25	770 Bad Debt Expense	4,868	(1,736)	2,770	1,148	1,368	1,367	1,375	1,641	1,622	710	989	2,471	18,592		18,592
26	775 Miscellaneous Expenses	3,907	3,511	7,394	5,054	4,001	25,200	3,846	6,052	13,267	9,068	2,760	14,041	98,101	(5,812)	92,289
27																
28	TOTAL	\$ 166,695	\$ 130,091	\$ 189,301	\$ 169,434	\$ 179,873	\$ 219,523	\$ 161,396	\$ 135,529	\$ 164,496	\$ 139,116	\$ 152,978	\$ 204,854	\$ 2,013,286	\$ 190,644	\$ 2,203,929

Operation & Maintenance Expense Comparison - Wastewater

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: B-8
 Page 1 of 1
 Preparer: Steven M. Lubartozzi

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

Line No.	(1) Account No. and Name	(2) Prior TY 12/31/2001	(3) Current TY 12/31/2005	(4) TY Adj.'s per B-3	(5) Adjusted TY 12/31/05	(6) \$ Difference	(7) % Difference	Explanation
1	701 Salaries & Wages - Employees	\$ 225,034	\$ 422,610	\$ 31,400	\$ 454,010	\$ 228,976	101.75 %	Staff staff size has increased, short-handed during the prior TY.
2	703 Salaries & Wages - Officers, Etc.				-			
3	704 Employee Pensions & Benefits	48,894	97,117	10,711	107,828	58,934	120.53	Staff was short-handed during the prior TY, but not during the current year.
4	710 Purchased Sewage Treatment	2,200	4,310	118	4,428	2,228	101.27	Reflects dumping fees when cleaning lift stations or responding to our sewer spill.
5	711 Sludge Removal Expense	201,430	535,834	14,682	550,516	349,086	173.30	Sludge production increased substantially, the unit price/gallon of sludge hauled increased substantially
6	715 Purchased Power	174,623	274,503	51,648	326,151	151,528	86.77	Energy providers increased power rates, increased power consumption reflects greater % of effluent as reuse.
7	716 Fuel for Power Purchased				-			
8	718 Chemicals	28,303	60,228	1,650	61,878	33,575	118.63	Converted disinfection system to liquid chlorine, higher plant flow due to growth.
9	720 Materials & Supplies	232,700	226,280	16,200	242,480	9,780	4.20	WWTP permit renewal expense, frequent repairs to Pinebrook force main, lift station equipment repairs
10	731 Contractual Services - Engr.	463	211	6	217	(246)	(53.23)	
11	732 Contractual Services - Acct.	5,833	8,834	242	9,076	3,243	55.60	Audit fees have increased substantially in the last four years at a rate higher than the CPI Index
12	733 Contractual Services - Legal	2,196	1,977	54	2,031	(165)	(7.50)	
13	734 Contractual Services - Mgmt. Fees				-			
14	735 Contractual Services - Other	27,064	10,174	279	10,453	(16,611)	(61.38)	
16	741 Rental of Building/Real Prop.		127,284		127,284	127,284	100.00	Lease expense related to perc pond land lease.
16	742 Rental of Equipment				-			
17	750 Transportation Expenses	10,651	19,223	527	19,750	9,099	85.43	Higher fuel costs, increased mileage due to being at full staff
18	756 Insurance - Vehicle				-			
19	757 Insurance - General Liability				-			
20	758 Insurance - Workman's Comp.				-			
21	759 Insurance - Other	21,173	50,744	1,390	52,134	30,961	146.23	Total insurance expense for Utilities, Inc. has increased by 123% in the last 4 years, also there was a claim by one of our customers in the amount of \$6,000.79
22	760 Advertising Expense				-			
23	766 Reg. Comm. Exp. - Rate Case Amort.	23,340	57,264	67,549	124,813	101,473	434.76	Costs related to 2001 rate case proceeding incurred after the test year.
24	767 Reg. Comm. Exp. - Other				-			
25	770 Bad Debt Expense	10,562	18,592		18,592	8,030	76.02	Bad debt expense has increased due to 100% write off on all availability accounts over 180 days old.
26	775 Miscellaneous Expenses	61,359	98,101	2,688	100,789	39,430	64.26	Miscellaneous expenses have increased at a rate higher than the CPI Index due to an increase of roughly 1,500 customers
27								
28	TOTAL	\$ 1,075,825	\$ 2,013,286	\$ 199,144	\$ 2,212,429	\$ 1,136,604	105.65 %	
29								
30	Total Customers (ERC's)	6,006.0			7,321.5	1,316	21.90 %	
31								
32	Consumer Price Index - U	177.1			195.3	18.20	10.28 %	
33								
34	Benchmark Index: Increase in Customer ERC's					1.2190		
35	Increase in CPI					1.1028		
36								
37						1.3443		

Contractual Services

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: B-9
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide a complete list of outside services which were incurred during the test year. List by type of service, such as accounting, engineering or legal, and provide specific detail of work performed by each consultant and the associated cost breakdown by items. Provide amounts separated by system and method of allocation if appropriate. Specific detail is not necessary for charges which are less than 2% of the test year revenues for that system. Do not include rate case expense charges.

(1) Line No.	(2) Consultant	(3) Type of Service	(4) Amount	(5) Description of Work Performed
1	CPH Engineer	Engineers - Sewer	\$ 211	Engineering Services
2	Rose, Sundstrom et al	Legal - Sewer	1,563	Legal Counsel
3	Water Service Corporation	Legal - Sewer	414	Services provided by Water Service Corp. and allocated to Alafaya Utilities, Inc. See Schedule B-12
4	Water Service Corporation	Accounting- Sewer	8,834	Services provided by Water Service Corp. and allocated to Alafaya Utilities, Inc. See Schedule B-12
5	Water Service Corporation	Outside Computer Services	4,307	Services provided by Water Service Corp. and allocated to Alafaya Utilities, Inc. See Schedule B-12
6	Water Service Corporation	Employment Finder Fees	20	Services provided by Water Service Corp. and allocated to Alafaya Utilities, Inc. See Schedule B-12
7	Water Service Corporation	Other Outside Services	5,845	Services provided by Water Service Corp. and allocated to Alafaya Utilities, Inc. See Schedule B-12
8				
9				
10		Total	<u>\$ 21,194</u>	

Analysis of Rate Case Expense

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: 12/31/05

Schedule: B-10
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide the total amount of rate case expense requested in the application. State whether the total includes the amount up to proposed agency action or through a hearing before the Commission. Provide a list of each firm providing services for the applicant, the individuals for each firm assisting in the application, including each individual's hourly rate, and an estimate of the total charges incurred by each firm, as well as description of the type of services provided. Also provide the additional information for amortization and allocation method, including support behind this determination.

	(1)	(2)	(3)	(4)	(5)	(6)
Line #	Firm or Vendor Name	Counsel, Consultant or Witness	Hourly Rate Per Person	Hours	Total Estimate of Charges by Firm	Type of Service Rendered
1	Milian, Swain & Associates	Deborah Swain	\$ 160.00	25	4,000	Assist w/MFR, data requests, audit facilitation
2	Milian, Swain & Associates	Cynthia Yapp	130.00	200	26,000	Assist w/MFR, data requests, audit facilitation
3	Milian, Swain & Associates	Maria Bravo	130.00	200	26,000	Assist w/MFR, data requests, audit facilitation
4	Rose, Sundstrom & Bentley, LLP	Martin Friedman	275.00	181.82	50,000	Legal Fees
5	Frank Seidman	Frank Seidman	125.00	40	5,000	Used & Useful MFR preparation
6	Public Service Commission		n/a	n/a	4,500	Filing Fee
7	Water Service Corp.	Steve Lubertozi	73.00	125	9,125	Assist w/MFR, data requests, audit facilitation
8	Water Service Corp.	Holly Roth	61.00	125	7,625	Assist w/MFR, data requests, audit facilitation
9	Water Service Corp.	Bill Thomas	39.00	184	7,175	Assist w/MFR, data requests, audit facilitation
10	Water Service Corp.	Steve Dihel	31.00	163.7	5,075	Assist w/MFR, data requests, audit facilitation
11	Water Service Corp.	Lena Sunardio	42.00	170.83	7,175	Assist w/MFR, data requests, audit facilitation
12	Water Service Corp.	Kirsten Weeks	42.00	146.43	6,150	Assist w/MFR, data requests, audit facilitation
13	Water Service Corp.	Dimitry Neyzelman	41.00	175	7,175	Assist w/MFR, data requests, audit facilitation
14	Water Service Corp.		n/a	na	4,207	Customer notices, postage
15	Water Service Corp.		n/a	n/a	567	Customer notices, stock
16	Water Service Corp.		n/a	n/a	1,200	Travel, Airfare
17	Water Service Corp.		n/a	n/a	1,800	Travel, Hotel/Accommodation
18	Water Service Corp.		n/a	n/a	400	Travel, Rental Car
19	Water Service Corp.		n/a	n/a	12,000	Fed Ex, Copies & other misc.
20					\$ 184,974	
21	Estimate Through					
22	<input checked="" type="checkbox"/> PAA					
23	<input type="checkbox"/> Commission Hearing					
24	Amortization Period 4 Years					
25	Explanation if different from Section 367.0816, Florida					
26	Amortization of Rate Case Expense:					
27			(A)	(B)	(C)	
			Water	Wastewater	Total	
28	Prior unamortized rate case expenses			\$ 85,221	\$ 85,221	
29	Current rate case expense		-	184,974	184,974	
30	Total projected rate case expense		\$ -	270,195	270,195	
31	Annual Amortization		\$ -	\$ 67,549	\$ 67,549	
32	Method of allocation between systems:					
33	Customers		-	5,394	5,394	
34	Percentage of average customers		0%	100%	100%	

Analysis of Major Maintenance Projects - Water & Sewer
For the Test Year and 2 Years Prior and 1 Year Subsequent

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: B-11
Page 1 of 1
Preparer: Steven M. Lubertozi

Explanation: Provide an analysis of all maintenance projects greater than 2% of test year revenues per system which occurred during the 2 years prior to the test year, the test year, and the budgeted amount for 1 year subsequent to the test year. For each project, provide a description, the total cost or budgeted amount and how often the project should be repeated.

Line
No.

1 N/A

Allocation of Expenses

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: B-12
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule detailing expenses which are subject to allocation between systems (water, sewer & gas, etc.) showing allocation percentages, gross amounts, amounts allocated, and a detailed description of the method of allocation. Provide a description of all systems other than water and sewer.

Line No.	Acct. No.	Description	(1) (2) (3) Allocation Percentages			(4) Description of Allocation Method*	(5) (6) (7) Amounts Allocated		
			Other		Total		Alafaya 100%		Total
			Alafaya	Co's/Sys			Sewer	Other Co's/Sys	
Water Service Corp Allocated Expenses									
1	73x	Outside Services	3.1%	96.9%	100.00%		\$ 80,793	\$ 2,548,773	\$ 2,629,566
2	701	Salaries	3.6%	96.4%	100.00%		16,076	432,846	448,922
3	704	Pensions and Benefits	3.1%	96.9%	100.00%		19,706	616,399	636,105
2	758	Insurance	2.1%	97.9%	100.00%		44,743	2,069,752	2,114,495
3	775	Office Supplies	3.6%	96.4%	100.00%		15,441	417,843	433,284
4	775	Office Utilities	3.1%	96.9%	100.00%		1,316	41,181	42,497
5	775	Office Maintenance	2.5%	97.5%	100.00%		3,616	138,189	141,805
6	775	Miscellaneous	3.0%	97.0%	100.00%		9,203	299,916	309,119
7									
8		Subtotal O&M Expenses					\$ 190,894	\$ 6,564,899	\$ 6,755,793
9									
10	403	Depreciation	3.1%	96.9%	100.00%		\$ 8,801	\$ 275,648	\$ 284,449
11	408	Taxes Other Than Income	3.1%	96.9%	100.00%		9,758	306,350	316,108
12	410	Deferred Income Tax	3.1%	96.9%	100.00%		300	9,374	9,674
13	426	Other Income	3.1%	96.9%	100.00%		(94)	(2,936)	(3,030)
14	419	Interest Expense	3.3%	96.7%	100.00%		9,228	272,482	281,710
15									
16		Total Expenses					\$ 218,887	\$ 7,425,817	\$ 7,644,704
Utilities Inc. of Florida Allocated Expenses									
17	73x	Outside Services	10.2%	89.8%	100.00%		\$ 3,058	\$ 26,919	\$ 29,977
19	775	Office Supplies	10.9%	89.1%	100.00%		7,705	63,068	70,773
20	775	Office Utilities	10.7%	89.3%	100.00%		1,312	10,969	12,281
21	775	Office Maintenance	10.7%	89.3%	100.00%		2,164	18,083	20,247
21	775	Miscellaneous	7.1%	92.9%	100.00%		1,252	16,488	17,740
18	750	Transportation Expenses	0.0%	100.0%	100.00%			109,070	109,070
17	720	Operator Expenses	10.6%	89.4%	100.00%		1,344	11,348	12,692
22									
23		Subtotal O&M Expenses					\$ 16,835	\$ 255,945	\$ 272,780
24									
25	403	Depreciation	4.9%	95.1%	100.00%		\$ 6,472	\$ 126,585	\$ 133,057
26									
27		Total Expenses					\$ 23,307	\$ 382,530	\$ 405,837
28									
29		* Allocation methodology is based predominantly on ERCs							

Net Depreciation Expense - Wastewater

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Historic [X] or Projected []

Schedule: B-14
 Page 1 of 1
 Preparer: Steven M. Lubertozzi
 Recap Schedules: B-2

Explanation: Provide a schedule of test year non-used and useful depreciation expense by primary account

No.	(1) Line Account No. and Name	(2) Test Year 12/31/2005	(3) Adjustments	(4) Adjusted Balance	(5) Non-Used & Useful %	(6) Non-Used & Amount
1	INTANGIBLE PLANT					
2	351.1000 Sewer Plant		\$ 167			
3	351.1 Organization	4,767	49	4,816		
4	352.1 Franchises	3,912	27	3,939		
5	COLLECTION PLANT					
6	354.2 Structures & Improvements	50,225	327	50,552		
7	360.2 Collection Sewers - Force	42,375	5,318	47,693		
8	361.2 Collection Sewers - Gravity	182,471	100	182,571		
9	PUMPING					
	371.0 Pumping Equipment	-	-	-	6.00%	
9	TREATMENT AND DISPOSAL PLANT					
	355.0 Power Generation Equip	-	-	-	6.00%	
10	380.4 Treatment & Disposal Equipment	201,624	66,084	267,708	6.00%	16,062
11	381.4 Plant Sewers					
12	382.4 Outfall Sewer Lines	1,788		1,788	6.00%	107
13	RECLAIMED WATER TREATMENT PLANT					
14	374.5 Reuse Distribution Reservoirs	194	1,625	1,819		
15	RECLAIMED WATER DISTRIBUTION PLANT					
16	366.2 Reuse Services	31,449	108	31,557		
17	367.5 Reuse Meters and Meter Installations	1,307		1,307		
18	375.2 Reuse Trans. And Dist. System	69,188	19,220	88,408		
19	GENERAL PLANT					
20	354.7 Structures & Improvements	20,854		20,854		
21	390.7 Office Furniture & Equipment	8,610		8,610		
22	391.7 Transportation Equipment	29,620		29,620		
23	393.7 Tools, Shop & Garage Equipment	7,532	168	7,700		
24	394.7 Laboratory Equipment	1,044		1,044		
25	396.7 Communication Equipment	996	11	1,007		
26	340.6 Sewer Plant Allocated	5,203		5,203		
27						
28						
29	TOTAL	\$ 663,159	\$ 93,204	\$ 756,196		\$ 16,169
30	LESS: AMORTIZATION OF CIAC	\$ (367,563)	\$ -	\$ (367,563)		
31						
32	NET DEPRECIATION EXPENSE - SEWER	\$ 295,596	\$ 93,204	\$ 388,633		\$ 16,169

Taxes Other Than Income (Final Rates)

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: B-15
 Page 1 of 1
 Preparer: Steven M. Lubertozzi
 Recap Schedules: B-2

Explanation: Complete the following schedule of all taxes other than income. For all allocations, provide description of allocation and calculations.

No.	(1) Line Description	(2) Regulatory Assessment Fees (RAFs)	(3) Payroll Taxes	(4) Real Estate & Personal Property	(5) Other	(6) Total
WATER						
1	Test Year Per Books					\$ -
2						
3	Adjustments to Test Year (Explain)					
4	Increase in tangible tax per B-3			-		-
5	Payroll Tax for added employees					-
6	RAFs assoc. with annualized revenue	-				-
7						-
8						
9	Total Test Year Adjustments	-	-	-	-	-
10						
11	Adjusted Test Year	-	-	-	-	-
12	RAFs Assoc. with Revenue Increase		-	-	-	-
13						
14	Total Balance	\$ -	\$ -	\$ -	\$ -	\$ -
SEWER						
15	Test Year Per Books	\$ 114,373	\$ 35,657	\$ 287,293	\$ 155	\$ 437,478
16						
17	Adjustments to Test Year (Explain)					
18	Increase in tangible tax per B-3			34,341		34,341
19	2004 Real Estate Tax expense			(3,722)		(3,722)
20	Payroll Tax for 4% salary increases		5,997			5,997
21	RAFs assoc. with annualized revenue	3,463				3,463
22						
23						
24	Total Test Year Adjustments	3,463	5,997	30,619	-	40,079
25						
26	Adjusted Test Year	117,836	41,654	317,912	155	477,557
27	RAFs Assoc. with Revenue Increase	70,952				70,952
28						
29	Total Balance	\$ 188,788	\$ 41,654	\$ 317,912	\$ 155	\$ 548,508

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: C-1
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a reconciliation between the total operating income tax provision and the currently payable income taxes on operating income for the test year.

Line No.	Description	Ref.	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1	Current Tax Expense	C-2	\$ 53,464	\$ 10,892	\$ 64,356		\$ 302,918
2							
3	Deferred Income Tax Expense	C-5	(135,343)	153,433	\$ 18,090		
4							
5	ITC Realized This Year	C-8					
6							
7	ITC Amortization	C-8					
8	(3% ITC and IRC 46(f)(2))						
9							
10	Parent Debt Adjustment	C-9	-	-	-	-	-
11							
12	Total Income Tax Expense		\$ (81,879)	\$ 164,325	\$ 82,446	\$ -	\$ 302,918

Supporting Schedules: C-2, C-5, C-8, C-9
 Recap Schedules: B-2

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: C-2
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the calculation of state and federal income taxes for the test year. Provide detail on adjustments to income taxes and investment tax credits generated.

Line No.		Total Per Books	Utility Adjustments(1)	Utility Adjusted	Adjust for Increase	Sewer
1	Net Utility Operating Income (Sch. B-1 & B-2)	\$ (10,862)	\$ 76,501	\$ 65,639	\$ 701,652	\$ 767,291
2	Add: Income Tax Expense Per Books (Sch. B-2)	45,626	10,892	56,518		56,518
3						
4	Subtotal	34,764	87,393	122,157	701,652	823,809
5	Less: Interest Charges (Sch. C-3)	248,220	108,560	356,780		356,780
6						
7	Taxable Income Per Books	(213,456)	(21,167)	(234,623)	701,652	467,029
8						
9	Schedule M Adjustments:					
10	Permanent Differences (From Sch. C-4)	(27,364)		(27,364)		(27,364)
11	Timing Differences (From Sch. C-5)	398,068	53,204	451,272	-	451,272
12						
13	Total Schedule M Adjustments	370,704	53,204	423,908	-	423,908
14						
15	Taxable Income Before State Taxes	157,248	32,037	189,285	701,652	890,937
16	Less: State Income Tax Exemption (\$5,000)	(5,000)	5,000	-	(5,000)	(5,000)
17						
18	State Taxable Income	152,248	37,037	189,285	696,652	885,937
19	State Income Tax (5.5% of Line 11)	8,374	2,037	10,411	38,316	48,727
20	Limited by NOL	(8,374)	(2,037)	(10,411)	(38,316)	(48,727)
21	Credits					
22						
23	Current State Income Taxes	-	-	-	-	-
24						
25	Federal Taxable Income (Line 9 - Line 15)	157,248	32,037	189,285	701,652	890,937
26	Federal Income Tax Rate	0.34	0.34	0.34	0.34	0.34
27						
28	Federal Income Taxes (Line 16 x Line 17)	53,464	10,892	64,356	238,562	302,918
29	Less: Investment Tax Credit Realized					
30	This Year (Sch. C-8)	-	-	-	-	-
31						
32	Current Federal Inc. Taxes (Line 18 - Line 19)	53,464	10,892	64,356	238,562	302,918
33						
34	Summary:					
35	Current State Income Taxes (Line 15)	-	-	-	-	-
36	Current Federal Income Taxes (Line 20)	53,464	10,892	64,356	238,562	302,918
37						
38	Total Current Income Tax Expense (To C-1)	\$ 53,464	\$ 10,892	\$ 64,356	\$ 238,562	\$ 302,918
39						
40	Note (1): Adjustments to test year operating income are shown on Schedules B-2, B-3 and C-5.					
41						
42	Supporting Schedules: B-1,B-2,C-3,C-4,C-5,C-8					
43	Recap Schedules: C-1					

Schedule of Interest In Tax Expense Calculation

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Historic [X] or Projected []

Schedule: C-3
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide the amount of interest expense used to calculate income taxes on Schedule No. C-2. Explain any changes in interest expense in detail giving amount of change and reason for change. If the basis for allocating interest used in the tax calculation differs from the basis used in allocating current income taxes payable, the differing bases should be clearly identified.

Line No.	Description	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1	Interest on Long-Term Debt			\$ -		
2						
3	Amortization of Debt Premium,					
4	Disc. and Expense Net					
5						
6	Interest on Short-Term Debt	5,974	12,993	18,967		18,967
7						
8	Other Interest Expense - Intercompany	269,610	68,203	337,813		337,813
9						
10	AFUDC	(27,364)	27,364	-		-
11						
12	ITC Interest Synchronization					
13	(IRC 46(f)(2) only - See below)	-	-	-	-	-
14						
15	Total Used For Tax Calculation	\$ 248,220	\$ 108,560	\$ 356,780	\$ -	\$ 356,780

Calculation of ITC Interest Synchronization Adjustment
 ONLY for Option 2 companies (See Sch. C-8, pg. 4)

	Amount	Ratio	Cost	Total Weighted Cost	Debt Only Weighted Cost
16	Balances From Schedule D-1				
17					
18	Long-Term Debt				
19					
20	Short-Term Debt				
21					
22	Preferred Stock				
23					
24	Common Equity				
25					
26	Total				
27					
28	ITCs (from D-1, Line 7)				
29					
30	Weighted Debt Cost (From Line 12)				
31					
32	Interest Adjustment (To Line 6)				
33					
34	Supporting Schedules: D-1,C-8				
35	Recap Schedules: C-2				

Book/Tax Differences - Permanent

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005
Historic or Projected

Schedule: C-4
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide the description and amount of all book/tax differences accounted for as permanent differences. This would include any items accounted for on a flow through basis.

<u>Line</u>			
<u>No.</u>			
1	Interest during construction	\$	(27,364)

Deferred Income Tax Expense (Final)

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Historic [X] or Projected []

Schedule: C-5
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide the calculation of total deferred income tax expense for the test year. Provide detail on items resulting in tax deferrals other than accelerated depreciation.

Line No.	Description	Test Year 12/31/05	Utility Adjust.(1)	Utility Adjusted	Water	Sewer
1	Timing Differences:					
2						
3	Tax Depreciation and Amortization	\$ 242,027	\$ -	\$ 242,027	\$ -	\$ 242,027
4	Book Depreciation and Amortization	295,596	93,204	388,800	-	388,800
5						
6	Difference	(53,569)	(93,204)	(146,773)	-	(146,773)
7						
8	Other Timing Differences (Itemize):					
9	Tap Fees	(258,898)		(258,898)		(258,898)
	Deferred Maintenance Additions	8,903	50,000	58,903		58,903
10	Deferred Maintenance Amort	(36,224)	(10,000)	(46,224)		(46,224)
11	Def. Rate Case Additions	621		621		621
12	Bad Debt	(1,637)		(1,637)		(1,637)
13	Deferred Rate Case Exp	(57,264)	-	(57,264)	-	(57,264)
14						
15	Total Timing Differences (To C-2)	(398,068)	(53,204)	(451,272)	-	(451,272)
16						
17	Timing differences For State Deferred Taxes:					
18	Tap Fees	(258,898)		(258,898)		(258,898)
19	Deferred Maintenance	(27,321)	40,000	12,679		12,679
20	Total	(286,219)	40,000	(246,219)		(246,219)
21						
22	State Tax Rate	0.055	0.055	0.055	0.055	0.055
23	State Deferred Taxes (Line 13 x Line 14)	(15,742)	(2,926)	(18,668)	-	(13,542)
24	(Limited by NOL)	15,742	2,926	18,668	-	13,542
25	Total State Tax Deferred	-	-	-	-	-
26						
27	Timing Differences For Federal Deferred Taxes					
28	(Line 9)	(398,068)	(53,204)	(451,272)		(451,272)
29						
30	Federal Tax Rate	0.34	0.34	0.34	0.34	0.34
31						
32	Federal Deferred Taxes (Line 19 x Line 20)	(135,343)	(18,089)	(153,433)	-	(153,433)
33	Add: State Deferred Taxes (Line 17)	-	-	-	-	-
34						
35	Total Deferred Tax Expense (To C-1)	\$ (135,343)	\$ (18,089)	\$ (153,433)	\$ -	\$ (153,433)

Supporting Schedules: None
 Recap Schedules: C-2

Accumulated Deferred Income Taxes - Summary

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Historic [X] Projected [] (Final Rates)

Schedule: C-6
 Page 1 of 3
 Preparer: Steven M. Lubertozzi

Explanation: For each of the accumulated deferred tax accounts provide a summary of the ending balances as reported on pages 2 & 3 of this schedule. The same annual balances should be shown.

Line No.	Year	Account No. 190.1011			Account No. 190.1012			Net Deferred Income Taxes		
		State	Federal	Total	State	Federal	Total	State	Federal	Total
1	2001	411	2,410	2,821	212	1,238	1,450	(10,433)	(490,585)	(501,018)
2	2002	380	2,229	2,609	22,913	133,849	156,762	11,212	(221,874)	(210,662)
3	2003	350	2,057	2,407	32,666	190,818	223,484	18,171	(214,947)	(196,776)
4	2004	321	1,887	2,208	35,700	208,534	244,234	21,694	(11,094)	10,600
5	2005	292	1,717	2,009	48,531	283,491	332,022	41,137	102,495	143,632
6										
7										
8										
9										
		Account No. 190.1020			Account No. 190.1021					
10	Year	State	Federal	Total	State	Federal	Total			
11	2001	(3,620)	(21,145)	(24,765)	(7,436)	(43,434)	(50,870)			
12	2002	(5,958)	(34,806)	(40,764)	(6,123)	(35,765)	(41,888)			
13	2003	(9,653)	(56,390)	(66,043)	(5,192)	(30,322)	(35,514)			
14	2004	(7,802)	(45,579)	(53,381)	(6,525)	(38,107)	(44,632)			
15	2005	(4,686)	(27,380)	(32,066)	(5,023)	(29,328)	(34,351)			
16										
17										
18										
		Account No. 190.1024			Account No. 190.1031					
19	Year	State	Federal	Total	State	Federal	Total			
20	2001		(64,837)	(64,837)		(364,817)	(364,817)			
21	2002		(64,837)	(64,837)		(222,544)	(222,544)			
22	2003		(64,837)	(64,837)		(256,273)	(256,273)			
23	2004		(64,837)	(64,837)		(72,992)	(72,992)			
24	2005		(64,837)	(64,837)	1,933	(61,694)	(59,761)			
25										
26										
26		Account No. 190.1026								
26	Year	State	Federal	Total						
26	2001		-	-						
27	2002		-	-						
28	2003		-	-						
29	2004		-	-						
30	2005	90	526	616						
31										
32										
33										
34										
35										
36										

Supporting Schedules: C-7, Pg 2 & 3
 Recap Schedules: A-18,A-19,D-2

Accumulated Deferred Income Taxes - State

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] Projected [] (Final Rates)

Schedule: C-6
 Page 2 of 3
 Preparer: Steven M. Lubertozzi

Explanation: For each of the accumulated deferred tax accounts provide annual balances beginning with the year of the last rate case and ending with the test year.

Line No.	Year	Account No. 190.2011 Deferred Tax Debits- Tap Fees					Account No. 190.2012 Deferred Tax Debits- Tap Fees					
		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	
1	2001					411					212	
2	2002	411	(31)	-	-	380	212	22,701			22,913	
3	2003	380	(30)			350	22,913	9,753			32,666	
4	2004	350	(29)			321	32,666	3,034			35,700	
5	2005	321	(29)			292	35,700	12,831			48,531	
6												
7												
8												
9												
10												
11	Year	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	
12	2001					(3,620)					(7,436)	
13	2002	(3,620)	(2,338)	-	-	(5,958)	(7,436)	1,313			(6,123)	
14	2003	(5,958)	(3,695)			(9,653)	(6,123)	931			(5,192)	
15	2004	(9,653)	1,851			(7,802)	(5,192)	(1,333)			(6,525)	
16	2005	(7,802)	3,116			(4,686)	(6,525)	1,502			(5,023)	
17												
18												
19												
20												
21		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	
22	Year											
23	2001					0					-	
24	2002	-				-	-				-	
25	2003	-				-	-				-	
26	2004	-				-	-				-	
27	2005	-	90			90	-	1,933			1,933	
28												
29												
30												
31		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Year	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance
32												
33						1,238	2001					2,410
34		1,238	132,611			133,849	2002	2,410	(181)	-	-	2,229
35		133,849	56,969			190,818	2003	2,229	(172)			2,057
36		190,818	17,716			208,534	2004	2,057	(170)			1,887
37		208,534	74,957			283,491	2005	1,887	(170)			1,717

Supporting Schedules: None
 Recap Schedules: C-6

Accumulated Deferred Income Taxes - Federal

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] Projected [] (Final Rates)

Schedule: C-6
 Page 3 of 3
 Preparer: Steven M. Lubertozi

Explanation: For each of the accumulated deferred tax accounts provide annual balances beginning with the year of the last rate case and ending with the test year.

Line No.	Account No. 190.1020 Deferred Tax Credits- Rate Case					Account No. 190.1021 Deferred Tax Credits- Maint Fee						
	Year	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	
3	2001					(21,145)					(43,434)	
4	2002	(21,145)	(13,661)			(34,806)	(43,434)	7,669			(35,765)	
5	2003	(34,806)	(21,584)	-	-	(56,390)	(35,765)	5,443			(30,322)	
6	2004	(56,390)	10,811			(45,579)	(30,322)	(7,785)			(38,107)	
7	2005	(45,579)	18,199			(27,380)	(38,107)	8,779			(29,328)	
8												
9												
10												
		Account No. 190.1024 Deferred Tax Credits- Org. Exp.				Account No. 190.1026 Deferred Tax Credits- Bad Debts						
11		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Year	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance
12												
13	Year											
14	2001					(64,837)	2001					0
15	2002	(64,837)				(64,837)	2002	-				-
16	2003	(64,837)				(64,837)	2003	-				-
17	2004	(64,837)				(64,837)	2004	-				-
18	2005	(64,837)				(64,837)	2005	-	526			526
19												
20												
21												
22												
		Account No. 190.1031 Deferred Tax Credits- Depr										
23		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance						
24												
25												
26	2001					(364,817)						
27	2002	(364,817)	142,273			(222,544)						
28	2003	(222,544)	(33,729)			(256,273)						
29	2004	(256,273)	183,281			(72,992)						
30	2005	(72,992)	11,298			(61,694)						
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												

Supporting Schedules: None
 Recap Schedules: C-6

Investment Tax Credits - Analysis

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: C-7
 Page 1 of 4
 Preparer: Steven M. Lubertozi

Explanation: Provide an analysis of accumulated tax credits generated and amortized on an annual basis beginning with the test year in the last rate case to the end of the current test year. Amounts provided by the Revenue Act of 1971 and subsequent acts should be shown separately from amounts applicable to prior laws. Identify progress payments separately.

Line No.	Year	3% ITC						4% ITC					
		Amount Realized			Amortization			Amount Realized			Amortization		
		Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance
1		The Utility has no investment tax credits; therefore, this schedule is not applicable											

Supporting Schedules: None
 Recap Schedules: C-2, C-3, C-10, D-2, A-18, A-19

Investment Tax Credits - Analysis

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: C-7
 Page 2 of 4
 Preparer: Steven M. Lubertozi

Explanation: Provide an analysis of accumulated tax credits generated and amortized on an annual basis beginning with the test year in the last rate case to the end of the current test year. Amounts provided by the Revenue Act of 1971 and subsequent acts should be shown separately from amounts applicable to prior laws. Identify progress payments separately.

Line No.	Year	8% ITC						10% ITC					
		Amount Realized			Amortization			Amount Realized			Amortization		
		Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance
1		The Utility has no investment tax credits; therefore, this schedule is not applicable											

Supporting Schedules: None
 Recap Schedules: C-2, C-3, C-10, D-2, A-18, A-19

Investment Tax Credits - Company Policies

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: C-7
Page 3 of 4
Preparer: Steven M. Lubertozzi

Explanation: Explain accounting policy as to method of amortization for both progress payment and other ITC. Explanation should include at least a description of how the time period for amortization is determined, when it begins, under what circumstances it changes, etc. If there are unused ITC, supply a schedule showing year generated, amount generated, total amount used and remaining unused portion.

Line
No.

1 The Utility has no investment tax credits; therefore, this schedule is not applicable

Investment Tax Credits - Section 46(f) Election

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: C-7
Page 4 of 4
Preparer: Steven M. Lubertozzi

Explanation: Provide a copy of the election made under Section 46(f), Internal Revenue Code.

Line
No.

1 The Utility has no investment tax credits; therefore, this schedule is not applicable

Parent(s) Debt Information

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule: C-8
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the information required to adjust income tax expense by the interest expense of the parent(s) that may be invested in the equity of the applicant. If a year-end rate base is used, provide on both a year-end and an average basis. Amounts should be parent only.

Line No.	Description	Parent's Name:	Utilities, Inc.		
		Amount	% of Total	Cost Rate	Weighted Cost
1	Long-Term Debt		%	%	%
2					
3	Short-Term Debt				
4					
5	Preferred Stock				
6					
7	Common Equity - Common Stock				
8	Retained Earnings - Parent Only				
9					
10	Deferred Income Tax				
11					
12	Other Paid in Capital				-
13					
14	Total	\$ -	0.00% %		- %

15
 16
 17 Weighted Cost Parent Debt X 37.63% (or applicable consolidated tax rate)
 18 X Equity of Subsidiary (To C-1)
 19

20 NOTE: A Parent debt adjustment is not necessary. Utilities, Inc. (parent company) imputes interest expense to each subsidiary company,
 21 including Alafaya Utilities, Inc., based on the capital structure of the consolidated group. This intercompany interest is shown on
 22 Schedule C-3, line 8.

Supporting Schedules: None
 Recap Schedules: C-3

Income Tax Returns

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: C-9
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide a copy of the most recently filed federal income tax return, state income tax return and most recent final IRS revenue agent's report for the applicant or consolidated entity (whichever type of return is filed). A statement of when and where the returns and reports are available for review may be provided in lieu of providing the returns and reports.

Line
No.

- 1 A copy of the Federal and Florida tax returns will be made available for inspection during the field audit.

Miscellaneous Tax Information

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: C-10
Page 1 of 1
Preparer: Steven M. Lubertozi

Explanation: Provide answers to the following questions with respect to the applicant or its consolidated entity.

- | | | |
|---|---------------------------------------------------------------------------------|------|
| 1 | What tax years are currently open with the Internal Revenue Service? | None |
| 2 | | |
| 3 | Is the treatment of customer deposits at issue with the IRS? | No |
| 4 | | |
| 5 | Is the treatment of contributions in aid of construction at issue with the IRS? | No |
| 6 | | |
| 7 | Is the treatment of unbilled revenues at issue with the IRS? | No |

Schedule of Requested Cost of Capital (Final Rates)
 13-Month Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060258-SU
 Test Year Ended: December 31, 2005
 Schedule Mid-Year Ended:
 Historic [] or Projected [X]

Schedule: D-1
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Subsidiary [] or Consolidated [X]

Explanation: Provide a schedule which calculates the requested Cost of Capital on a 13-month average basis. If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

Line No.		(1) Total Capital	(2) Ratio	(3) Cost Rate	(4) Weighted Cost
1	Long-Term Debt	5,065,895	57.24 %	6.65 %	3.81 %
2					
3	Short-Term Debt	172,280	1.95 %	6.62 %	0.13 %
4					
5	Preferred Stock				
6					
7	Customer Deposits	125,672	1.42 %	6.00 %	0.09 %
8					
9	Common Equity	3,484,848	39.38 %	11.78 %	4.64 %
10					
11	Tax Credits - Zero Cost				
12					
13	Accumulated Deferred Income Tax	1,264	0.01		
14					
15	Other (Explain)				
16					
17					
18	Total	8,849,959	100.00 %		8.67 %

Reconciliation of Capital Structure to Requested Rate Base (Final)
13-Month Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005
Schedule Mid-Year Ended:
Historic [X] Projected []

Schedule: D-2
Page 1 of 2
Preparer: Steven M. Lubertozzi
Subsidiary [] or Consolidated [X]

Explanation: Provide a reconciliation of the 13-month average capital structure to requested rate base. Explain all adjustments. Submit an additional schedule if a year-end basis is used.

Line No.	Class of Capital	(1)	Test Year 12/31/2005	(2)	(3)	(4)		(5)	(6)
		Prior Year 12/31/2004		Thirteen Month Average	Specific	Prorata %	Prorata Amount	Reconciled To Requested Rate Base	
1	Long-Term Debt	112,803,215	135,285,191	133,025,102		58.075 %	(127,959,207)	5,065,895	
2	Short-Term Debt	18,768,000	3,926,000	4,522,923		1.975 %	(4,350,643)	172,280	
3	Preferred Stock								
4	Common Equity	88,963,597	92,611,247	91,510,699		39.95 %	(88,025,851)	3,484,848	
5	Customer Deposits	119,480	128,520	125,672				125,672	
6	Tax Credits - Zero Cost								
7	Tax Credits - Wtd. Cost								
8	Accum. Deferred Income Tax	(10,600)	143,632	1,264				1,264	
9	Other (explain)								
10									
11	Total	220,643,692	232,094,590	229,185,660	\$ -	100.00 %	\$ (220,335,701)	\$ 8,849,959	

Supporting Schedules: A-19,C-7,C-8,D-3,D-4,D-5,D-7
Recap Schedules: D-1

Reconciliation of Capital Structure to Requested Rate Base (Final)

Florida Public Service Commission

13-Month Average Balance

Company: Alafaya Utilities, Inc.

Docket No.: 060256-SU

Test Year Ended: December 31, 2006

Schedule Mid-Year Ended:

Historic Projected

Subsidiary or Consolidated

Preparer: Steven M. Lubertozzi

Page 2 of 2

Schedule: D-2

Explanation: Provide a reconciliation of the 13-month average capital structure to requested rate base. Explain all adjustments. Submit an additional schedule if a year-end basis is used.

Line No.	Class of Capital	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	13 Month Avg.
		(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
1	Long-Term Debt	112,803,215	112,801,777	132,800,328	132,798,867	131,797,355	151,795,911	136,794,415	136,792,908	136,791,388	136,788,858	136,788,314	135,286,759	133,025,102	
2	Short-Term Debt	18,768,000	20,340,000	6,700,000	4,765,000	2,223,000	0	0	0	1,551,000	0	0	3,926,000	4,522,923	
3	Preferred Stock	88,963,587	89,230,367	89,646,380	89,473,464	90,750,498	90,448,619	91,428,007	92,516,319	92,651,976	94,651,855	93,746,817	93,519,938	92,611,247	
4	Common Equity	119,480	119,930	120,760	121,320	120,870	129,145	128,790	130,005	129,915	128,295	130,095	130,980	128,520	
5	Customer Deposits														
6	Tax Credits - Zero Cost														
7	Tax Credits - Wtd. Cost														
8	Accum. Deferred Income Tax	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	(10,600)	
9	Other (explain)														
10	Total	220,843,892	222,481,474	229,256,888	227,148,051	224,881,163	242,359,075	228,340,612	229,428,632	231,113,880	231,559,408	230,854,626	229,451,687	232,094,590	229,185,660
															1,264

Supporting Schedules: A-19,C-7,C-8,D-3,D-4,D-5,D-7
Recap Schedules: D-1

Preferred Stock Outstanding

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Utility or Parent
 Historic or Projected

Schedule: D-3
 Page 1 of 1

Explanation: Provide data as specified on preferred stock on a 13-month average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	
Line No.	Description, Coupon Rate, Years of Life	Issue Date	Call Provis., Special Restrict.	Principal Sold (Face Value)	Principal Amount Outstanding	(Discount) or Premium on Principal Amount Sold	(Discount) or Premium Associated With Col (5)	Issuing Expense Associated With Col(4)	Issuing Expense Associated With Col(5)	Net Proceeds (5)-(9)+(7)	Rate (Contract Rate on Face Value)	Dollar Dividend On Face Value (11)x(5)	Effective Cost Rate (12)/(10)

1 The Company has no preferred stock; therefore, this schedule is not applicable.

13 - Month Average Cost of Short-Term Debt

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Utility [] or Parent [X]
 Historic [X] or Projected []

Schedule: D-4
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the following information on a 13-month average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Line No.	Lender	(1) Total Interest Expense	(2) Maturity Date*	(3) 13-Month Average Amt. Outstanding	(4) Effective Cost Rate
1	Bank One	299,294	Line of Credit	4,522,923	6.62 %
2					
3	Total	<u>299,294</u>		<u>4,522,923</u>	6.62 %

Note: Short Term Debt is actual for Utilities Inc., the parent company for Alafaya Utilities, Inc.

* Maturity date not applicable

Recap Schedules: A-19,D-2

Cost of Long-Term Debt
13 Month Average Basis

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU

Explanation: Provide the specified data on long-term debt issues on a 13-month average basis for the test year. Arrange by type of issue (i.e., first mortgage bonds). If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information on the parent level.

Schedule: D-5

Page 1 of 1

Preparer: Steven M. Lubertozzi

Test Year Ended: December 31, 2005

Utility [] or Parent [X]

Historic [X] or Projected []

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
Line No.	Description, Coupon Rate, Years of Life	Issue Date-Maturity Date	Principal Amount Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual Amortization of Discount (Premium) on Principal Outstanding	Annual Amort. of Issuing Expense on Principal Outstanding	Interest Cost (Coupon Rate) x Col (4)	Total Interest Cost (8)+(9)+(10)	Effective Cost Rate (11)/((4)-(6)-(7))
1	Collateral trust notes -											
2	5.41% note, due in installments beginning in 2006	8/30/02 - 8/30/12	\$ 50,000,000	\$ 50,000,000	\$ 7,142,857				\$ 133,351	\$ 2,705,000	\$ 2,838,351	5.68 %
3	7.87% note, due June 1, 2005	6/01/95 - 6/01/05	15,000,000	6,923,077	-				10,606	544,846	555,452	8.02 %
5	8.42%, due in installments beginning 2009	06/15/00 - 06/22/15	41,000,000	41,000,000	-				70,700	3,452,200	3,522,900	8.59 %
6	4.55% note, due in installments beginning in 2008	02/17/05 - 02/17/12	20,000,000	16,923,077	-				25,032	770,000	795,032	4.70 %
7	4.62% note, due in installments beginning in 2008	05/27/05 - 05/27/12	20,000,000	12,307,692	-				5,420	568,615	574,035	4.66 %
4	9.01% note, due in installments beginning 1998	07/15/92 - 11/30/07	15,000,000	4,269,231	1,500,000				24,214	384,658	408,872	9.58 %
4	9.16% note, due in installments beginning 1996	07/15/92 - 11/30/07	10,000,000	1,307,692	1,000,000				10,284	119,785	130,069	9.95 %
8	8.10% to 8.96% note due in installments beginning 1997	09/01/1997 - 2017	500,000	294,333	19,810					25,386	25,386	8.62
9	Total		171,500,000	133,025,102	9,662,667	-	-	-	279,607	8,570,490	8,850,097	6.65 %

Note: Long Term Debt is actual for Utilities Inc., the parent company for Alafaya Utilities, Inc.

Supporting Schedules: D-6
Recap Schedules: A-19,D-2

Cost of Variable Rate Long-Term Debt
13 Month Average Basis

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Utility or Parent
 Historic or Projected

Schedule: D-6
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide the specified data on variable cost long-term debt issues on a 13-month basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
Line No.	Description, Coupon Rate, Years of Life	Issue Date-Maturity Date	Principal Amount Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual Amortization of Discount (Premium) on Principal Outstanding	Annual Amort. of Issuing Expense on Principal Outstanding	Basis of Variable Rate (i.e. Prime + 2%)	Interest Cost (Test Year Cost Rate x Col. (4))	Total Interest Cost (8)+(9)+(11)	Effective Cost Rate (12)/((4)-(6)-(7))

1 Not applicable

Supporting Schedules: None
 Recap Schedules: A-19,D-2

Schedule of Customer Deposits

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Utility or Parent
 Historic or Projected

Schedule: D-7
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide a schedule of customer deposits on a 13-month average basis.

Line No.	(1) For the Month Ended	(2) Beginning Balance	(3) Deposits Received	(4) Deposits Refunded	(5) Ending Balance (2+3-4)
1	12/31/2004				\$ 119,480
2	1/31/2005	119,480	4,860	4,410	119,930
3	2/28/2005	119,930	5,575	4,725	120,780
4	3/31/2005	120,780	5,585	5,045	121,320
5	4/30/2005	121,320	6,075	6,525	120,870
6	5/31/2005	120,870	7,695	3,420	125,145
7	6/30/2005	125,145	9,630	5,985	128,790
8	7/31/2005	128,790	6,165	4,950	130,005
9	8/31/2005	130,005	9,135	9,225	129,915
10	9/30/2005	129,915	6,615	8,235	128,295
11	10/31/0025	128,295	4,410	2,610	130,095
12	11/30/2005	130,095	5,130	4,635	130,590
13	12/31/2005	130,590	5,130	7,200	128,520
	13-month average				\$ 125,672

Recap Schedules: A-19, D-2

Rate Schedule

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-1
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of present and proposed rates. State residential sewer cap, if one exists.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Line No.	Bill Code	Class/Meter Size	01/01/05- 01/6/05 Rates	01/07/05- 11/16/05 Rates	11/17/05 12/31/05 Rates	Current Rates	Proposed Rates
1	Sewer - Residential						
2	64722	5/8" Residential	\$14.66	\$ 16.35	\$ 16.69	\$ 16.69	\$ 24.50
3							
4	Sewer - General Service						
5	64729	5/8" General Service	14.66	16.35	16.69	16.69	24.50
6	64730	1" General Service	36.65	40.88	41.73	41.73	61.25
7	64732	1.5" General Service	73.31	81.77	83.48	83.48	122.54
8	64733	2" General Service	117.29	130.83	133.56	133.56	196.05
9	64734	3" General Service	234.59	261.66	267.13	267.13	392.11
10	64735	4" General Service	366.54	408.84	417.38	417.38	612.66
11							
12	64770	5/8" Reclaimed water - available, flat fee	5.07	5.66	5.78	5.78	8.48
13	64772	2" Reclaimed water - available, flat fee	5.07	5.66	5.78	5.78	8.48
14							
15	64771	5/8" Reclaimed water - flat fee	6.09	6.79	6.93	6.93	10.17
16	64773	1" Reclaimed water - flat fee	6.09	6.79	6.93	6.93	10.17
17	64774	1.5" Reclaimed water - flat fee	6.09	6.79	6.93	6.93	10.17
18	64775	2" Reclaimed water - flat fee	6.09	6.79	6.93	6.93	10.17
19							
20							
21	Gallonage Charge (per 1,000 Gallons)						
22		Residential (Max 10,000)	1.95	2.18	2.23	2.23	3.27
23		General Service	2.33	2.60	2.65	2.65	3.89
24		Reclaimed Water (64740, 64741, 64742)	0.25	0.28	0.29	0.29	0.43

Revenue Schedule at Test Year Rates - Proof of Revenue

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-2
 Page 1 of 2
 Preparer: Steven M. Lubertozzi

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be made for each period.

(1) Line No.	(2) Class/Meter Size	(4) Test Year			(6) Rate	(7) Test Year		(8) Rate	(9) Test Year
		1-1 to 1-6 Invoices/Gal	1-7 to 11-16 Invoices/Gal	11-17 to 12-31 Invoices/Gal	1-1 to 1-6	1-7 to 11-16	11-17 to 12-31	Revenue	
1 Sewer Customers (3)									
2	64722 5/8" Residential Base Charge	1,273.94	69,919.73	10,015.33	\$14.66	\$16.35	\$16.69	\$	1,329,019.41
3	64729 5/8" General Service Base Charge	13.55	733.85	105.60	14.66	16.35	16.69		13,959.56
4	64730 1" General Service Base Charge	2.52	264.55	48.00	36.65	40.88	41.73		12,910.08
5	64732 1.5" General Service Base Charge	0.00	26.13	6.00	73.31	81.77	83.84		2,639.96
6	64733 2" General Service Base Charge	3.68	197.46	27.87	117.29	130.83	133.56		29,986.35
7	64734 3" General Service Base Charge	1.00	10.00	1.00	234.59	261.66	267.13		3,118.32
8	64735 4" General Service Base Charge	0.00	12.87	2.93	366.54	408.84	417.38		6,487.36
9	64771 5/8" Reclaimed Water Flat Fee	120.00	8,060.00	1,410.00	6.09	6.79	6.93		65,229.50
10	64773 1" Reclaimed Water Flat Fee	1.00	103.00	15.00	6.09	6.79	6.93		809.41
11	64774 1.5" Reclaimed Water Flat Fee	1.00	10.00	1.00	6.09	6.79	6.93		80.92
12	64775 2" Reclaimed Water Flat Fee	0.00	37.00	6.00	6.09	6.79	6.93		292.81
13	64770 5/8" Reclaimed Water Availability Flat Fee	142.06	8,002.00	970.00	5.07	5.66	5.78		51,618.19
14	64772 2" Reclaimed Water Availability Flat Fee	0.00	20.00	3.00	5.07	5.66	5.78		130.54
15	64740 1" Reclaimed Water No Base Charge	0.00	23.00	3.00	-	-	-		-
16	64741 2" Reclaimed Water No Base Charge	0.00	7.00	1.00	-	-	-		-
17	64742 6" Reclaimed Water No Base Charge	1.00	11.00	1.00	-	-	-		-
18 Gallonage Charge per 1,000 Gallons									
19	64722 5/8" Residential (10,000 Gallon Cap) (1) (2)	8,603,419	467,722,314	65,299,267	1.95	2.18	2.23		1,182,028.68
20	64729 5/8" General Service	158,710	7,212,357	1,125,933	2.33	2.60	2.65		22,105.64
21	64730 1" General Service	57,290	3,393,310	504,400	2.33	2.60	2.65		10,292.75
22	64732 1.5" General Service	0	158,933	113,067	2.33	2.60	2.65		712.85
23	64733 2" General Service	177,677	11,478,056	1,645,267	2.33	2.60	2.65		34,616.89
24	64734 3" General Service	44,323	2,261,811	280,867	2.33	2.60	2.65		6,728.28
25	64735 4" General Service	28,065	3,478,602	770,333	2.33	2.60	2.65		11,151.14
26	64740 1" Reclaimed Water	302,710	2,425,624	52,667	0.25	0.28	0.29		770.13
27	64741 2" Reclaimed Water	0	2,054,867	1,122,133	0.25	0.28	0.29		900.78
28	64742 6" Reclaimed Water	216,581	18,948,486	1,658,933	0.25	0.28	0.29		5,840.81
29									
30								\$	2,791,430.37
31									
32	Other Revenues								8,963.00
33									
34	Total Revenues							\$	2,800,393.37
35									
36	Total revenue per books								2,781,124.00
37									
38	Difference							\$	19,269.37
39									

Footnote:

- (1) Residential class customers have maximum monthly gallonage charge of 10,000 gallons.
- (2) Consolidated Factor (Column 7, Schedule E-14) is used for capped gallons
- (3) These bill codes had a rate change between bill cycles. Therefore, the number of bills are prorated based on the following: number of bills * [number of days @ respective rate / total days in bill cycle]

Revenue Schedule at Test Year Rates - Proof of Revenue

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-2
 Page 2 of 2
 Preparer: Steven M. Lubartozzi

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be made for each period.

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Line No.	Class/Meter Size	Test Year Invoices/Gal	Current Rate	Annualized Revenue	Proposed Rates	Revenue at Proposed Rates
1						
2	64722 5/8" Residential Base Charge	81,209	\$ 16.69	\$ 1,355,378.21	\$ 24.50	\$ 1,989,620.50
3	64729 5/8" General Service Base Charge	853	16.69	14,236.57	24.50	20,898.50
4	64730 1" General Service Base Charge	315	41.73	13,144.95	61.25	19,293.75
5	64732 1.5" General Service Base Charge	32	83.48	2,671.36	122.54	3,921.28
6	64733 2" General Service Base Charge	229	133.56	30,585.24	196.05	44,895.45
7	64734 3" General Service Base Charge	12	267.13	3,205.56	392.11	4,705.32
8	64735 4" General Service Base Charge	16	417.38	6,678.08	612.66	9,802.56
9	64771 5/8" Reclaimed Water Flat Fee	9,590	6.93	66,458.70	10.17	97,530.30
10	64773 1" Reclaimed Water Flat Fee	119	6.93	824.67	10.17	1,210.23
11	64774 1.5" Reclaimed Water Flat Fee	12	6.93	83.16	10.17	122.04
12	64775 2" Reclaimed Water Flat Fee	43	6.93	297.99	10.17	437.31
13	64770 5/8" Reclaimed Water Availability Flat Fee	9,114	5.78	52,678.92	8.48	77,286.72
14	64772 2" Reclaimed Water Availability Flat Fee	23	5.78	132.94	8.48	195.04
15	64740 1" Reclaimed Water No Base Charge	26	-	-	-	-
16	64741 2" Reclaimed Water No Base Charge	8	-	-	-	-
17	64742 6" Reclaimed Water No Base Charge	13	-	-	-	-
18	<u>Gallage Charge per 1,000 Gallons</u>					
19	5/8" Residential (10,000 Gallon Cap) (1) (2)	541,625,000	2.23	1,207,823.75	3.27	1,771,113.75
20	5/8" General Service	8,487,000	2.65	22,517.05	3.89	33,053.33
21	1" General Service	3,955,000	2.65	10,480.75	3.89	15,384.95
22	1.5" General Service	272,000	2.65	720.80	3.89	1,058.08
23	2" General Service	13,301,000	2.65	35,247.65	3.89	51,740.89
24	3" General Service	2,587,000	2.65	6,855.55	3.89	10,063.43
25	4" General Service	4,277,000	2.65	11,334.05	3.89	16,637.53
26	1" Reclaimed Water	2,781,000	0.29	806.49	0.43	1,195.83
27	2" Reclaimed Water	3,177,000	0.29	921.33	0.43	1,366.11
28	6" Reclaimed Water	20,824,000	0.29	6,038.96	0.43	8,954.32
29						
30	Total Sewer Revenues			\$ 2,849,122.73		\$ 4,180,487.22
31						
32	Other Revenues			<u>8,963.00</u>		<u>8,963.00</u>
33						
34	Total Annualized Revenue			\$ 2,858,085.73		\$ 4,189,450.22
35						
36	Total revenue per books/required			<u>2,781,124.00</u>		<u>4,195,278.05</u>
37						
38	Difference			\$ 76,961.73		\$ (5,827.83)

Footnote:

- (1) Residential class customers have maximum monthly gallage charge of 10,000 gallons.
- (2) Consolidated Factor (Column 7, Schedule E-14) is used for capped gallons

Customer Monthly Billing Schedule

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-3
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of monthly customers billed or served by class.

(1) Line No.	(2) Month/ Year	(3) Residential	(4) General Service	(5) Reclaimed Water	(6) Restaurant	(7) Reserved Capacity	(8) Other Unmetered	(9) Total
1	January	6,582	104	1,372				8,058
2	February	6,566	103	1,376				8,045
3	March	6,623	106	1,559				8,288
4	April	6,702	113	1,492				8,307
5	May	6,829	118	1,615				8,562
6	June	8,741	134	1,612				10,487
7	July	4,935	122	1,630				6,687
8	August	6,899	132	1,674				8,705
9	September	6,835	131	1,663				8,629
10	October	6,855	133	1,670				8,658
11	November	6,800	130	1,639				8,569
12	December	6,842	131	1,646				8,619
13								
14	Total	81,209	1,457	18,948	-	-	-	101,614

Miscellaneous Service Charges

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-4
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of present and proposed miscellaneous service charges. If an increase is proposed (or new charges), provide a schedule of derivation of charges, unless the charges are pursuant to the latest Staff Advisory Bulletin #13.

(1) Line No	(2) Type Charge	(3) Present		(4) Proposed		
		Bus. Hrs.	After Hrs.	Bus. Hrs.	After Hrs.	
1	Initial Connection	\$15.00	\$15.00	\$15.00	\$22.50	(a)
2						
3	Normal Reconnection	\$15.00	\$15.00	\$15.00	\$22.50	(a)
4						
5	Violation Reconnection	Actual cost	Actual cost	Actual cost	Actual cost	(a)
6						
7	Premises visit	\$10.00	\$10.00	\$10.00	\$15.00	(a)
8						
9						
10	(a) Derivation of Charge: Additional cost of performing task after hours: average cap time in					
11	Florida x 1.5 overtime x 1/2 hour					
12	\$	30				
13		1.5				
14	\$	45.00				
15		0.5				
16	\$	22.50				

Miscellaneous Service Charge Revenues

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-5
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of test year miscellaneous charges received by type. Provide an additional schedule for proposed charges, if applicable.

(1) Line No.	(2)	(3) Initial Connection	(4) Normal Reconnect	(5) Violation Reconnect	(6) Premises Visit	(7) Other Charges	(8) Total
1			\$ -	\$ -	\$ -	\$ 8,963	\$ 8,963
2							
3	Other charges as follows:						
4	Miscellaneous					3,507	
5	NSF Check Charge					2,540	
6	Cut-off charges					2,916	
7							
8	Total other charges					\$ 8,963	

Public Fire Hydrants Schedule

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: E-6
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of public fire hydrants (including standpipes, etc.) by size. This schedule is not required for a sewer only rate application.

(1) Line No.	(2) Size	(3) Type	(4) Quantity
-----------------	-------------	-------------	-----------------

1 This is a sewer only rate application, therefore this schedule is not required.

Private Fire Protection Service

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: E-7
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of private fire protection service by size of connection. This schedule is not required for a sewer only rate application.

(1) Line No.	(2) Size	(3) Type	(4) Quantity
-----------------	-------------	-------------	-----------------

1 This is a sewer only rate application, therefore this schedule is not required.

Contracts and Agreements Schedule

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule: E-8
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide a list of all outstanding contracts or agreements having rates or conditions different from those on approved tariffs. Describe with whom, the purpose and the elements of each contract shown.

(1) Line No.	(2) Type	(3) Description
1		The Company has no outstanding contracts or agreements; therefore this schedule is not applicable.

Tax or Franchise Fee Schedule

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU

Schedule: E-9
Page 1 of 1

Test Year Ended: December 31, 2005

Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of state, municipal, city or county franchise taxes or fees paid (or payable). State the type of agreement (i.e. contract, tax).

(1) Line No.	(2) Type Tax or Fee	(3) To Whom Paid	(4) Amount	(5) How Collected From Customers	(6) Type Agreement
--------------------	---------------------------	------------------------	---------------	----------------------------------------	--------------------------

1 The Utility does not collect or pay any tax or franchise fees, therefore, this schedule is not applicable.

Service Availability Charges Schedule

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-10
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of present and proposed service availability charges. (See Rule 25-20.580, F.A.C.) If no change is proposed, then this schedule is not required.

(1) Line No	(1) Type Charge	(2) Present Charges	(3) Proposed Charges
1	System Capacity Charge		
2	Residential-per ERC (___ GPD)	N/A	N/A
3	All others-per Gallon/Day	N/A	N/A
4	Plant Capacity Charge		
5	Residential-per ERC (280 GPD)	\$640.00	\$640.00
6	All others-per Gallon/Day	\$2.29	\$2.29
7	Main Extension Charge		
8	Residential-per ERC (GPD)	N/A	\$300.00
9	or-per Lot (____ Front Footage)	N/A	N/A
10	All others-per Gallon/Day	N/A	Actual Cost [1]
11	or-per Front Foot	N/A	N/A
12	Meter Installation Charge		
13	5/8" x 3/4"	N/A	N/A
14	1"	N/A	N/A
15	1-1/2"	N/A	N/A
16	2"	N/A	N/A
17	All Others	N/A	N/A
18	Service (Lateral) Installation Charge		
19	5/8" x 3/4"	N/A	N/A
20	1"	N/A	N/A
21	1-1/2"	N/A	N/A
22	2"	N/A	N/A
23	All Others	N/A	N/A
24	Back Flow Preventor Installation Charge		
25	5/8" x 3/4"	N/A	N/A
26	1"	N/A	N/A
27	1-1/2"	N/A	N/A
28	2"	N/A	N/A
29	All Others	N/A	N/A
30	Plan Review Charge	N/A	Actual Cost [1]
31	Inspection Charge	N/A	Actual Cost [1]
32	Guaranteed Revenue Charge		
33	With prepayment of Serv. Avail. Charges		
34	Residential-per ERC (____ GPD)/Month	N/A	N/A
35	All others-per Gallon/Month	N/A	N/A
36	Without prepayment of Serv. Avail. Charges		
37	Residential-per ERC (____ GPD)/Month	N/A	N/A
38	All others-per Gallon/Month	N/A	N/A
39	Allowance for Funds Prudently Invested (AFPI)	N/A	N/A
40	(if lines constructed by utility)		
41	Allowance for Funds Prudently Invested (AFPI)	N/A	N/A
42			
43	[1] Actual cost is equal to the total cost incurred for services rendered.		

Guaranteed Revenues Received

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005
Water [X] or Sewer [X]
Historic [X] or Projected []

Schedule: E-11
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: Provide copies of all guaranteed revenue contracts with a schedule of billing and receipts on an annual basis by class.

Line No.	(1) For the Year Ended	(2) Residential	(3) General Service	(4) Other	(5) Total
-----------------	---------------------------------------	----------------------------	------------------------------------	----------------------	----------------------

1 The Company did not receive any guaranteed revenue in the test year; therefore, this schedule is not applicable.

Class A Utility Cost of Service Study

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005
Water [X] or Sewer [X]

Schedule: E-12
Page 1 of 1
Preparer: Steven M. Lubertozzi

Explanation: All Class A utilities whose service classes include industrial customers, whose utilization exceeds an average of 350,000 GPD, shall provide a fully allocated class cost of service study showing customer, base (commodity), and extra capacity (demand) components under present and proposed rates. This study shall include rate of return by class and load (demand) research studies used in the cost allocation. The analysis shall be based upon the AWWA Manual No. 1 and shall comply with current AWWA procedures and standard industrial practices for utilities providing water and sewer service.

Line
No.

- 1 The Company does not serve any industrial customers; therefore, this schedule is not applicable.

Projected Test Year Revenue Calculation

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [X] or Sewer [X]

Schedule: E-13
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: If a projected test year is used, provide a schedule of historical and projected bills and consumption by classification. Include a calculation of each projection factor on a separate schedule, if necessary. List other classes or meter sizes as applicable. Include a calculation of each projection factor on a separate schedule, if necessary. List other classes or meter sizes as applicable.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Line No.	Class/Meter Size	Historical Year Bills	Proj. Factor	Proj. Test Year Bills	Test Year Consumption (000)	Proj. Factor	Project. TY Consumption (000)	Present Rates	Projected TY Revenue	Proposed Rates	Proj. Rev. Requirement

1 The Utility is not utilizing a projected test year; therefore this schedule is not applicable

Billing Analysis Schedules

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [x]

Schedule: E-14
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Customer Class:

Meter Size: all

Explanation: Provide a billing analysis for each class of service by meter size. For applicants having master metered multiple dwellings, provide number of bills at each level by meter size or number of bills categorized by the number of units. Round consumption to nearest 1,000 gallons & begin at zero. If a rate change occurred during the test year, provide a separate billing analysis which coincides with each period.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Line No	Consumption Level	Number of Bills	Cumulative Bills	Gallons Consumed (1)x(2)	Cumulative Gallons	Reversed Bills	Consolidated Factor [(1)x(6)]+(5)	Percentage of Total

1		The billing analysis is contained in Volume II						
---	--	------------------------------------------------	--	--	--	--	--	--

Gallons of Wastewater Treated
In Thousands of Gallons

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule F-2
Page 1 of 1
Preparer: F. Seidman

Explanation: Provide a schedule of gallons of wastewater treated by individual plant for each month historical test year. Flow data should match the monthly operating reports sent to DER.

(1)	(2)	(3)	(4)	(5)	(6)
<u>Line No.</u>	<u>Month/Year</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>Total Plant Flows</u>
1	Jan-05				39.926
2	Feb-05				35.062
3	Mar-05				40.143
4	Apr-05				37.937
5	May-05				39.517
6	Jun-05				36.018
7	Jul-05				33.418
8	Aug-05				36.537
9	Sep-05				35.250
10	Oct-05				37.597
11	Nov-05				35.942
12	Dec-05				36.594
13					
14	Total	0.000	0.000	0.000	443.941
15					
16					

(Above data in millions of gallons)

Wastewater Treatment Plant Data

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule F-4
 Page 1 of 1
 Preparer: F. Seidman

Explanation: Provide the following information for each wastewater treatment plant. All flow data must be obtained from the monthly operating reports (MORs) sent to Department of Environmental Regulation.

Line No.	MONTH	GPD
1		2,400,000
2		1,535,000
3		
4		
5		
6		
7		
8		
9		
10		
11		
12	Mar, 2005	1,294,935
13		1,216,277
14		
15		
16		
17		
18		

"Flows to the wastewater treatment plant shall not exceed 1.535 MGD AADF, the total capacity of the disposal systems identified below." [Permit No. FLA011074-01]

Used and Useful Calculations
Wastewater Treatment Plant

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule F-6
Page 1 of 1
Preparer: F. Seidman

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the wastewater treatment plant(s) for the historical test year and the projected test year (if applicable).

<u>Line No.</u>		
1	(A)	Used and useful flow, GPD
2		AADF - year 2005
3		
4	(B)	Plus: Property needed for post test year period (See F-8)
5		
6	(C)	Permitted Capacity
7		
8	(D)	Used and useful percentage
9		
10	(E)	Non-used and useful percentage
11		
12		
13		
14		
15		The above used and useful percentage is applicable to System Pumping accounts and Treatment and Disposal accounts except Reuse accounts. All Reuse, Intangible and General Plant is considered 100% Used & Useful.

Recap Schedules: A-6,A-10,B-14

Used and Useful Calculations
Water Distribution and Wastewater Collection Systems

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule F-7
Page 1 of 1
Preparer: F. Seidman

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the water distribution and wastewater collection systems for the historical and the projected test year (if applicable). The capacity should be in terms of ability to serve a designated number of connections. It should then be related to actual connected density for historical year calculations. Explain all assumptions for projected calculations. If the distribution and collection systems are entirely contributed or built-out, this schedule is not required.

Line
No.

- 1 The wastewater system in each development is constructed and contributed by the developer.
- 2 A used and useful analysis is not necessary.

Recap Schedules: A-6, A-10, B-14

Margin Reserve Calculations

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005

Schedule F-8
Page 1 of 1
Preparer: F. Seidman

Explanation: If a margin reserve is requested, provide all calculations and analyses used to determine the amount of margin reserve for each portion of used and useful plant.

Line
No.

1 Wastewater Treatment & Related Facilities

2

3 $PN = EG \times PT \times U$

4

5 where:

6 EG = Equivalent annual growth in ERCs (see F-10)

269 ERC/yr

7 PT = Post test year period per statute

5 yrs

8 U = Unit of measure utilized in U&U calculations

173 gpd/ERC, AADF *

9 PN = Property needed expressed in U units

232,769 gpd/ERC, AADF

* Based on 2005 AADF divided by 2005 ERCS from Schedule F-10.

Recap Schedules: F-6, F-7

Equivalent Residential Connections - Wastewater

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005

Schedule F-10
 Page 1 of 1
 Preparer: F. Seidman

Explanation: Provide the following information in order to calculate the average growth in ERC's for the last five years, including the test year. If the utility does not have single-family residential (SFR) customers, the largest customer class should be used as a substitute.

Line No.	(1) Year	(2) SFR Customers			(5) SFR Gallons Sold	(6) Gallons/SFR (5)/(4)	(7) Total GS Gallons Sold	(8) Total ERCs (7)/(6)	(9) Annual % Incr. in ERCs
		Beginning	Ending	Average					
1	2001	5,324	5,589	5,457	485,582,000	88,983	509,746,000	5,728	
2	2002	5,589	5,781	5,685	535,813,818	94,215	562,134,339	5,966	4.17%
3	2003	5,781	6,130	5,956	522,670,403	87,755	549,519,186	6,261	4.94%
4	2004	6,130	6,418	6,274	579,231,243	92,322	587,900,010	6,368	1.71%
5	2005	6,418	6,842	6,630	533,021,581	80,395	565,444,516	7,033	10.45%
Average Growth Through 5-Year Period (Col. 8)									5.70%

Regression Analysis per Rule 25-30.431 (2) ©

	X	Y
Constant:	5367.373	1 5,728 actual
X Coefficient:	301.2882	2 5,966 actual
R ² :	0.927559	3 6,261 actual
		4 6,368 actual
		5 7,033 projected
		10 8,380 projected

Projected 5 year growth 1,346 ERCs
 Annual average growth 269

Schedule of Wastewater Rate Base

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Interim Final
 Historic Projected

Schedule: A-2 (Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the calculation of average rate base for the test year, showing all adjustments. All non-used and useful items should be reported as Plant Held For Future Use. If method other than formula approach (1/8 O&M) is used to determine working capital, provide additional schedule showing detail calculation.

Line No.	(1) Description	(2) Average Amount Books	(3) A-3 Utility Adjustments	(4) Adjusted Utility Balance	(5) Supporting Schedule(s)
1	Utility Plant in Service	\$ 21,402,133		\$ 21,402,133	A-6
2					
3	Utility Land & Land Rights	60,843		60,843	A-6
4					
5	Less: Non-Used & Useful Plant	-	(75,568) (A)	(75,568)	A-7
6					
7	Construction Work in Progress	356,711	(356,711) (B)	-	A-18
8					
9	Less: Accumulated Depreciation	(6,497,520)	-	(6,497,520)	A-10
10					
11	Less: CIAC	(13,634,102)		(13,634,102)	A-12
12					
13	Accumulated Amortization of CIAC	4,483,331		4,483,331	A-14
14					
15	Acquisition Adjustments	-		-	
16					
17	Accum. Amort. of Acq. Adjustments	-		-	
18					
19	Advances For Construction				A-16
20					
21	Working Capital Allowance	-	309,962 (C)	309,962	A-17
22					
23	Total Rate Base	\$ 6,171,396	\$ (122,317)	\$ 6,049,079	

Explanation: Provide a detailed description of all adjustments to rate base per books, with a total for each rate base line item.

Line No.	Description	Water	Wastewater
1	<u>(A) Non-used and Useful Plant in Service</u>		
2	Power Generation Equipment	\$	(3,094)
3	Treatment & Disposal		(118,764)
4	Outfall Sewer Lines		107
5	Pumping Equipment		(58,900)
6	Total non-used and useful plant adjustment	\$	(180,651)
7			
8	<u>Accumulated Depreciation Non-used and Useful Plant in Service</u>		
9	Power Generation Equipment	\$	542
10	Treatment & Disposal		61,231
11	Outfall Sewer Lines		(54)
12	Pumping Equipment		43,364
13	Net Total non-used and useful plant adjustment	\$	(75,568)
14			
15	<u>(B) Construction Work in Progress</u>		
16	Not included in rate base	\$	(356,711)
17	Total construction work in progress	\$	(356,711)
18			
15	<u>(C) Working Capital</u>		
16	Current And Accrued Assets:		
17	Cash	\$	(2)
18	Accounts and Notes Receivable, Less provision for Uncollectible Accounts		311,419
19	Deferred Debits		108,080
20	Deferred Debits (Rate Case Expense per B-10)		-
21	Miscellaneous current and accrued assets		19,058
22	Current and Accrued Liabilities:		-
23	Accounts Payable		(7,867)
24	Accrued Taxes		(122,813)
25	Accrued Interest		2,087
26			
27	Equals working capital (Balance Sheet Approach)	\$	309,962

Schedule of Wastewater Net Operating Income

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Interim Final
 Historic or Projected

Schedule: B-2 (Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 4) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

Line No.	(1) Description	(2) Balance Per Books	(3) Utility Test Year Adjustments	(4) Utility Adjusted Test Year	(5) Requested Revenue Adjustment	(6) Requested Annual Revenues	(7) Supporting Schedule(s)
1	OPERATING REVENUES	\$ 2,781,124	\$ 76,962 (A)	\$ 2,858,086	\$ 617,794 (D)	\$ 3,475,879	B-4
2							
3	Operation & Maintenance	2,013,286		2,013,286	(8,500) (F)	2,004,786	B-5, B-3(a)
4	Depreciation, net of CIAC Amort.	295,596		295,596	0	295,596	B-13, B-3(a)
6							
7	Amortization	-		0		-	B-3(a)
8							
9	Taxes Other Than Income	437,478	(259) (B)	437,219	38,579 (D)	475,797	B-15, B-3(a)
10							
11	Provision for Income Taxes	45,626	7,434 (C)	53,060	154,971 (E)	208,031	C-1, B-3(a)
12							
13	OPERATING EXPENSES	2,791,986	7,175	2,799,161	185,050	2,984,210	
14							
15	NET OPERATING INCOME	\$ (10,862)	\$ 69,787	\$ 58,925	\$ 432,744	\$ 491,669	
16							
17							
18	RATE BASE	\$ 6,171,396	\$ (122,317)	\$ 6,049,079	\$ -	\$ 6,049,079	
19							
20							
21	RATE OF RETURN	(0.18) %		0.97 %		8.13 %	

Schedule of Adjustments to Operating Income

Company: Alafaya Utilities, Inc.

Schedule Mid-Year Ended:

Interim Final

Historic or Projected

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Florida Public Service Commission

Schedule: B-3 (Interim)

Page 1 of 1

Docket No.: 060256-SU

Preparer: Steven M. Lubertozi

Line No.	Description	Water	Wastewater
1	(A) <u>Annualized Revenue</u>		
2	Annualized revenue per Schedule E-2	\$	2,858,086
3	Test year revenue - actual per Schedule B-4		(2,781,124)
4	Adjustment required	\$	76,962
5			
6			
7	(B) <u>Taxes Other Than Income</u>		
8	Adjust Real Estate Taxes for 2004 expenses		(3,722)
9	(2) Regulatory Assessment Fees (RAF's)		
10	RAF's associated with Adjustment (A) X 4.5%		3,463
11	Total Taxes Other Than Income	\$	(259)
12			
13	(C) <u>Provision for Income Taxes</u>		
14	Adjust Provision for Income taxes to reflect operating		
15	and expense adjustments	\$	7,434
16			
17	(D) <u>Revenue Increase</u>		
18	Increase in revenue required by the Utility to realize a		
19	8.13 % rate of return	\$	617,794
20			
21	(2) Regulatory Assessment Fees		
22	Total Revenue Requested	\$	3,475,879
23	RAF rate		0.045
24	Total RAF's	\$	156,415
25	Adjusted test year RAF's		117,836
26	Adjustment Required	\$	38,579
27			
28	Total increase in Taxes Other Than Income	\$	38,579
29	(E) <u>Provision for Income Taxes</u>		
30	(1) Adj to reconcile book taxes Per C-2		
31	Income Taxes per Book (Line 2)	\$	(45,626)
32	Total Current Income Taxes (Line 38)		53,464
33	Adj to Current Income Taxes	\$	7,838
34			
35	(2) Adj. to Income taxes for increase per C-2		147,133
36			
37	Provision for Income Taxes	\$	154,971
38			
39	(F) Adjust O&M to remove fines/penalties		
40	Miscellaneous Expenses		(8,500)

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Schedule: B-15 Interim
 Page 1 of 1
 Preparer: Steven M. Lubertozzi
 Recap Schedules: B-2

Explanation: Complete the following schedule of all taxes other than income. For all allocations, provide description of allocation and calculations.

No.	(1) Line Description	(2) Regulatory Assessment Fees (RAFs)	(3) Payroll Taxes	(4) Real Estate & Personal Property	(5) Other	(6) Total
WATER						
1	Test Year Per Books	-	-	-	-	-
2						
3	Adjustments to Test Year (Explain)					
4	RAFs assoc. with annualized revenue					-
5						
6						
7						
8						
9	Total Test Year Adjustments	-	-	-	-	-
10						
11	Adjusted Test Year	-	-	-	-	-
12	RAFs Assoc. with Revenue Increase					-
13						
14	Total Balance	\$ -	\$ -	\$ -	\$ -	\$ -
SEWER						
15	Test Year Per Books	\$ 114,373	\$ 35,657	\$ 287,293	\$ 155	\$ 437,478
16						
17	Adjustments to Test Year (Explain)					
18	Increase in tangible tax per B-3			(3,722)		(3,722)
19	Payroll Tax for added employees					-
20	RAFs assoc. with annualized revenue	3,463				3,463
21						
22						
23	Total Test Year Adjustments	3,463	-	(3,722)	-	(259)
24						
25	Adjusted Test Year	117,836	35,657	283,571	155	437,219
26	RAFs Assoc. with Revenue Increase	38,579	-	-	-	38,579
27						
28	Total Balance	\$ 156,415	\$ 35,657	\$ 283,571	\$ 155	\$ 475,797

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Interim Final
 Historic or Projected

Schedule: C-1(Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozi

Explanation: Provide a reconciliation between the total operating income tax provision and the currently payable income taxes on operating income for the test year.

Line No.	Description	Ref.	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1	Current Tax Expense	C-2	\$ 45,626	\$ 7,434	53,060		\$ 208,031
2							
3	Deferred Income Tax Expense	C-5	(135,343)	(18,089)	(153,432)		
4							
5	ITC Realized This Year	C-8					
6							
7	ITC Amortization	C-8					
8	(3% ITC and IRC 46(f)(2))						
9							
10	Parent Debt Adjustment	C-9	-	-	-	-	-
11							
12	Total Income Tax Expense		\$ (89,717)	\$ (10,655)	\$ (100,372)	\$ -	\$ 208,031

Supporting Schedules: C-2, C-5, C-8, C-9
 Recap Schedules: B-2

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Schedule Mid-Year Ended:
 Interim Final
 Historic or Projected

Schedule: C-2(Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the calculation of state and federal income taxes for the test year. Provide detail on adjustments to income taxes and investment tax credits generated.

Line No.		Total Per Books	Utility Adjustments(1)	Utility Adjusted	Adjust for Increase	Sewer
1	Net Utility Operating Income (Sch. B-1 & B-2)	\$ (10,862)	\$ 69,787	\$ 58,925	\$ 432,744	\$ 491,669
2	Add: Income Tax Expense Per Books (Sch. B-1)	45,626	7,434	53,060		53,060
3						
4	Subtotal	34,764	77,221	111,985	432,744	544,729
5	Less: Interest Charges (Sch. C-3)	248,220	108,560	356,780	-	356,780
6						
7	Taxable Income Per Books	(213,456)	(31,339)	\$ (244,795)	432,744	187,949
8						
9	Schedule M Adjustments:					
10	Permanent Differences (From Sch. C-4)	(27,364)		(27,364)	-	(27,364)
11	Timing Differences (From Sch. C-5(a))	398,068	53,204	451,272	-	451,272
12						
13	Total Schedule M Adjustments	370,704	53,204	423,908	-	423,908
14						
15	Taxable Income Before State Taxes	157,248	21,865	179,113	432,744	611,857
16	Less: State Income Tax Exemption (\$5,000)	5,000	5,000	5,000	-	5,000
17						
18	State Taxable Income	152,248	16,865	174,113	432,744	606,857
19	State Income Tax (5.5% of Line 11)*	8,374	928	9,576	23,801	33,377
20	Limited by NOL	(8,374)	(928)	(9,576)	(23,801)	(33,377)
21	Credits					
22						
23	Current State Income Taxes	-	-	-	-	-
24						
25	Federal Taxable Income (Line 9 - Line 15)	157,248	21,865	179,113	432,744	611,857
26	Federal Income Tax Rate	0.34	0.34	0.34	0.34	0.34
27						
28	Federal Income Taxes (Line 16 x Line 17)	53,464	7,434	60,898	147,133	208,031
29	Less: Investment Tax Credit Realized					
30	This Year (Sch. C-8)	-	-	-	-	-
31						
32	Current Federal Inc. Taxes (Line 18 - Line 19)	53,464	7,434	60,898	147,133	208,031
33						
34	Summary:					
35	Current State Income Taxes (Line 15)	-	-	-	-	-
36	Current Federal Income Taxes (Line 20)	53,464	7,434	60,898	147,133	208,031
37						
38	Total Current Income Tax Expense (To C-1)	\$ 53,464	\$ 7,434	\$ 60,898	\$ 147,133	\$ 208,031
39						

Note (1): Adjustments to test year operating income for interim rates are shown on Schedules B-2 and B-3.

Supporting Schedules: B-2,C-3,C-4,C-5,C-8

Recap Schedules: C-1

Schedule of Requested Cost of Capital (Interim Rates)
 13-Month Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Schedule Mid-Year Ended:
 Historic [X] or Projected []

Revised
 Schedule: D-1 (Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Subsidiary [] or Consolidated [X]

Explanation: Provide a schedule which calculates the requested Cost of Capital on a 13-month average basis. If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

Line No.		(1) Total Capital	(2) Ratio	(3) Cost Rate	(4) Weighted Cost
1	Long-Term Debt	3,439,285	56.86 %	6.65 %	3.78 %
2					
3	Short-Term Debt	116,962	1.93	6.62 %	0.13
4					
5	Preferred Stock				
6					
7	Customer Deposits	125,672	2.08	6.00 %	0.12
8					
9	Common Equity	2,365,896	39.11	10.47 %	4.10
10					
11	Tax Credits - Zero Cost				
12					
13	Accumulated Deferred Income Tax	1,264	0.01		
14					
15	Other (Explain)				
16					
17					
18	Total	\$ 6,049,079	100.00 %		8.13 %

Reconciliation of Capital Structure to Requested Rate Base (Interim)
13-Month Average Balance

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
Docket No.: 060256-SU
Test Year Ended: December 31, 2005
Schedule Mid-Year Ended:
Historic [X] Projected []

Schedule: D-2 (Interim)
Page 1 of 1
Preparer: Steven M. Lubertozi

Explanation: Provide a reconciliation of the 13-month average capital structure to requested rate base. Explain all adjustments. Submit an additional schedule if a year-end basis is used.

Line No.	Class of Capital	(1)	(2)	(3)	(4)		(5)	(6)
		Prior Year 6/30/2004	Test Year 6/30/2005	Average	Reconciliation Adjustments		Prorata Amount	Reconciled To Requested Rate Base
1	Long-Term Debt	112,803,215	135,285,191	133,025,102		58.075 %	(129,585,817)	3,439,285
2	Short-Term Debt	18,768,000	3,926,000	4,522,923		1.975 %	(4,405,961)	116,962
3	Preferred Stock							
4	Common Equity	88,963,597	92,611,247	91,510,699		39.95 %	(89,144,803)	2,365,896
5	Customer Deposits	119,480	128,520	125,672				125,672
6	Tax Credits - Zero Cost							
7	Tax Credits - Wtd. Cost							
8	Accum. Deferred Income Tax	(10,600)	143,632	1,264				1,264
9								
10								
11	Total	220,643,692	232,094,590	229,185,660	0	100.00 %	(223,136,581)	6,049,079

Supporting Schedules: A-19,C-7,C-8,D-3,D-4,D-5,D-7
Recap Schedules: D-1

13 - Month Average Cost of Short-Term Debt

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Utility or Parent
 Historic or Projected

Schedule: D-4 (Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide the following information on a 13-month average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Line No.	Lender	(1) Total Interest Expense	(2) Maturity Date*	(3) Simple Average Amt. Outstanding	(4) Effective Cost Rate
1	Bank One	299,294	Line of Credit	4,522,923	6.62 %
2					
3	Total	<u>299,294</u>		<u>4,522,923</u>	6.62 %

Note: Short Term Debt is actual for Utilities Inc., the parent company for Alafaya Utilities, Inc.

* Maturity date not applicable

Recap Schedules: A-19,D-2

Rate Schedule

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 060256-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-1 (Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a schedule of present and proposed rates. State residential sewer cap, if one exists.

(1)	(1)	(2)	(3)	(4)	(6)
Line No.	Bill Code	Class/Meter Size	01/01/05-11/16/05 Rates	11/17/05 12/31/05 Rates	Proposed Rates
1	Sewer - Residential				
2	64722	5/8" Residential	\$ 16.35	\$ 16.69	\$ 20.30
3					
4	Sewer - General Service				
5	64729	5/8" General Service	16.35	16.69	20.30
6	64730	1" General Service	40.88	41.73	50.75
7	64732	1.5" General Service	81.77	83.48	101.52
8	64733	2" General Service	130.83	133.56	162.43
9	64734	3" General Service	261.66	267.13	324.87
10	64735	4" General Service	408.84	417.38	507.60
11					
12	64770	5/8" Reclaimed water - available, flat fee	5.66	5.78	7.03
13	64772	2" Reclaimed water - available, flat fee	5.66	5.78	7.03
14					
15	64771	5/8" Reclaimed water - flat fee	6.79	6.93	8.43
16	64773	1" Reclaimed water - flat fee	6.79	6.93	8.43
17	64774	1.5" Reclaimed water - flat fee	6.79	6.93	8.43
18	64775	2" Reclaimed water - flat fee	6.79	6.93	8.43
19					
20					
21	Gallage Charge (per 1,000 Gallons)				
22		Residential (Max 10,000)	2.18	2.23	2.71
23		General Service	2.60	2.65	3.22
24		Reclaimed Water (64740, 64741, 64742)	0.28	0.29	0.35

Revenue Schedule at Test Year Rates - Proof of Revenue

Florida Public Service Commission

Company: Alafaya Utilities, Inc.
 Docket No.: 020408-SU
 Test Year Ended: December 31, 2005
 Water [] or Sewer [X]

Schedule: E-2 (Interim)
 Page 1 of 1
 Preparer: Steven M. Lubertozzi

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be m

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Line No.	Class/Meter Size	Test Year Invoices/Gal	Current Rate	Annualized Revenue	Proposed Rates	Revenue at Proposed Rates	
1	64722	5/8" Residential Base Charge	81,209	\$ 16.69	\$ 1,355,378.21	\$ 20.30	\$ 1,648,542.70
2	64729	5/8" General Service Base Charge	853	16.69	14,236.57	20.30	17,315.90
3	64730	1" General Service Base Charge	315	41.73	13,144.95	50.75	15,986.25
4	64732	1.5" General Service Base Charge	32	83.48	2,871.36	101.52	3,248.64
5	64733	2" General Service Base Charge	229	133.56	30,585.24	162.43	37,196.47
6	64734	3" General Service Base Charge	12	267.13	3,205.56	324.87	3,898.44
7	64735	4" General Service Base Charge	16	417.38	6,678.08	507.60	8,121.60
8	64771	5/8" Reclaimed Water Flat Fee	9,590	6.93	66,458.70	8.43	80,843.70
9	64773	1" Reclaimed Water Flat Fee	119	6.93	824.67	8.43	1,003.17
10	64774	1.5" Reclaimed Water Flat Fee	12	6.93	83.16	8.43	101.16
11	64775	2" Reclaimed Water Flat Fee	43	6.93	297.99	8.43	362.49
12	64770	5/8" Reclaimed Water Availability Flat Fee	9,114	5.78	52,678.92	7.03	64,071.42
13	64772	2" Reclaimed Water Availability Flat Fee	23	5.78	132.94	7.03	161.69
14	64740	1" Reclaimed Water No Base Charge	26	-	-	-	-
15	64741	2" Reclaimed Water No Base Charge	8	-	-	-	-
16	64742	6" Reclaimed Water No Base Charge	13	-	-	-	-
17	<u>Gallage Charge per 1,000 Gallons</u>						
18	5/8" Residential (10,000 Gallon Cap) (1) (2)	541,625,000		2.23	1,207,823.75	2.71	1,467,803.75
19	5/8" General Service	8,497,000		2.65	22,517.05	3.22	27,360.34
20	1" General Service	3,955,000		2.65	10,480.75	3.22	12,735.10
21	1.5" General Service	272,000		2.65	720.80	3.22	875.84
22	2" General Service	13,301,000		2.65	35,247.65	3.22	42,829.22
23	3" General Service	2,587,000		2.65	6,855.55	3.22	8,330.14
24	4" General Service	4,277,000		2.65	11,334.05	3.22	13,771.94
25	1" Reclaimed Water	2,781,000		0.29	806.49	0.35	973.35
26	2" Reclaimed Water	3,177,000		0.29	921.33	0.35	1,111.95
27	6" Reclaimed Water	20,824,000		0.29	6,038.96	0.35	7,288.40
28							
29		Total Sewer Revenues			\$ 2,849,122.73		\$ 3,463,933.66
30							
31		Other Revenues			<u>8,963.00</u>		<u>8,963.00</u>
32							
33		Total Annualized Revenue			\$ 2,858,085.73		\$ 3,472,896.66
34							
35		Total revenue per books/required			<u>2,781,124.00</u>		<u>3,475,879.46</u>
36							
37		Difference			\$ 76,961.73		\$ (2,982.80)