

CLASS A and B  
WATER AND/OR WASTEWATER UTILITIES

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

OF

Company: Cypress Lakes Utilities, Inc.

Exact Legal Name of Utility

**VOLUME I**



FOR THE

Test Year Ended: December 31, 2005

EXHIBIT 1

CLASS A and B  
WATER AND/OR WASTEWATER UTILITIES

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

OF

Company: Cypress Lakes Utilities, Inc.

Schedule	Pages	Description of Schedule
VOLUME 1		
<u>RATE BASE</u>		
A-1	1	Water Rate Base
A-2	2	Sewer Rate Base
A-3	3	Adjustments to Ratebase
A-4	4	Annual Plant Additions and Balances
A-5	5	Water Plant in Service by Primary Account
A-6	6	Sewer Plant in Service by Primary Account
A-7	7	Summary of Non-used & Useful Plant
A-8	8	Annual Accumulated Depreciation Additions and Balances
A-9	9	Water Accumulated Depreciation by Primary Account
A-10	10	Sewer Accumulated Depreciation by Primary Account
A-11	11	Annual Additions and Balances to CIAC
A-12	12	CIAC by Type and Classification
A-13	13	Annual Additions and Balances of Amortization of CIAC
A-14	14	Accumulated Amortization of CIAC by Type and Classification
A-15	15	Schedule of AFUDC Rates Used
A-16	16	Annual Additions and Balances of Advances for Construction
A-17	17	Working Capital Allowance Calculation
A-18	18	Balance Sheet - Assets
A-19	19	Balance Sheet - Liabilities and Owners' Equity
<u>NET OPERATING INCOME</u>		
B-1	20	Net Operating Income Statement - Water
B-2	21	Net Operating Income Statement - Sewer
B-3	22	Adjustments to Net Operating Income
B-4	23	Test Year Operating Revenues
B-5	24	Water O&M Expenses by Month
B-6	25	Sewer O&M Expenses by Month
B-7	26	Comparative O&M Expenses - Water
B-8	27	Comparative O&M Expenses - Sewer
B-9	28	Analysis of Contractual Services
B-10	29	Rate Case Expense Analysis
B-11	30	Analysis of Maintenance Expenses
B-12	31	Schedule of Allocated Expenses
B-13	32	Net Depreciation Expenses - Water
B-14	33	Net Depreciation Expenses - Sewer
B-15	34	Taxes Other than Income
<u>INCOME TAX</u>		
C-1	35	Reconciliation of Total Income Tax Provision
C-2	36	State and Federal Income Tax Calculation - Current
C-3	37	Schedule of Interest in Tax Expense Calculation
C-4	38 - 40	Book/Tax Differences - Permanent
C-5	41	Deferred Tax Expense
C-6	42	Accumulated Deferred Income Taxes
C-7	43	Investment Tax Credits
C-8	44	Parent(s) Debt Information
C-9	45	Income Tax Returns
C-10	46	Miscellaneous Tax Information

COST OF CAPITAL

D-1	47	Requested Cost of Capital
D-2	48	Reconciliation of Capital Structure to Rate Base
D-3	49	Preferred Stock Outstanding
D-4	50	Simple Average Cost Short-Term Debt
D-5	51	Long-Term Debt - Beginning & End of Year Average
D-6	52	Variable Rate Long-Term Debt - Beginning & End of Year Average
D-7	53	Customer Deposits

RATE SCHEDULES

E-1	54	Rate Schedule - Present, Interim, and Final
E-2	55 - 60	Revenues at Test Year and Proposed Rates
E-3	61	Customer Monthly Billing Schedule
E-4	62	Miscellaneous Service Charges
E-5	63	Miscellaneous Service Charges Revenues
E-6	64	Public Fire Hydrants Schedule
E-7	65	Private Fire Protection Service
E-8	66	Contracts and Agreements
E-9	67	Tax or Franchise Fee
E-10	66 -69	Service Availability Charges
E-11	70	Guaranteed Revenues Received
E-12	71	Class A Utility Cost of Service
E-13	72	Projected Test Year Revenue Calculation
E-14	73	Billing Analysis [Contained in Volume II]

ENGINEERING

F-1	74	Gallons of Water Pumped, Sold and Unaccounted For
F-2	75	Gallons of Wastewater Treated
F-3	76	Water Treatment Plant Data
F-4	77	Wastewater Treatment Plant Data
F-5	78	Used and Useful Calculations (Water)
F-6	79	Used and Useful Calculations (Wastewater)
F-7	80	Used and Useful Calculations (Water/Wastewater)
F-8	81	Margin Reserve Calculations
F-9	82	Equivalent Residential Connections - Water
F-10	83	Equivalent Residential Connections - Wastewater

INTERIM

A-1	84	Water Rate Base
A-2	85	Sewer Rate Base
A-3	86	Adjustments to Ratebase
B-1	87	Net Operating Income Statement - Water
B-2	88	Net Operating Income Statement - Sewer
B-3	89	Adjustments to Net Operating Income
B-15	90	Taxes Other than Income
C-1	91	Reconciliation of Total Income Tax Provision
C-2	92	State and Federal Income Tax Calculation - Current
D-1	93	Requested Cost of Capital
D-2	94	Reconciliation of Capital Structure to Rate Base
E-1	95	Rate Schedule - Present, Interim, and Final
E-2	96 - 99	Revenues at Test Year and Proposed Rates

Water Rate Base

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Florida Public Service Commission

Schedule: A-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

(1) Line No.	(2) Description	(3) Balance Per Books	(4) Utility Adjustments	(5) Adjusted Books Balance	(6) Proforma Adjustments	(7) Adjusted Utility Balance	(8) Supporting Schedule(s)
1	Utility Plant in Service	\$ 1,394,454	\$ -	\$ 1,394,454	\$ 10,504 A	\$ 1,404,958	A-5, A-3
2	Utility Land & Land Rights	509	-	509	-	509	A-5
3	Less: Non-Used & Useful Plant	-	-	-	-	-	A-3, A-7
4	Construction Work in Progress	-	- E	-	-	-	A-3, A-18
5	Less: Accumulated Depreciation	(441,149)	-	(441,149)	(203) B	(441,352)	A-9, A-7
6	Less: CIAC	(288,599)	-	(288,599)	-	(288,599)	A-12
7	Accumulated Amortization of CIAC	73,149	-	73,149	-	73,149	A-14
8	Acquisition Adjustment	-	- F	-	-	-	A-3, A-18
9	Accum. Amort. Of Acq. Adjustments	9,204	- F	9,204	-	9,204	A-3, A-18
10	Advances for Construction	-	-	-	-	-	A-16
11	Working Capital Allowance	-	-	-	21,790 G	21,790	A-17, A-3
12	Total Rate Base	\$ 747,567	\$ -	\$ 747,567		\$ 779,658	

Sewer Rate Base

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-2  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

Line No.	(1) Description	(2) Balance Per Books	(3) Utility Adjustments	(4) Adjusted Books Balance	(5) Proforma Adjustments	(6) Adjusted Utility Balance	(7) Supporting Schedule(s)
1	Utility Plant in Service	\$ 2,323,319	\$ -	\$ 2,323,319	\$ 14,437 A	\$ 2,337,756	A-6
2	Utility Land & Land Rights	2,610	-	2,610	-	2,610	A-6
3	Less: Non-Used & Useful Plant	-	(9,310) C	(9,310)	-	(9,310)	A-3, A-7
4	Construction Work in Progress	200,004	(200,004) E	-	-	-	A-3, A-18
5	Less: Accumulated Depreciation	(701,311)	-	(701,311)	(483) B	(701,794)	A-10, A-3
6	Less: CIAC	(711,034)	-	(711,034)	-	(711,034)	A-12
7	Accumulated Amortization of CIAC	155,692	-	155,692	-	155,691.50	A-14
8	Acquisition Adjustment	-	-	-	-	-	A-3, A-18
9	Accum. Amort. Of Acq. Adjustments	-	-	-	-	-	A-3, A-18
10	Advances for Construction	-	-	-	-	-	A-16
11	Working Capital Allowance	-	-	-	37,280 G	37,280	A-17, A-3
12	Total Rate Base	\$ 1,269,280	\$ (209,314)	\$ 1,059,966		\$ 1,111,200	

## Adjustments to Ratebase

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: A-3

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim [ ] or Final [x]

Historic [x] or Projected [ ]

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	Sewer
(A) Utility Plant In Service			
(i) Proforma			
330.5 Distribution, Reservoirs and Standpipes		620	-
334.5 Meters		3,723	-
380.4 Sewage Treatment Plant		-	8,696
Proforma Total		4,343	8,696
(ii) WSC Rate Base			
Net WSC Rate Base		6,161	5,741
(B) Accumulated Depreciation			
(i) Proforma			
330.5 Distribution, Reservoirs and Standpipes		17	-
334.5 Meters		186	-
380.4 Sewage Treatment Plant		-	483
Proforma Total		203	483
(C) Non Used & Useful Plant In Service - Schedule: A-7			
Plant		-	19,420
Depreciation		-	(10,110)
(D) Accumulated Depreciation - Proforma		N/A	N/A
(E) Remove CWIP		-	(200,004)
(F) Reverse Acquisition Adjustment			
Adjustment		-	-
Amortization		-	-
(G) Working Capital Allowance		21,790	37,280

Annual Plant Additions and Balances

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: A-4

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim  or Final

Historic  or Projected

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	Sewer
1	12/31/2001 Balance [order no. PSC-03-0647-PAA-WS]	\$ 1,234,791	\$ 2,220,810
2	2001 Additions	-	-
3	2001 Retirements	-	-
4	2001 Adjustments	103,084	304,444
5	12/31/2001 Balance	1,337,875	2,525,254
6	2002 Additions	38,758	5,634
7	2002 Retirements	4,043	-
8	2002 Adjustments	-	-
9	12/31/2002 Balance	1,372,590	2,530,888
10	2003 Additions	25,784	31,798
11	2003 Retirements	1,359	2,246
12	2003 Adjustments	-	-
13	12/31/2003 Balance	1,397,015	2,560,440
14	2004 Additions	85,738	36,122
15	2004 Retirements	6,527	3,393
16	2004 Adjustments	(86,407.22)	(279,253.00)
17	12/31/2004 Balance	1,389,819	2,313,916
18	2005 Additions	(52,783)	(239,437)
19	2005 Retirements	23,335	15,790
20	2005 Adjustments	86,407	279,253
21	12/31/2005 Balance	1,400,108	2,337,942

Supporting Schedules: A-5, A-6

Recap Schedules: A-18

Water Plant in Service by Primary Account

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-5  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

No.	(1) Account No. and Name	(2)		(3)	(4)	(5)	(6)
		Prior Year 12/31/2004	Test Year 12/31/2005	Average	Non-Used & Useful %	Non-Used & Useful Amount	
1	INTANGIBLE PLANT						
2	301.1 Organization	\$ -	\$ -	\$ -	0%	\$ -	
3	302.1 Franchises	-	-	-	0%	-	
4	339.1 Other Plant & Misc. Equipment	-	-	-	0%	-	
5	SOURCE OF SUPPLY AND PUMPING PLANT						
6	303.2 Land & Land Rights	509	509	509	0%	-	
7	304.2 Structures & Improvements	66,925	66,925	66,925	0%	-	
8	305.2 Collect. & Impound. Reservoirs	-	-	-	0%	-	
9	306.2 Lake, River & Other Intakes	-	-	-	0%	-	
10	307.2 Wells & Springs	58,409	58,495	58,452	0%	-	
11	308.2 Infiltration Galleries & Tunnels	-	-	-	0%	-	
12	309.2 Supply Mains	-	-	-	0%	-	
13	310.2 Power Generation Equipment	-	-	-	0%	-	
14	311.2 Pumping Equipment	160,193	164,452	162,322	0%	-	
15	339.2 Other Plant & Misc. Equipment	-	-	-	0%	-	
16	WATER TREATMENT PLANT						
17	303.3 Land & Land Rights	-	-	-	0%	-	
18	304.3 Structures & Improvements	-	-	-	0%	-	
19	320.3 Water Treatment Equipment	14,058	14,522	14,290	0%	-	
20	339.3 Other Plant & Misc. Equipment	-	-	-	0%	-	
21	TRANSMISSION AND DISTRIBUTION PLANT						
22	303.4 Land & Land Rights	-	-	-	0%	-	
23	304.4 Structures & Improvements	-	-	-	0%	-	
24	330.4 Distr. Reservoirs & Standpipes	84,061	84,195	84,128	0%	-	
25	331.4 Transm. & Distribution Mains	454,103	457,719	455,911	0%	-	
26	333.4 Services	224,407	232,641	228,524	0%	-	
27	334.4 Meters & Meter Installations	134,265	136,903	135,584	0%	-	
28	335.4 Hydrants	71,349	80,470	75,910	0%	-	
29	339.4 Other Plant & Misc. Equipment	-	-	-	0%	-	
30	GENERAL PLANT						
31	303.5 Land & Land Rights	-	-	-	0%	-	
32	304.5 Structures & Improvements	-	-	-	0%	-	
33	340.5 Office Furniture & Equipment	932	932	932	0%	-	
34	341.5 Transportation Equipment	54,793	37,437	46,115	0%	-	
35	342.5 Stores Equipment	-	-	-	0%	-	
36	343.5 Tools, Shop & Garage Equipment	25,513	25,807	25,660	0%	-	
37	344.5 Laboratory Equipment	5,785	5,785	5,785	0%	-	
38	345.5 Power Operated Equipment	-	-	-	0%	-	
39	346.5 Communication Equipment	-	-	-	0%	-	
40	347.5 Miscellaneous Equipment	-	-	-	0%	-	
41	348.5 Other Tangible Plant	34,517	33,316	33,917	0%	-	
42	TOTAL	\$ 1,389,819	\$ 1,400,108	\$ 1,394,963		\$ -	

Recap Schedules: A-1, A-4



Sewer Plant in Service by Primary Account

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-W5  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-6  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

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.

No.	(1) Account No. and Name	(2)		(3)	(4)	(5)	(6)
		Prior Year 12/31/2004	Test Year 12/31/2005	Average	Non-Used & Useful %	Non-Used & Useful Amount	
1	INTANGIBLE PLANT						
2	351.1 Organization	\$ -	\$ -	\$ -	0.00%	\$ -	
3	352.1 Franchises	(1)	-	(1)	0.00%	-	
4	389.1 Other Plant & Misc. Equipment	-	-	-	0.00%	-	
5	COLLECTION PLANT						
6	353.2 Land & Land Rights	2,610	2,610	2,610	0.00%	-	
7	354.2 Structures & Improvements	87,430	1,126,343	606,887	0.00%	-	
8	360.2 Collection Sewers - Force	341,888	344,006	342,947	0.00%	-	
9	361.2 Collection Sewers - Gravity	905,584	908,770	907,177	0.00%	-	
10	362.2 Special Collecting Structures	-	-	-	0.00%	-	
11	363.2 Services to Customers	-	-	-	0.00%	-	
12	364.2 Flow Measuring Devices	-	-	-	0.00%	-	
13	365.2 Flow Measuring Installations	-	-	-	0.00%	-	
14	375.2 Reuse Services	-	-	-	0.00%	-	
15	389.2 Other Plant & Misc. Equipment	-	-	-	0.00%	-	
16	SYSTEM PUMPING PLANT						
17	353.3 Land & Land Rights	-	-	-	0.00%	-	
18	354.3 Structures & Improvements	-	-	-	0.00%	-	
19	370.3 Receiving Wells	-	-	-	0.00%	-	
20	371.3 Pumping Equipment	-	-	-	0.00%	-	
21	389.3 Other Plant & Misc. Equipment	-	-	-	0.00%	-	
22	TREATMENT AND DISPOSAL PLANT						
23	353.4 Land & Land Rights	-	-	-	4.34%	-	
24	354.4 Structures & Improvements	-	-	-	4.34%	-	
25	380.4 Treatment & Disposal Equipment	957,183	(63,009)	447,087	4.34%	19,420	
26	381.4 Plant Sewers	-	-	-	4.34%	-	
27	382.4 Outfall Sewer Lines	-	-	-	4.34%	-	
28	389.4 Other Plant & Misc. Equipment	-	-	-	4.34%	-	
29	GENERAL PLANT						
30	353.5 Land & Land Rights	-	-	-	0.00%	-	
31	354.5 Structures & Improvements	-	-	-	0.00%	-	
32	390.5 Office Furniture & Equipment	311	311	311	0.00%	-	
33	391.5 Transportation Equipment	-	-	-	0.00%	-	
34	392.5 Stores Equipment	-	-	-	0.00%	-	
35	393.5 Tools, Shop & Garage Equipment	9,130	9,130	9,130	0.00%	-	
36	394.5 Laboratory Equipment	6,906	6,906	6,906	0.00%	-	
37	395.5 Power Operated Equipment	-	-	-	0.00%	-	
38	396.5 Communication Equipment	2,875	2,875	2,875	0.00%	-	
39	397.5 Miscellaneous Equipment	-	-	-	0.00%	-	
40	398.5 Other Tangible Plant	-	-	-	0.00%	-	
41	TOTAL	\$ 2,313,916	\$ 2,337,942	\$ 2,325,929		\$ 19,420	

Recap Schedules: A-2, A-4

Summary of Non-used & Useful Plant

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Scheduled Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-7  
 Page 1 of 1  
 Preparer: Virchow, Krause

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) Average Non-Used Per Books	(3) Utility Adjustments	(4) Balance (Non-Used) Per Utility
WATER				
1	Plant in Service	\$ -	\$ -	\$ -
2	Land	-	-	-
3	Accumulated Depreciation	-	-	-
4	Other	-	-	-
5	Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
WASTEWATER				
6	Plant in Service	\$ 19,420	\$ -	\$ 19,420
7	Land	-	-	-
8	Accumulated Depreciation	(10,110)	-	(10,110)
9	Other	-	-	-
10	Total	<u>\$ 9,310</u>	<u>\$ -</u>	<u>\$ 9,310</u>

Supporting Schedules: A-5, A-6, A-9, A-10  
 Recap Schedules: A-1, A-2

Annual Accumulated Depreciation Additions and Balances

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-8  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Sewer
1	12/31/2001 Balance [order no. PSC-03-0647-PAA-WS]	\$ 288,711	\$ 507,294
2	2001 Additions	-	-
3	2001 Retirements	-	-
4	2001 Adjustments	10,721	20,332
5	12/31/2001 Balance	299,432	527,626
6	2002 Additions	47,940	69,490
7	2002 Retirements	4,043	-
8	2002 Adjustments	(3,614)	-
9	12/31/2002 Balance	339,715	597,116
10	2003 Additions	44,812	71,248
11	2003 Retirements	1,359	1,866
12	2003 Adjustments	(1,576)	(380)
13	12/31/2003 Balance	381,592	666,118
14	2004 Additions	55,720	72,567
15	2004 Retirements	6,527	3,393
16	2004 Adjustments	(5,276)	(57,340)
17	12/31/2004 Balance	425,509	677,952
18	2005 Additions	56,892	67,331
19	2005 Retirements	23,335	15,790
20	2005 Adjustments	(2,276)	15,396
21	12/31/2005 Balance	456,790	744,889

Supporting Schedules: A-9, A-10  
 Recap Schedules: A-18

Water Accumulated Depreciation by Primary Account

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Scheduled Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-9  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

(1)	(2)	(3)	(4)	(5)	(6)	
No.	Account No. and Name	Prior Year 12/31/2004	Test Year 12/31/2005	Average	Non-Used & Useful %	Non-Used & Useful Amount
1	INTANGIBLE PLANT					
2	301.1 Organization	\$ -	\$ -	\$ -	0%	\$ -
3	302.1 Franchises	-	-	-	0%	-
4	339.1 Other Plant & Misc. Equipment	-	-	-	0%	-
5	SOURCE OF SUPPLY AND PUMPING PLANT					
6	303.2 Land & Land Rights	-	-	-	0%	-
7	304.2 Structures & Improvements	28,739	30,834	29,787	0%	-
8	305.2 Collect. & Impound. Reservoirs	-	-	-	0%	-
9	306.2 Lake, River & Other Intakes	-	-	-	0%	-
10	307.2 Wells & Springs	24,218	26,163	25,191	0%	-
11	308.2 Infiltration Galleries & Tunnels	-	-	-	0%	-
12	309.2 Supply Mains	-	-	-	0%	-
13	310.2 Power Generation Equipment	-	-	-	0%	-
14	311.2 Pumping Equipment	69,663	76,201	72,932	0%	-
15	339.2 Other Plant & Misc. Equipment	-	-	-	0%	-
16	WATER TREATMENT PLANT					
17	303.3 Land & Land Rights	-	-	-	0%	-
18	304.3 Structures & Improvements	-	-	-	0%	-
19	320.3 Water Treatment Equipment	5,267	5,906	5,587	0%	-
20	339.3 Other Plant & Misc. Equipment	-	-	-	0%	-
21	TRANSMISSION AND DISTRIBUTION PLANT					
22	303.4 Land & Land Rights	-	-	-	0%	-
23	304.4 Structures & Improvements	-	-	-	0%	-
24	330.4 Distr. Reservoirs & Standpipes	20,721	22,991	21,856	0%	-
25	331.4 Transm. & Distribution Mains	126,316	134,588	130,452	0%	-
26	333.4 Services	52,673	58,298	55,486	0%	-
27	334.4 Meters & Meter Installations	36,331	40,856	38,594	0%	-
28	335.4 Hydrants	19,608	21,293	20,451	0%	-
29	339.4 Other Plant & Misc. Equipment	-	-	-	0%	-
30	GENERAL PLANT					
31	303.5 Land & Land Rights	-	-	-	0%	-
32	304.5 Structures & Improvements	-	-	-	0%	-
33	340.5 Office Furniture & Equipment	-	-	-	0%	-
34	341.5 Transportation Equipment	24,843	19,468	22,156	0%	-
35	342.5 Stores Equipment	-	-	-	0%	-
36	343.5 Tools, Shop & Garage Equipment	5,456	7,421	6,439	0%	-
37	344.5 Laboratory Equipment	1,852	2,259	2,056	0%	-
38	345.5 Power Operated Equipment	-	-	-	0%	-
39	346.5 Communication Equipment	-	-	-	0%	-
40	347.5 Miscellaneous Equipment	-	-	-	0%	-
41	348.5 Other Tangible Plant	9,822	10,512	10,167	0%	-
42	TOTAL	\$ 425,509	\$ 456,790	\$ 441,149		\$ -

Recap Schedules: A-1, A8

## Sewer Accumulated Depreciation by Primary Account

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: A-10

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim [ ] or Final [x]

Historic [x] or 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.

No.	(1) Line Account No. and Name	(2) Prior Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average	(5) Non-Used & Useful %	(6) Non-Used & Useful Amount
	1 INTANGIBLE PLANT					
2	351.1 Organization	\$ -	\$ -	\$ -	0.00%	\$ -
3	352.1 Franchises	-	-	-	0.00%	-
4	389.1 Other Plant & Misc. Equipment	-	-	-	0.00%	-
	5 COLLECTION PLANT					
6	353.2 Land & Land Rights	-	-	-	0.00%	-
7	354.2 Structures & Improvements	58,520	325,606	192,063	0.00%	-
8	360.2 Collection Sewers - Force	67,385	73,345	70,365	0.00%	-
9	361.2 Collection Sewers - Gravity	157,725	170,985	164,355	0.00%	-
10	362.2 Special Collecting Structures	-	-	-	0.00%	-
11	363.2 Services to Customers	40,288	45,679	42,984	0.00%	-
12	364.2 Flow Measuring Devices	-	-	-	0.00%	-
13	365.2 Flow Measuring Installations	-	-	-	0.00%	-
14	375.2 Reuse Services	-	-	-	0.00%	-
15	389.2 Other Plant & Misc. Equipment	-	-	-	0.00%	-
	16 SYSTEM PUMPING PLANT					
17	353.3 Land & Land Rights	-	-	-	0.00%	-
18	354.3 Structures & Improvements	-	-	-	0.00%	-
19	370.3 Receiving Wells	-	-	-	0.00%	-
20	371.3 Pumping Equipment	-	-	-	0.00%	-
21	389.3 Other Plant & Misc. Equipment	-	-	-	0.00%	-
	22 TREATMENT AND DISPOSAL PLANT					
23	353.4 Land & Land Rights	-	-	-	4.34%	-
24	354.4 Structures & Improvements	-	-	-	4.34%	-
25	380.4 Treatment & Disposal Equipment	221,921	(13,627)	104,147	4.34%	4,524
26	381.4 Plant Sewers	-	-	-	4.34%	-
27	382.4 Outfall Sewer Lines	-	-	-	4.34%	-
28	389.4 Other Plant & Misc. Equipment	123,471	133,737	128,604	4.34%	5,586
	29 GENERAL PLANT					
30	353.5 Land & Land Rights	-	-	-	0.00%	-
31	354.5 Structures & Improvements	-	-	-	0.00%	-
32	390.5 Office Furniture & Equipment	-	-	-	0.00%	-
33	391.5 Transportation Equipment	-	-	-	0.00%	-
34	392.5 Stores Equipment	-	-	-	0.00%	-
35	393.5 Tools, Shop & Garage Equipmen	5,033	4,806	4,920	0.00%	-
36	394.5 Laboratory Equipment	1,741	2,202	1,972	0.00%	-
37	395.5 Power Operated Equipment	-	-	-	0.00%	-
38	396.5 Communication Equipment	1,868	2,156	2,012	0.00%	-
39	397.5 Miscellaneous Equipment	-	-	-	0.00%	-
40	398.5 Other Tangible Plant	-	-	-	0.00%	-
41	TOTAL	\$ 677,952	\$ 744,889	\$ 711,420		\$ 10,110

Note: Plant reclassified in 2005  
Recap Schedules: A-1, A8

Annual Additions and Balances to CIAC

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Scheduled Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-11  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Sewer
1	12/31/2001 Balance [order no. PSC-03-0647-PAA-WS]	\$ 264,599	\$ 711,034
2	2001 Additions	-	-
3	2001 Retirements	-	-
4	2001 Adjustments	(14,913)	-
5	12/31/2001 Balance	249,686	711,034
6	2002 Additions	5,375	-
7	2002 Retirements	-	-
8	2002 Adjustments	-	-
9	12/31/2002 Balance	255,061	711,034
10	2003 Additions	4,500	-
11	2003 Retirements	-	-
12	2003 Adjustments	-	-
13	12/31/2003 Balance	259,561	711,034
14	2004 Additions	7,000	-
15	2004 Retirements	-	-
16	2004 Adjustments	18,100	-
17	12/31/2004 Balance	284,661	711,034
18	2005 Additions	25,976	-
19	2005 Retirements	-	-
20	2005 Adjustments	(18,100)	-
21	12/31/2005 Balance	292,537	711,034

Supporting Schedules: A-12  
 Recap Schedules: A-19

CIAC by Type and Classification

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Scheduled Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-12  
 Page 1 of 1  
 Preparer: Virchow, Krause

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) Prior Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average
WATER				
1	Plant Capacity Fees	\$ -	\$ -	\$ -
2				
3	Line/Main Extension Fees	284,661	292,537	288,599
4				
5	Meter Installation Fees	-	-	-
6				
7	Contributed Plant	-	-	-
8				
9	Other	-	-	-
10				
11	Total	\$ 284,661	\$ 292,537	\$ 288,599
12				
13				
WASTEWATER				
14				
15				
16	Plant Capacity Fees	\$ -	\$ -	\$ -
17				
18	Line/Main Extension Fees	711,034	711,034	711,034
19				
20	Contributed Plant	-	-	-
21				
22	Other	-	-	-
23				
24	Total	\$ 711,034	\$ 711,034	\$ 711,034

Recap Schedules: A-1, A-2, A-11

Annual Additions and Balances of Amortization of CIAC

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-13  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Sewer
1	12/31/2001 Balance [order no. PSC-03-0647-PAA-WS]	\$ 37,503	\$ 73,711
2	2001 Additions	-	-
3	2001 Retirements	-	-
4	2001 Adjustments	(5,154)	(5,044)
5	12/31/2001 Balance	32,349	68,667
6	2002 Additions	7,749	20,202
7	2002 Retirements	-	-
8	2002 Adjustments	-	-
9	12/31/2002 Balance	40,098	88,869
10	2003 Additions	7,958	19,197
11	2003 Retirements	-	-
12	2003 Adjustments	-	-
13	12/31/2003 Balance	48,056	108,066
14	2004 Additions	7,906	20,200
15	2004 Retirements	-	-
16	2004 Adjustments	13,127	16,230
17	12/31/2004 Balance	69,089	144,496
18	2005 Additions	21,245	38,621
19	2005 Retirements	-	-
20	2005 Adjustments	(13,126)	(16,230)
21	12/31/2005 Balance	77,208	166,887

Supporting Schedules: A-14  
 Recap Schedules: A-19



Accumulated Amortization of CIAC by Type and Classification

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: A-14  
 Page 1 of 1  
 Preparer: Virchow, Krause

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) Prior Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average
WATER				
1	Plant Capacity Fees	\$ -	\$ -	\$ -
2				
3	Line/Main Extension Fees	69,089	77,208	73,149
4				
5	Meter Installation Fees	-	-	-
6				
7	Contributed Plant	-	-	-
8				
9	Other	-	-	-
10				
11	Total	\$ 69,089	\$ 77,208	\$ 73,149
12				
13				
WASTEWATER				
14				
15				
16	Plant Capacity Fees	\$ -	\$ -	\$ -
17				
18	Line/Main Extension Fees	144,496	166,887	155,692
19				
20	Contributed Plant	-	-	-
21				
22	Other	-	-	-
23				
24	Total	\$ 144,496	\$ 166,887	\$ 155,692

Recap Schedules: A-1, A-2, A-11

Schedule of AFUDC Rates Used

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Interim  or Final   
Historic  or Projected

Schedule: A-15  
Page 1 of 1  
Preparer: Virchow, Krause  
Recap Schedules:

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.

Line No.	Description	Rate
1	Approved AFUDC Rate (Per Order PSC-04-0262-WS)	9.03%

Annual Additions and Balances of Advances for Construction

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: A-16  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Year-End Balance	
		Water	Sewer
1	12/31/2001 Balance [order no. PSC-03-0647-PAA-WS]	\$ -	\$ -
2	2001 Additions	-	-
3	2001 Retirements	-	-
4	2001 Adjustments	-	-
5	12/31/2001 Balance	-	-
6	2002 Additions	-	-
7	2002 Retirements	-	-
8	2002 Adjustments	-	-
9	12/31/2002 Balance	-	-
10	2003 Additions	-	-
11	2003 Retirements	-	-
12	2003 Adjustments	-	-
13	12/31/2003 Balance	-	-
14	2004 Additions	-	-
15	2004 Retirements	-	-
16	2004 Adjustments	-	-
17	12/31/2004 Balance	-	-
18	2005 Additions	-	-
19	2005 Retirements	-	-
20	2005 Adjustments	-	-
21	12/31/2005 Balance	-	-

Recap Schedules: A-1, A-2, A-19

Working Capital Allowance Calculation

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-17  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

Explanation: Provide the calculation of working capital using the formula method. This is calculated by taking the balance of O&M Expenses divided by 8.

Line No.	Description	Water	Sewer
1	<u>Final Rates - 12/31/2005</u>		
2	Total O&M Expenses	\$ 134,677	\$ 260,454
3	Adjustments to O&M Expenses	<u>39,639</u>	<u>37,784</u>
4	Total Adjusted O&M Expenses	174,316	298,238
5	Divide by 8	<u>8</u>	<u>8</u>
6	Working Capital	\$ <u>21,790</u>	\$ <u>37,280</u>

Recap Schedules: A-1, A-2

Balance Sheet - Assets

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: A-18  
 Page 1 of 1  
 Preparer: Virchow, Krause

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) Test Year 12/31/2005	(3) Prior Year 12/31/2004
1	Utility Plant In Service	\$ 3,738,050	\$ 4,069,395
2	Construction Work In Progress	200,004	5,168
3	Other Utility Plant Adjustments (Acquisition Adjustment)	-	-
4	GROSS UTILITY PLANT	3,938,054	4,074,563
5	Less: Accumulated Depreciation/Amortization	(1,202,066)	(1,179,730)
6	NET UTILITY PLANT	<u>2,735,988</u>	<u>2,894,833</u>
7	Cash	15	(33)
8	Special Deposits	4,000	4,000
9	Accounts Rec'b - customers	78,070	76,537
10	Notes Receivable	-	-
11	Accounts Rec'b - Accoc. Cos.	-	-
12	Notes Rec'b - Accoc. Cos.	-	-
13	Accounts Rec'b - Other	-	-
14	Allowance for Bad Debts	-	-
15	Materials and Supplies	-	-
16	Miscellaneous Current & Accrued Assets	<u>-</u>	<u>-</u>
17	TOTAL CURRENT ASSETS	<u>82,085</u>	<u>80,504</u>
18	Net nonutility Property	-	-
19	Unamortized Debt Discount & Exp	-	-
20	Prelim. Survey & Investigation Charges	-	-
21	Clearing Accounts	-	-
22	Deferred Rate Case Expense	30,870	48,742
23	Other Miscellaneous Deferred Debits	1,016	1,628
24	Accum. Deferred Income Tax	<u>9,419</u>	<u>8,305</u>
25	TOTAL OTHER ASSETS	<u>41,305</u>	<u>58,675</u>
26	TOTAL ASSETS	<u>\$ 2,859,378</u>	<u>\$ 3,034,012</u>

Balance Sheet - Liabilities and Owners' Equity

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: A-19

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim [ ] or Final [x]

Historic [x] or Projected [ ]

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) Test Year 12/31/2005	(3) Prior Year 12/31/2004
1	Common Stock Issued	\$ 1,000	\$ 1,000
2	Preferred Stock Issued	-	-
3	Additional Paid in Capital	1,610,043	1,584,059
4	Retained Earnings	(228,142)	(123,630)
5	Other Equity Capital	-	-
6	<b>TOTAL EQUITY CAPITAL</b>	<b>1,382,901</b>	<b>1,461,429</b>
7	Bonds	-	-
8	Reacquired Bonds	-	-
9	Advances From Associated Companies	-	-
10	Other Long-Term Debt	-	-
11	<b>TOTAL LONG-TERM DEBT</b>	<b>-</b>	<b>-</b>
12	Accounts Payable	4,527	1,380
13	Notes Payable	-	-
14	Notes & Accounts Payable - Assoc. Cos.	657,556	716,435
15	Customer Deposits	13,800	10,500
16	Accrued Taxes	17,028	11,789
17	Accrued Interest	485	405
18	Accrued Dividends	-	-
19	Misc. Current and Accrued Liabilities	-	-
20	<b>TOTAL CURRENT &amp; ACCRUED LIABILITIES</b>	<b>693,396</b>	<b>740,509</b>
21	Advances for Construction	-	-
22	Prepaid Capacity Charges	-	-
23	Accum. Deferred ITC's	-	-
24	Operating Reserve	-	-
25	<b>TOTAL DEFERRED CREDITS &amp; OPER. RESERVES</b>	<b>-</b>	<b>-</b>
26	Contributions in Aid of Construction	1,003,571	977,595
27	Less: Accum. Amortization of CIAC	(244,095)	(184,229)
28	Accumulated Deferred Income Taxes	23,605	38,708
29	<b>Total Equity Capital and Liabilities</b>	<b>\$ 2,859,378</b>	<b>\$ 3,034,012</b>

Net Operating Income Statement - Water

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	\$ 245,865	\$ 2,492 A	\$ 248,357	\$ 90,092 I	\$ 338,449	B-4, E-2
2	Operation & Maintenance	134,677	-	134,677	39,639 E, F, G, L, I	174,316	B-5
3	Depreciation, net of CIAC amort.	35,647	-	35,647	- D	35,647	B-13
4	Amortization	-	- B	-	-	-	
5	Taxes Other Than Income	22,994	-	22,994	4,980 K, M	27,974	B-15
6	Provision for Income Taxes	7,289	- C	7,289	26,484 J	33,773	C-1, B-3
7	OPERATING EXPENSES	200,607	-	200,607	71,103	271,710	
8	NET OPERATING INCOME	\$ 45,258	\$ 2,492	\$ 47,750	\$ 18,989	\$ 66,739	
9	RATE BASE	\$ 747,567		\$ 747,567		\$ 779,658	A-1
10	RATE OF RETURN	6.05%		6.39%		8.56%	

Net Operating Income Statement - Sewer

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-2  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	\$ 353,217	\$ 7,020 A	\$ 360,237	\$ 133,293 I	\$ 493,530	B-4, E-2
2	Operation & Maintenance	260,454	-	260,454	37,784 F, G, L	298,238	B-6
3	Depreciation, net of CIAC amort.	28,710	-	28,710	483 D	29,193	B-14
4	Amortization	87	(87) B	-	-	-	B-3
5	Taxes Other Than Income	32,579	-	32,579	6,861 K, M	39,440	B-15
6	Provision for Income Taxes	(23,234)	23,234 C	-	31,540 J	31,540	
7	OPERATING EXPENSES	298,596	23,147	321,743	76,668	398,411	
8	NET OPERATING INCOME	\$ 54,621	\$ (16,127)	\$ 38,494	\$ 56,625	\$ 95,119	
9	RATE BASE	\$ 1,269,280		\$ 1,059,966		\$ 1,111,200	A-2
10	RATE OF RETURN	4.30%		3.63%		8.56%	



## Adjustments to Net Operating Income

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: B-3

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Schedule Year End: December 31, 2005

Interim [ ] or Final [x]

Historic [x] 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.

Line No.	Description	Water	Wastewater
(A)	Operating Revenues		
	Effect of mid year rate change	2,384	6,717
	RAF Effect on above	107	302
(B)	Amortization		
	Reverse out	-	(87)
(C)	Provision for Income Tax		
	Remove Negative Income Tax	-	23,234
(D)	Depreciation Expense		
	Depreciation from proforma plant changes (see A-3)	-	483
(E)	Proforma Project Amortized Expense		
	Coating and Painting Hydrotanks	5,600	
(F)	Purchase Power Pass Through	1,613	6,008
(G)	Rate Case Expense		
	1/4 of Rate Case Expense (Schedule B-10)	\$ 19,405	\$ 18,084
(H)	Provision for income taxes	N/A	N/A
	Income Taxes (C-1)		
(I)	Revenue Increase		
	Required to realize a 8.56% rate of return	90,092	133,293
(J)	Provision for Income Taxes		
	Income Taxes (C-1)	26,484	31,540
(K)	Taxes other than Income		
	Regulatory Assessment Fees (RAF's)		
	Adjusted for Revenue Increase (B-15)	4,054	5,998
(L)	Proforma O&M Expenses		
	Salary Adjustment (see WP)	13,229	12,329
	Pension/Benefit Adjustment (see WP)	1,462	1,362
(M)	Proforma Tax Other than Income		
	Payroll Taxes (see WP)	926	863
(N)	Used and Useful Depreciation Adjustment		
	Expenses from B-14	-	(1,669)

Test Year Operating Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-4  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

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.

Line No.	WATER SALES Account No. and Description	(1)	SEWER SALES Account No. and Description	(2)
		Total Water		Total Sewer
1	460 Unmetered Water Revenue	\$ -	521.1 Flat Rate - Residential	\$ 350,319
2	461.1 Metered - Residential	243,848	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	-
8	462.2 Private Fire Protection	-	522.2 Measured - Commercial	-
9	464 Other Sales - Public Authorities	-	522.3 Measured - Industrial	-
10	465 Irrigation Customers	-	522.4 Measured - Public Authorities	-
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	\$ 243,848	525 Interdepartmental Sales	\$ 350,319
15				
16			TOTAL SEWER SALES	
17	470 Forfeited Discounts	\$ -		
18	471 Misc Service Revenues	2,017		
19	472 Rents from Water Property	-	531 Sale of Sludge	-
20	473 Interdepartmental Rents	-	532 Forfeited Discounts	-
21	474 Other Water Revenues	-	534 Rents from Sewer Property	-
22			535 Interdepartmental Rents	-
23	TOTAL OTHER		536 Other Sewer Revenues	2,898
24	WATER REVENUES	\$ 2,017		
25			TOTAL OTHER	
26	TOTAL WATER		SEWER REVENUES	\$ 2,898
27	OPERATING REVENUES	\$ 245,865		
28			TOTAL SEWER	
			OPERATING REVENUES	\$ 353,217

Recap Schedules: B-1, B-2

Water O&M Expenses by Month

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-5  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

Line No.	(1) Account No. And Name	(2) Jan 2005	(3) Feb 2005	(4) Mar 2005	(5) Apr 2005	(6) May 2005	(7) Jun 2005	(8) Jul 2005	(9) Aug 2005	(10) Sep 2005	(11) Oct 2005	(12) Nov 2005	(13) Dec 2005	(14) Total Annual
1	601 Salaries & Wages - Employees	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 5,322	\$ 63,860
2	603 Salaries & Wages - Officers, Etc.	-	-	-	-	-	-	-	-	-	-	-	-	-
3	604 Employee Pensions & Benefits	371	371	371	371	371	6,335	371	371	3,014	371	371	371	13,054
4	610 Purchased Water	-	-	-	-	-	-	-	-	-	-	-	-	-
5	615 Purchased Power	631	871	2,843	-	1,429	1,613	(2,050)	581	721	810	816	1,689	9,956
6	616 Fuel for Purchased Power	-	-	-	-	-	-	-	-	-	-	-	-	-
7	618 Chemicals	261	368	318	384	526	211	230	257	218	284	380	622	4,059
8	620 Materials & Supplies	619	619	619	619	619	619	619	619	619	619	619	619	7,427
9	631 Contractual Services - Engr.	-	-	-	-	-	-	-	-	-	-	-	-	-
10	632 Contractual Services - Acct.	170	170	170	170	170	170	170	170	170	170	170	170	2,045
11	633 Contractual Services - Legal	-	-	-	-	-	-	-	-	-	-	-	-	-
12	634 Contractual Services - Mgmt. Fees	-	-	-	-	-	-	-	-	-	-	-	-	-
13	635 Contractual Services - Testing	-	-	-	-	-	-	-	-	-	-	-	-	-
14	636 Contractual Services - Other	-	-	-	-	-	-	-	-	-	-	-	-	-
15	641 Rental of Building/Real Prop.	-	-	-	-	-	-	-	-	-	-	-	-	-
16	642 Rental of Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-
17	650 Transportation Expenses	(226)	501	2,375	(710)	2,579	(911)	258	278	489	115	328	348	5,425
18	656 Insurance - Vehicle	-	-	-	-	-	-	-	-	-	-	-	-	-
19	657 Insurance - General Liability	-	-	-	-	-	-	-	-	-	-	-	-	-
20	658 Insurance - Workman's Comp.	-	-	-	-	-	-	-	-	-	-	-	-	-
21	659 Insurance - Other	94	94	94	94	94	2,829	94	94	994	94	94	94	4,766
22	660 Advertising Expense	-	-	-	-	-	-	-	-	-	-	-	-	-
23	666 Reg. Comm. Exp. - Rate Case Amort.	798	798	799	799	799	800	800	800	801	801	801	801	9,599
24	667 Reg. Comm. Exp. - Other	-	-	-	-	-	-	-	-	-	-	-	-	-
25	670 Bad Debt Expense	30	1	139	22	1	15	1	1	13	116	2	31	370
26	675 Miscellaneous Expense	1,176	1,176	1,176	1,176	1,176	1,176	1,176	1,176	1,176	1,176	1,176	1,176	14,115
27	TOTAL	\$ 9,245	\$ 10,292	\$ 14,227	\$ 8,247	\$ 13,087	\$ 18,179	\$ 6,992	\$ 9,670	\$ 13,537	\$ 9,878	\$ 10,080	\$ 11,244	\$ 134,677

Recap Schedules: B-1

Sewer O&M Expenses by Month

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-6  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

Line No.	(1) Account No. And Name	(2) Jan 2005	(3) Feb 2005	(4) Mar 2005	(5) Apr 2005	(6) May 2005	(7) Jun 2005	(8) Jul 2005	(9) Aug 2005	(10) Sep 2005	(11) Oct 2005	(12) Nov 2005	(13) Dec 2005	(14) Total Annual
1	701 Salaries & Wages - Employees	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 5,171	\$ 62,048
2	703 Salaries & Wages - Officers, Etc.	-	-	-	-	-	-	-	-	-	-	-	-	-
3	704 Employee Pensions & Benefits	360	360	360	360	360	6,155	360	360	2,928	360	360	360	12,683
4	710 Purchased Sewage Treatment	-	-	-	-	-	-	-	-	-	-	-	-	-
5	711 Sludge Removal Expense	2,250	4,500	11,250	2,250	8,375	4,375	2,625	2,625	-	4,375	7,000	7,875	57,500
6	715 Purchased Power	3,847	3,507	7,990	-	3,712	3,529	3,625	3,719	3,794	3,388	3,914	4,675	45,700
7	716 Fuel for Purchased Power	-	-	-	-	-	-	-	-	-	-	-	-	-
8	718 Chemicals	473	668	576	696	953	383	417	465	396	515	690	1,129	7,360
9	720 Materials & Supplies	2,974	2,974	2,974	2,974	2,974	2,974	2,974	2,974	2,974	2,974	2,974	2,974	35,692
10	731 Contractual Services - Engr.	-	-	-	-	-	-	-	-	-	-	-	-	-
11	732 Contractual Services - Acct.	166	166	166	166	166	166	166	166	166	166	166	166	1,987
12	733 Contractual Services - Legal	-	-	-	-	-	-	-	-	-	-	-	-	-
13	734 Contractual Services - Mgmt. Fees	-	-	-	-	-	-	-	-	-	-	-	-	-
14	736 Contractual Services - Other	-	-	-	-	-	-	-	-	-	-	-	-	-
15	741 Rental of Building/Real Prop.	-	-	-	-	-	-	-	-	-	-	-	-	-
16	742 Rental of Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-
17	750 Transportation Expenses	(220)	487	2,308	(690)	2,506	(885)	251	271	475	112	319	339	5,271
18	756 Insurance - Vehicle	-	-	-	-	-	-	-	-	-	-	-	-	-
19	757 Insurance - General Liability	-	-	-	-	-	-	-	-	-	-	-	-	-
20	758 Insurance - Workman's Comp.	-	-	-	-	-	-	-	-	-	-	-	-	-
21	759 Insurance - Other	171	171	171	171	171	5,129	171	171	1,802	171	171	171	8,641
22	760 Advertising Expense	-	-	-	-	-	-	-	-	-	-	-	-	-
23	766 Reg. Comm. Exp. - Rate Case Amort.	776	776	777	777	777	778	778	778	778	778	778	778	9,327
24	767 Reg. Comm. Exp. - Other	-	-	-	-	-	-	-	-	-	-	-	-	-
25	770 Bad Debt Expense	42	1	200	31	1	21	1	1	19	166	2	45	532
26	775 Miscellaneous Expense	1,143	1,143	1,143	1,143	1,143	1,143	1,143	1,143	1,143	1,143	1,143	1,143	13,714
27	TOTAL	\$ 17,153	\$ 19,923	\$ 33,085	\$ 13,048	\$ 26,309	\$ 28,938	\$ 17,681	\$ 17,843	\$ 19,646	\$ 19,319	\$ 22,687	\$ 24,824	\$ 260,455

Comparative O&M Expenses - Water

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-7  
 Page 1 of 1  
 Preparer: Virchow, Krause

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 Rate Case 12/31/2001	(3) Current TY 12/31/2005	(4) \$ Difference	(5) % Difference	(6) Explanation
1	601 Salaries & Wages - Employees	\$ 36,864	\$ 63,860	\$ 26,996	73.23%	Two operators are assigned full-time to CL in current year, there was an open position during the prior test year.
2	603 Salaries & Wages - Officers, Etc.	-	-	-	N/A	
3	604 Employee Pensions & Benefits	8,526	13,054	4,528	53.11%	Two operators are assigned full-time to CL in current year, there was an open position during the prior test year.
4	610 Purchased Water	-	-	-	N/A	
5	615 Purchased Power	7,061	9,956	2,895	41.00%	Increase in unit cost of service as provided by City of Lakeland
6	616 Fuel for Purchased Power	-	-	-	N/A	
7	618 Chemicals	2,677	4,080	1,383	51.66%	Converted disinfection system to sodium hypochlorite, increase in water pumped.
8	620 Materials & Supplies	10,013	7,427	(2,586)	-25.83%	
9	631 Contractual Services - Engr.	-	-	-	N/A	
10	632 Contractual Services - Acct.	845	2,045	1,200	142.01%	Audit fees have increased substantially in the last four years at a rate higher than the CPI index
11	633 Contractual Services - Legal	102	-	(102)	-100.00%	
12	634 Contractual Services - Mgmt. Fees	-	-	-	N/A	
13	635 Contractual Services - Testing	1,312	-	(1,312)	-100.00%	
14	636 Contractual Services - Other	-	-	-	N/A	
15	641 Rental of Building/Real Prop.	-	-	-	N/A	
16	642 Rental of Equipment	-	-	-	N/A	
17	650 Transportation Expenses	4,817	5,425	608	12.62%	Increase in fuel costs
18	656 Insurance - Vehicle	-	-	-	N/A	
19	657 Insurance - General Liability	-	-	-	N/A	
20	658 Insurance - Workman's Comp.	-	-	-	N/A	
21	659 Insurance - Other	1,476	4,766	3,290	222.90%	Total insurance expense for Utilities, Inc. has increased by a rate higher than the CPI index
22	660 Advertising Expense	-	-	-	N/A	
23	666 Reg. Comm. Exp. - Rate Cast Amort	7,235	9,599	2,364	32.67%	Rate case expense incurred and authorized an docket 03-0947.
24	667 Reg. Comm. Exp. - Other	-	-	-	N/A	
25	670 Bad Debt Expense	110	370	260	236.36%	Bad debt expense has increased due to a random increase in finalized accounts that were written off
26	675 Miscellaneous Expense	6,903	14,115	7,212	104.48%	Increase in water maintenance and service line repairs.
27	TOTAL	\$ 87,941	\$ 134,677	\$ 46,736	53.14%	
28	Total Customers (ERC's)	1,200	1,397	197	16.42%	
29	Consumer Price Index - U	234.6	283.4	48.8	20.80%	from Bureau of Labor Statistics (same for all)
30	Benchmark Index: Change in Customer ERC's			1.1642		
31	Increase in CPI			1.2080		
32				1.4064		

Comparative O&M Expenses - Sewer

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060287-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-8  
 Page 1 of 1  
 Preparer: Virchow, Krause

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)		(3)		(4)		(5)		(6) Explanation
		Prior Owner 12/31/2001	Current TY 12/31/2005	\$	%	Difference	Difference			
1	701 Salaries & Wages - Employees	\$ 35,700	\$ 62,048	\$ 26,348	73.80%				Two operators are assigned full-time to CL in current year, there was an open position during the prior test year.	
2	703 Salaries & Wages - Officers, Etc.	-	-	-	N/A					
3	704 Employee Pensions & Benefits	8,252	12,693	4,431	53.70%				Two operators are assigned full-time to CL in current year, there was an open position during the prior test year.	
4	710 Purchased Sewage Treatment	-	-	-	N/A					
5	711 Sludge Removal Expense	17,044	57,500	40,456	237.36%				Increase in sludge volume hauled, increase in unit cost/gallon	
6	715 Purchased Power	35,590	45,700	10,110	28.41%				Increase in unit cost of service as provided by City of Lakeland	
7	718 Fuel for Purchased Power	-	-	-	N/A					
8	718 Chemicals	5,142	7,359	2,217	43.12%				Converted disinfection system to sodium hypochlorite, increase in water pumped.	
9	720 Materials & Supplies	29,479	35,692	6,213	21.08%				Increase in collection system and WWTP repairs, WWTP permit renewal expense	
10	731 Contractual Services - Engr.	-	-	-	N/A					
11	732 Contractual Services - Acct.	818	1,987	1,169	142.91%				Audit fees have increased substantially in the last four years at a rate higher than the CPI Index	
12	733 Contractual Services - Legal	98	-	(98)	-100.00%					
13	734 Contractual Services - Mgmt. Fees	-	-	-	N/A					
14	736 Contractual Services - Other	1,272	-	(1,272)	-100.00%					
15	741 Rental of Building/Real Prop.	-	-	-	N/A					
16	742 Rental of Equipment	-	-	-	N/A					
17	750 Transportation Expenses	4,664	5,271	607	13.01%				Increase in fuel costs	
18	756 Insurance - Vehicle	-	-	-	N/A					
19	757 Insurance - General Liability	-	-	-	N/A					
20	758 Insurance - Workman's Comp.	-	-	-	N/A					
21	759 Insurance - Other	3,374	8,641	5,267	156.11%				Total insurance expense for Utilities, Inc. has increased by a rate higher than the CPI index	
22	760 Advertising Expense	-	-	-	N/A					
23	766 Reg. Comm. Exp. - Rate Cast Amort.	7,001	9,327	2,326	33.22%				Rate case expense incurred and authorized an docket 03-0647.	
24	767 Reg. Comm. Exp. - Other	-	-	-	N/A					
25	770 Bad Debt Expense	236	532	296	125.42%				Bad debt expense has increased due to a random increase in finaled accounts that were written off	
26	775 Miscellaneous Expense	6,685	13,714	7,029	105.15%					
27	TOTAL	\$ 155,355	\$ 260,454	\$ 105,099	67.65%					
28	Total Customers (ERC's)	1,107	1,302	195	17.62%					
29	Consumer Price Index - U	234.6	283.4	48.8	20.80%				from Bureau of Labor Statistics (same for all)	
30	Benchmark Index: Change in Customer ERC's			1,1762						
31	Increase in CPI			1,2080						
32				1,4209						

Analysis of Contractual Services

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: B-9

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim  or Final

Historic  or Projected

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)	(2)	(3)	(4)	(5)
Line No.	Consultant	Type of Service	Amount	Description of Work Performed

1 Services provided by Water Services Corp. and allocated to Cypress Lakes Utilities, Inc.; see Schedule: B-12

Rate Case Expense Analysis

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: B-10  
 Page 1 of 1  
 Preparer: Lena Sunardio

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 to be incurred by each firm, as well as a 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 No.	Firm or Vendor Name	Counsel, Consultant or Witness	Hourly Rate Per Person	Hours	Total Estimate of Charges by Firm	Type of Service Rendered
1	Virchow, Krause	Tom Unke	275	8	\$ 2,200	Assist w/MFR, data requests, audit facilitation
2	Virchow, Krause	Michael Johnson	165	68	11,220	Assist w/MFR, data requests, audit facilitation
3	Virchow, Krause	Megan Steiner	145	32	4,612	Assist w/MFR, data requests, audit facilitation
4	Rose, Sundstrom & Bentley, LLP	Martin Friedman	275	192	50,000	Legal Fees
5	Frank Seidman	Frank Seidman	125	40	5,000	Used & Useful MFR preparation
6	Public Service Commission		n/a	n/a	3,500	Filing Fee
7	Water Service Corp.	Steve Lubertozzi	73	100	7,300	Assist w/MFR, data requests, audit facilitation
8	Water Service Corp.	Holly Roth	61	100	6,100	Assist w/MFR, data requests, audit facilitation
9	Water Service Corp.	Bill Thomas	39	150	5,850	Assist w/MFR, data requests, audit facilitation
10	Water Service Corp.	Steve Dihel	31	150	4,650	Assist w/MFR, data requests, audit facilitation
11	Water Service Corp.	Lena Sunardio	42	150	6,300	Assist w/MFR, data requests, audit facilitation
12	Water Service Corp.	Kirsten Weeks	42	125	5,250	Assist w/MFR, data requests, audit facilitation
13	Water Service Corp.	Dimitry Neyzelman	41	150	6,150	Assist w/MFR, data requests, audit facilitation
14	Water Service Corp.		n/a	na	2,104	Customer notices, postage
15	Water Service Corp.		n/a	n/a	284	Customer notices, stock
16	Water Service Corp.		n/a	n/a	1,200	Travel, Airfare
17	Water Service Corp.		n/a	n/a	1,600	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					<u>\$ 135,720</u>	

21 Estimate Through

22  PAA

23  Commission Hearing

24 Amortization Period 4 Years

25 Explanation if different from Section 367.0816, Florida

26 Amortization of Rate Case Expense:

27	(A) Water	(B) Wastewater	(C) Total
28 Prior unamortized rate case expenses	\$ 7,369	\$ 6,867	\$ 14,236
29 Current rate case expense	70,250	65,471	135,720
30 Total projected rate case expense	<u>77,618</u>	<u>72,338</u>	<u>149,956</u>
31 Annual Amortization	<u>\$ 19,405</u>	<u>\$ 18,084</u>	<u>\$ 37,489</u>

32 Method of allocation between systems:

33 Customers	1,397	1,302	2,698
34 Percentage of average customers	<u>52%</u>	<u>48%</u>	<u>100%</u>



Analysis of Maintenance Expenses

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: B-11  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

No.	Location	Project Description	Total Deferred Project Costs	TY Amortization	Proforma Amortization	Amortization Term
1	Cypress Lakes	Coating and Painting Hydrotanks	28,000	-	5,600	5

Schedule of Allocated Expenses

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: B-12  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Allocation Percentages			Description of Allocation Method	Amounts Allocated			Cypress Lakes	
			Cypress	Other			Cypress	Other		Water 51.76%	Sewer 48.24%
				Co's/Sys	Total			Co's/Sys	Total		
<b>Water Service Corp. Allocated Expenses:</b>											
601	Salaries - Office	0.7%	99.3%	100.0%	ERC*	\$ 17,772	\$ 2,611,794	\$ 2,629,566	\$ 9,199	\$ 8,573	
63x	Outside Services	0.8%	99.2%	100.0%	ERC*	3,421	445,501	448,922	1,771	1,650	
604	Pension & Benefits	0.7%	99.3%	100.0%	ERC*	4,364	631,741	636,105	2,259	2,105	
659	Insurance	0.6%	99.4%	100.0%	ERC*	13,407	2,101,088	2,114,495	6,940	6,467	
675	Office Supplies	0.7%	99.3%	100.0%	ERC*	3,005	430,279	433,284	1,555	1,450	
675	Office Utilities	0.7%	99.3%	100.0%	ERC*	283	42,214	42,497	146	137	
675	Office Maintenance	0.6%	99.4%	100.0%	ERC*	781	141,024	141,805	404	377	
675/670	Miscellaneous	0.7%	99.3%	100.0%	ERC*	2,070	307,049	309,119	1,071	999	
704/775	Sub-Total O & M Expenses					45,103	6,710,690	6,755,793	23,346	21,757	
403	Depreciation	0.7%	99.3%	100.0%	ERC*	\$ 1,897	\$ 282,552	\$ 284,449	\$ 982	\$ 915	
408/409	Taxes Other Than Income	0.7%	99.3%	100.0%	ERC*	2,100	314,008	316,108	1,087	1,013	
410	Deferred Income Tax	0.7%	99.3%	100.0%	ERC*	66	9,608	9,674	34	32	
426	Other Income	0.7%	99.3%	100.0%	ERC*	(21)	(3,009)	(3,030)	(11)	(10)	
419,27	Interest Expense	0.7%	99.3%	100.0%	ERC*	1,914	279,796	281,710	991	923	
	Total Expenses					\$ 51,059	\$ 7,593,645	\$ 7,644,704	\$ 26,428	\$ 24,631	
<b>Utilities, Inc. of Florida Allocated Expenses</b>											
63x	Outside Services	2.3%	97.7%	100.0%	ERC*	\$ 690	\$ 29,287	\$ 29,977	\$ 357	\$ 333	
675	Office Supplies	2.5%	97.5%	100.0%	ERC*	1,750	69,023	70,773	906	844	
675	Office Utilities	2.4%	97.6%	100.0%	ERC*	297	11,983	12,280	154	143	
675	Office Maintenance	2.4%	97.6%	100.0%	ERC*	489	19,759	20,248	253	236	
675	Miscellaneous	1.6%	98.4%	100.0%	ERC*	279	17,460	17,739	144	135	
650	Transportation Expenses	0.0%	100.0%	100.0%	ERC*	-	109,070	109,070	-	-	
620,675	Operators Expense	2.4%	97.6%	100.0%	ERC*	305	12,387	12,692	158	147	
	Sub-Total O & M Expenses					\$ 3,810	\$ 268,970	\$ 272,780	\$ 1,972	\$ 1,838	
408	Taxes Other Than Income	0.0%	0.0%	0.0%	ERC*	\$ -	\$ -	\$ -	\$ -	\$ -	
403	Depreciation	1.1%	98.9%	100.0%	ERC*	1,462	131,596	133,058	757	705	
	Total Expenses					\$ 5,272	\$ 400,566	\$ 405,838	\$ 2,729	\$ 2,543	

\*Note: Allocation methodology is based predominantly on ERCs.

Net Depreciation Expenses - Water

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-13  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

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 & Useful Amount
1	INTANGIBLE PLANT					
2	301.1 Organization	\$ -	\$ -	\$ -	0%	\$ -
3	302.1 Franchises	-	-	-	0%	-
4	339.1 Other Plant & Misc. Equipment	-	-	-	0%	-
5	SOURCE OF SUPPLY AND PUMPING PLANT					
6	303.2 Land & Land Rights	-	-	-	0%	-
7	304.2 Structures & Improvements	2,095	-	2,095	0%	-
8	305.2 Collect. & Impound. Reservoirs	-	-	-	0%	-
9	306.2 Lake, River & Other Intakes	-	-	-	0%	-
10	307.2 Wells & Springs	1,945	-	1,945	0%	-
11	308.2 Infiltration Galleries & Tunnels	-	-	-	0%	-
12	309.2 Supply Mains	-	-	-	0%	-
13	310.2 Power Generation Equipment	-	-	-	0%	-
14	311.2 Pumping Equipment	7,982	-	7,982	0%	-
15	339.2 Other Plant & Misc. Equipment	-	-	-	0%	-
16	WATER TREATMENT PLANT					
17	303.3 Land & Land Rights	-	-	-	0%	-
18	304.3 Structures & Improvements	-	-	-	0%	-
19	320.3 Water Treatment Equipment	639	-	639	0%	-
20	339.3 Other Plant & Misc. Equipment	-	-	-	0%	-
21	TRANSMISSION AND DISTRIBUTION PLANT					
22	303.4 Land & Land Rights	-	-	-	0%	-
23	304.4 Structures & Improvements	-	-	-	0%	-
24	330.4 Distr. Reservoirs & Standpipes	2,270	-	2,270	0%	-
25	331.4 Transm. & Distribution Mains	10,581	-	10,581	0%	-
26	333.4 Services	5,625	-	5,625	0%	-
27	334.4 Meters & Meter Installations	6,712	-	6,712	0%	-
28	335.4 Hydrants	1,685	-	1,685	0%	-
29	339.4 Other Plant & Misc. Equipment	-	-	-	0%	-
30	GENERAL PLANT					
31	303.5 Land & Land Rights	-	-	-	0%	-
32	304.5 Structures & Improvements	-	-	-	0%	-
33	340.5 Office Furniture & Equipment	-	-	-	0%	-
34	341.5 Transportation Equipment	11,981	-	11,981	0%	-
35	342.5 Stores Equipment	-	-	-	0%	-
36	343.5 Tools, Shop & Garage Equipment	1,839	-	1,839	0%	-
37	344.5 Laboratory Equipment	390	-	390	0%	-
38	345.5 Power Operated Equipment	-	-	-	0%	-
39	346.5 Communication Equipment	-	-	-	0%	-
40	347.5 Miscellaneous Equipment	-	-	-	0%	-
41	348.5 Other Tangible Plant	3,148	-	3,148	0%	-
42	TOTAL	56,892	-	56,892		-
43	Less: Amortization of CIAC	21,245	-	21,245	0%	-
44	NET DEPRECIATION EXPENSE - WATER	\$ 35,647	\$ -	\$ 35,647		\$ -

Recap: Schedules: B-1

Net Depreciation Expenses - Sewer

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-14  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

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 & Useful Amount
1	INTANGIBLE PLANT	\$ -	\$ -	\$ -	0%	\$ -
2	351.1 Organization	-	-	-	0%	-
3	352.1 Franchises	-	-	-	0%	-
4	389.1 Other Plant & Misc. Equipment	-	-	-	0%	-
5	COLLECTION PLANT	-	-	-	0%	-
6	353.2 Land & Land Rights	-	-	-	0%	-
7	354.2 Structures & Improvements	2,954	-	2,954	0%	-
8	360.2 Collection Sewers - Force	5,960	-	5,960	0%	-
9	361.2 Collection Sewers - Gravity	13,260	-	13,260	0%	-
10	362.2 Special Collecting Structures	-	-	-	0%	-
11	363.2 Services to Customers	5,391	-	5,391	0%	-
12	364.2 Flow Measuring Devices	-	-	-	0%	-
13	365.2 Flow Measuring Installations	-	-	-	0%	-
14	375.2 Reuse Services	-	-	-	0%	-
15	389.2 Other Plant & Misc. Equipment	-	-	-	0%	-
16	SYSTEM PUMPING PLANT	-	-	-	0%	-
17	353.3 Land & Land Rights	-	-	-	0%	-
18	354.3 Structures & Improvements	-	-	-	0%	-
19	370.3 Receiving Wells	-	-	-	0%	-
20	371.3 Pumping Equipment	-	-	-	0%	-
21	389.3 Other Plant & Misc. Equipment	-	-	-	0%	-
22	TREATMENT AND DISPOSAL PLANT	-	-	-	0%	-
23	353.4 Land & Land Rights	-	-	-	4.34%	-
24	354.4 Structures & Improvements	-	-	-	4.34%	-
25	380.4 Treatment & Disposal Equipment	28,159	-	28,159	4.34%	1,223
26	381.4 Plant Sewers	-	-	-	4.34%	-
27	382.4 Outfall Sewer Lines	-	-	-	4.34%	-
28	389.4 Other Plant & Misc. Equipment	10,266	-	10,266	4.34%	446
29	GENERAL PLANT	-	-	-	0%	-
30	353.5 Land & Land Rights	-	-	-	0%	-
31	354.5 Structures & Improvements	-	-	-	0%	-
32	390.5 Office Furniture & Equipment	-	-	-	0%	-
33	391.5 Transportation Equipment	-	-	-	0%	-
34	392.5 Stores Equipment	-	-	-	0%	-
35	393.5 Tools, Shop & Garage Equipment	592	-	592	0%	-
36	394.5 Laboratory Equipment	461	-	461	0%	-
37	395.5 Power Operated Equipment	-	-	-	0%	-
38	396.5 Communication Equipment	288	-	288	0%	-
39	397.5 Miscellaneous Equipment	-	-	-	0%	-
40	398.5 Other Tangible Plant	-	-	-	0%	-
41	398.5 Other Tangible Plant	-	-	-	0%	-
42	398.5 Other Tangible Plant	-	-	-	0%	-
43	TOTAL	67,331	-	67,331		1,669
44	Less: Amortization of CIAC	38,621	-	38,621	0%	-
45	NET DEPRECIATION EXPENSE - SEWER	\$ 28,710	\$ -	\$ 28,710		\$ 1,669

Recap: Schedules: B-2

Taxes Other than Income

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: B-15  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

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 (RAFTs)	(3) Payroll Taxes	(4) Real Estate & Personal Property	(5) Other	(6) Total
WATER						
1	Test Year Per Books	\$ 10,928	\$ 5,847	\$ 6,219	\$ -	\$ 22,994
2 Adjustments to Test Year (Explain)						
3	Taxes re adj. to Salaries (see WP)	-	926	-	-	926
4	RAFTs re actual TY & Annualized rev.	-	-	-	-	-
5	Adj. Prop. Tax for proforma & non used	-	-	-	-	-
6	Total Test Year Adjustments	-	926	-	-	926
7	Adjusted Test Year	10,928	6,773	6,219	-	23,920
8	RAFTs Assoc. with Revenue Increase	4,054	-	-	-	4,054
9	Total Balance	\$ 14,982	\$ 6,773	\$ 6,219	\$ -	\$ 27,974
SEWER						
10	Test Year Per Books	\$ 15,700	\$ 5,681	\$ 11,198	\$ -	\$ 32,579
11 Adjustments to Test Year (Explain)						
12	Taxes re adj. to Salaries	-	863	-	-	863
13	RAFTs re actual TY & Annualized rev.	-	-	-	-	-
14	Adj. Prop. Tax for proforma & non used	-	-	-	-	-
15	Total Test Year Adjustments	-	863	-	-	863
16	Adjusted Test Year	15,700	6,544	11,198	-	33,442
17	RAFTs Assoc. with Revenue Increase	5,998	-	-	-	5,998
18	Total Balance	\$ 21,698	\$ 6,544	\$ 11,198	\$ -	\$ 39,440

Recap: Schedules: B1, B-2

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Adjusted for Increase Water	Increase Sewer
1	Current Tax Expense	C-2	\$ (15,749)	\$ 20,404	\$ 4,656	\$ 6,811	\$ (4,058)	\$ 26,484	\$ 31,540
2	Deferred Income Tax Expense	C-5	(16,086)	-	(16,086)	(7,383)	23,534	-	-
3	ITC Realized This Year	C-8	-	-	-	-	-	-	-
4	ITC Amortization	C-8	-	-	-	-	-	-	-
5	(3% ITC and IRC 46(f)(2))								
6	Parent Debt Adjustment	C-9	-	-	-	-	-	-	-
7	Total Income Tax Expense		<u>\$ (31,835)</u>	<u>\$ 20,404</u>	<u>\$ (11,430)</u>	<u>\$ (572)</u>	<u>\$ 19,476</u>	<u>\$ 26,484</u>	<u>\$ 31,540</u>

Supporting Schedules: C-2, C-5, C-8, C-9  
 Recap Schedules: B-1, B-2

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-2  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.	Description	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer	Adjusted for Increase	
							Water	Sewer
1	Net Utility Operating Income (B-1, B-2)	\$ 99,879	\$ (13,636)	\$ 86,243	47,750	38,494	100,512	126,659
1a	Other Income	-	-	-	-	-	-	-
2	Add: Income Tax Expense Per Books (B-1, B-2)	(15,945)	23,234	7,289	-	-	-	-
3	Subtotal	83,934	9,598	93,532	47,750	38,494	100,512	126,659
4	Less: Interest Charges (C-3)	79,839	-	79,839	29,409	50,430	29,890	42,601
5	Taxable Income Per Books	4,095	9,598	13,693	18,341	(11,936)	70,622	84,058
Schedule M Adjustments:								
6	Permanent Differences (C-4)	192	(192)	-	-	-	-	-
7	Timing Differences (C-5)	(50,607)	50,607	-	-	-	-	-
8	Total Schedule M Adjustments	(50,415)	50,415	-	-	-	-	-
9	Taxable Income Before State Taxes	(46,320)	60,013	13,693	18,341	(11,936)	70,622	84,058
10	Less: State Income Tax Exemption (\$5,000)	5,000	-	5,000	2,500	2,500	2,500	2,500
11	State Taxable Income	(51,320)	60,013	8,693	15,841	(14,436)	68,122	81,558
12	State Income Tax (5.5% of Line 11)	-	-	-	871	-	3,747	4,486
13	Emergency Excise Tax	-	-	-	-	-	-	-
14	Credits	-	-	-	-	-	-	-
15	Current State Income Taxes	-	-	-	871	-	3,747	4,486
16	Federal Taxable Income (Line 9 - Line 15)	(46,320)	60,013	13,693	17,469	(11,936)	66,875	79,572
17	Federal Income Tax Rate	0.34	0.34	0.34	0.34	0.34	0.34	0.34
18	Federal Income Taxes (Line 16 x Line 17)	(15,749)	20,404	4,656	5,940	(4,058)	22,737	27,055
19	Less: Investment Tax Credit Realized This Year (C-8)	-	-	-	-	-	-	-
20	Current Federal Inc. Taxes (Line 18 - Line 19)	(15,749)	20,404	4,656	5,940	(4,058)	22,737	27,055
Summary:								
21	Current State Income Tax (Line 15)	-	-	-	871	-	3,747	4,486
22	Current Federal Income Tax (Line 20)	(15,749)	20,404	4,656	5,940	(4,058)	22,737	27,055
23	Total Current Income Tax Expense (To C-1)	\$ (15,749)	\$ 20,404	\$ 4,656	\$ 6,811	\$ (4,058)	\$ 26,484	\$ 31,540

Supporting Schedules: B-1, B-2, C-3, C-4, C-5, C-8  
 Recap Schedules: C-1

Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-3  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Amortization of Debt Premium Disc and Expense Net	-	-	-	-	-
3	Interest on Short Term Debt	-	-	-	-	-
4	Other Interest Expense - Intercompany	80,031	-	80,031	29,475	50,556
5	AFUDC	(192)	-	(192)	(66)	(126)
6	ITC Interest Synchronization	-	-	-	-	-
7	Total Used for Tax Calculation	<u>\$ 79,839</u>	<u>\$ -</u>	<u>\$ 79,839</u>	<u>\$ 29,409</u>	<u>\$ 50,430</u>

Calculation for ITC Interest Synchronization Adjustment  
 ONLY for Option 2 companies.

Balances From Schedule D-1	Amount	Ratio	Cost	Total Weighted Cost	Debt Only Weighted Cost
This Schedule is not applicable					
8 Long-Term Debt	\$ -	\$ -	\$ -	\$ -	\$ -
9 Short-Term Debt	-	-	-	-	-
10 Preferred Stock	-	-	-	-	-
11 Common Equity	-	-	-	-	-
12 Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
13 ITC's (from D-1)	-				
14 Weighted Debt Cost	-				
15 Interest Adjustment	<u>\$ -</u>				

Supporting Schedules: D-1, C-8  
 Recap Schedules: C-2



Book/Tax Differences - Permanent

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: C-4

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Schedule Year End: December 31, 2005

Interim  or Final

Historic  or Projected

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.

---

1	Interest during construction (IDC)	\$	<u>192</u>
---	------------------------------------	----	------------

Deferred Tax Expense

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-5  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1 Timing Differences:						
2	Tax Depreciation and Amortization	\$ 11,267	\$ -	\$ 11,267	\$ 52,501	\$ (41,234)
3	Book Depreciation and Amortization	92,936	-	92,936	47,869	45,067
4	Difference	(81,669)	-	(81,669)	4,632	(86,301)
5 Other Timing Differences (Itemize)						
6	Tap Fees	-	-	-	-	-
7	AFUDC	192	-	-	-	-
8	Org. Exp. Amort.	-	-	-	-	-
9	Def. R.C. Exp.	30,870	-	30,870	15,435	15,435
10	Total Timing Differences (to C-2)	(50,607)	-	(50,799)	20,067	(70,866)
11	State Tax Rate	0.055	0.055	0.055	0.055	0.055
12	State Deferred Tax (Line 9 x Line 11)	1,698	-	1,698	849	849
13	(Limited by NOL)	-	-	-	-	-
14 Timing Differences for Federal Taxes						
15	(Line 10 - Line 12)	(52,305)	-	(52,497)	19,218	(71,715)
16	Federal Rate	0.340	0.340	0.340	0.340	0.340
17	Federal Deferred Taxes (L16xL15)	(17,784)	-	(17,849)	6,534	(24,383)
18	Add: State Deferred Taxes (L12)	1,698	-	1,698	849	849
19	Total Deferred Tax Expense (to C-1)	\$ (16,086)	\$ -	\$ (16,151)	\$ 7,383	\$ (23,534)

Accumulated Deferred Income Taxes - Summary

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060287-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-6  
 Page 1 of 3  
 Preparer: Virchow, Krause

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. 190.1020			Account No. 190.1021			Net Deferred Income Taxes		
		State	Federal	Total	State	Federal	Total	State	Federal	Total
1	1995	-	-	-	-	-	-	-	-	-
2	1996	-	-	-	-	-	-	-	-	-
3	1997	-	-	-	-	-	-	-	-	-
4	1998	-	-	-	-	-	-	-	-	-
5	1999	-	-	-	-	-	-	-	-	-
6	2000	-	-	-	-	-	-	-	-	-
7	2001	-	-	-	-	277	277	48	13,142	13,190
8	2002	-	10,568	10,568	-	87	87	1,655	22,967	24,622
9	2003	-	21,609	21,609	-	496	496	3,427	32,943	36,870
10	2004	-	15,692	15,692	-	524	524	2,419	36,269	38,708
11	2005	-	10,033	10,033	-	327	327	1,416	22,189	23,605

  

Year	Account No. 190.1024			Account No. 190.1031			
	State	Federal	Total	State	Federal	Total	
12	1995	-	-	-	-	-	
13	1996	-	-	-	-	-	
14	1997	-	-	-	-	-	
15	1998	-	-	-	-	-	
16	1999	-	-	-	-	-	
17	2000	-	-	-	-	-	
18	2001	-	13,641	13,641	-	(776)	(776)
19	2002	-	16,005	16,005	-	(3,693)	(3,693)
20	2003	-	17,784	17,784	-	(6,946)	(6,946)
21	2004	-	18,665	18,665	-	1,408	1,408
22	2005	-	18,665	18,665	-	(6,836)	(6,836)

  

Year	Account No. 190.2020			Account No. 190.2021		
	State	Federal	Total	State	Federal	Total
23	1995	-	-	-	-	-
24	1996	-	-	-	-	-
25	1997	-	-	-	-	-
26	1998	-	-	-	-	-
27	1999	-	-	-	-	-
28	2000	-	-	-	-	-
29	2001	-	-	-	48	48
30	2002	1,636	-	1,636	19	19
31	2003	3,345	-	3,345	82	82
32	2004	2,332	-	2,332	87	87
33	2005	1,363	-	1,363	53	53

  

Year	Account No. 190.2024			Account No. 190.2031		
	State	Federal	Total	State	Federal	Total
34	1995	-	-	-	-	-
35	1996	-	-	-	-	-
36	1997	-	-	-	-	-
37	1998	-	-	-	-	-
38	1999	-	-	-	-	-
39	2000	-	-	-	-	-
40	2001	-	-	-	-	-
41	2002	-	-	-	-	-
42	2003	-	-	-	-	-
43	2004	-	-	-	-	-
44	2005	-	-	-	-	-

Supporting Schedules: C-6 (p2-p3)  
 Recap Schedules: A-18, A-19, D-2

Accumulated Deferred Income Taxes - State

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-4WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-6  
 Page 2 of 3  
 Preparer: Virchow, Krause

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. 190.2020 Def. Tax Cr - Rate Case					Account No. 190.2021 Def. St. Tax - Def. Maint				
		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	1995	-	-	-	-	-	-	-	-	-	-
2	1996	-	-	-	-	-	-	-	-	-	
3	1997	-	-	-	-	-	-	-	-	-	
4	1998	-	-	-	-	-	-	-	-	-	
5	1999	-	-	-	-	-	-	-	-	-	
6	2000	-	-	-	-	-	-	-	-	-	
7	2001	-	-	-	-	-	-	-	-	48	
8	2002	-	1,836	-	-	1,836	48	-	(29)	19	
9	2003	1,836	2,120	(411)	-	3,345	19	102	(39)	82	
10	2004	3,345	23	(1,036)	-	2,332	82	100	(95)	87	
11	2005	2,332	72	(1,041)	-	1,363	87	-	(34)	53	

Line No.	Year	Account No. 190.2024 Def. St. Tax - SE3 Fit					Account No. 190.2031 Def. St. Tax - Depr. SE3 Fit				
		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	1995	-	-	-	-	-	-	-	-	-	-
13	1996	-	-	-	-	-	-	-	-	-	
14	1997	-	-	-	-	-	-	-	-	-	
15	1998	-	-	-	-	-	-	-	-	-	
16	1999	-	-	-	-	-	-	-	-	-	
17	2000	-	-	-	-	-	-	-	-	-	
18	2001	-	-	-	-	-	-	-	-	-	
19	2002	-	-	-	-	-	-	-	-	-	
20	2003	-	-	-	-	-	-	-	-	-	
21	2004	-	-	-	-	-	-	-	-	-	
22	2005	-	-	-	-	-	-	-	-	-	

Recap Schedules: C-6 (p1)

Accumulated Deferred Income Taxes - Federal

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-W5  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-6  
 Page 3 of 3  
 Preparer: Virchow, Krause

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. 190.1020 Def. Tax Cr - Rate Case					Account No. 190.1021 Def. Fed Tax - Def Maint				
		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	1995	-	-	-	-	-	-	-	-	-	-
2	1996	-	-	-	-	-	-	-	-	-	
3	1997	-	-	-	-	-	-	-	-	-	
4	1998	-	-	-	-	-	-	-	-	-	
5	1999	-	-	-	-	-	-	-	-	-	
6	2000	-	-	-	-	-	-	-	-	-	
7	2001	-	-	-	-	-	-	-	-	277	
8	2002	-	10,568	-	-	10,568	277	-	(190)	87	
9	2003	10,568	13,695	(2,654)	-	21,609	87	661	(252)	496	
10	2004	21,609	133	(6,050)	-	15,692	496	585	(557)	524	
11	2005	15,692	422	(6,081)	-	10,033	524	-	(197)	327	

Line No.	Year	Account No. 190.1024 Def. Tax Cr - Orgn. Exp					Account No. 190.1031 Def. Tax Cr - Depr.				
		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	1995	-	-	-	-	-	-	-	-	-	-
13	1996	-	-	-	-	-	-	-	-	-	
14	1997	-	-	-	-	-	-	-	-	-	
15	1998	-	-	-	-	-	-	-	-	-	
16	1999	-	-	-	-	-	-	-	-	-	
17	2000	-	-	-	-	-	-	-	-	-	
18	2001	-	-	-	-	13,641	-	-	-	(776)	
19	2002	13,641	2,364	-	-	16,005	(776)	70,264	(73,181)	(3,693)	
20	2003	16,005	1,779	-	-	17,784	(3,693)	-	(3,253)	(6,946)	
21	2004	17,784	881	-	-	18,665	(6,946)	8,354	-	1,408	
22	2005	18,665	-	-	-	18,665	1,408	-	(8,244)	(6,836)	

Recap Schedules: C-6 (p1)

Investment Tax Credits

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: C-7  
 Page 1 of 1  
 Preparer: Virchow, Krause

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 Realised		Amortization		Amount Realised		Amortization		Beginning Balance	Current Year	Prior Year Adjust	Ending Balance
		Beginning Balance	Current Year	Prior Year Adjust	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

Recap Schedules: C-2, C-3, C-10, D-2, A-18, A-19

Parent(s) Debt information

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: C-8  
 Page 1 of 1  
 Preparer: Virchow, Krause

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: _____			
		Amount	% of Total	Cost Rate	Weighted Cost
1	Long-Term Debt	\$ -	\$ -	\$ -	\$ -
2	Short-Term Debt	-	-	-	-
3	Preferred Stock	-	-	-	-
4	Common Equity - Common Stock	-	-	-	-
5	Retained Earnings - Parent Only	-	-	-	-
6	Deferred Income Tax	-	-	-	-
7	Other Paid In Capital	-	-	-	-
8	Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Note: A parent debt adjustment is not necessary. Utilities, Inc. (parent company) imputes interest expense to each subsidiary company, including Cypress Lakes Utilities, Inc., based on the capital structure of the consolidated group.

Recap Schedules: C-3

Income Tax Returns

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Interim  or Final   
Historic  or Projected

Schedule: C-9  
Page 1 of 1  
Preparer: Virchow, Krause

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.

- 
- 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: Cypress Lakes Utilities, Inc.

Schedule: C-10

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim  or Final

Historic  or Projected

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) | Is the treatment of customer deposits at issue with the IRS?                    | No   |
| (3) | Is the treatment of contributions in aid of construction at issue with the IRS? | No   |
| (4) | Is the treatment of unbilled revenues at issue with the IRS?                    | No   |

Requested Cost of Capital

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: D-1  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

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

Line No.	(1) Class of Capital	(2) Total Capital	(3) Ratio	(4) Cost Rate	(5) Weighted Cost
1	Long Term Debt	\$ 1,013,261	54.84%	6.81%	3.73%
2	Short Term Debt	92,689	5.02%	2.00%	0.10%
3	Preferred Stock	-	0.00%	0.00%	0.00%
4	Common Equity	741,601	40.14%	11.77%	4.72%
5	Customer Deposits	12,150	0.00%	6.00%	0.00%
6	Tax Credits - Zero Cost	-	0.00%	0.00%	0.00%
7	Tax Credits - Weighted Cost	-	0.00%	0.00%	0.00%
8	Accumulated Deferred Income Tax	31,157	0.00%	0.00%	0.00%
9	Other (Explain)	-	0.00%	0.00%	0.00%
10	Total	\$ <u>1,890,857</u>	<u>100%</u>		<u>8.56%</u>

Note: The cost of equity is based on the leverage formula in effect pursuant to Order No. PSC-050006. Since the equity ratio is greater than 40.00%, a(n) 11.77% cost rate has been used.

Note: Long term debt, short term debt, preferred stock, and common equity are actual for Cypress Lakes Utilities, Inc.'s parent company, Utilities, Inc.

Reconciliation of Capital Structure to Rate Base

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Utility [ ] or Parent [X]  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: D-2  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

Explanation: Provide a reconciliation of the simple 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)	Reconciliation Adjustments		(7)
		Prior Year 12/31/2004	Test Year 12/31/2005	Average	Pro Rata	Prorata %	To Requested Rate Base	
1	Long Term Debt	\$ 112,803,215	\$ 135,285,191	\$ 124,044,203	\$ (123,030,942)	54.84%	\$ 1,013,261	
2	Short Term Debt	18,768,000	3,926,000	11,347,000	(11,254,311)	5.02%	92,689	
3	Preferred Stock	-	-	-	-	0.00%	-	
4	Common Equity	88,963,597	92,611,247	90,787,422	(90,045,821)	40.14%	741,601	
5	Customer Deposits	10,500	13,800	12,150	-	0.00%	12,150	
6	Tax Credits - Zero Cost	-	-	-	-	0.00%	-	
7	Tax Credits - Weighted Cost	-	-	-	-	0.00%	-	
8	Accumulated Deferred Income Taxes	38,708	23,605	31,157	-	0.00%	31,157	
9	Other (Explain)	-	-	-	-	0.00%	-	
10	Total	\$ 220,584,020	\$ 231,859,843	\$ 226,221,932	\$ (224,331,074)	100.00%	\$ 1,890,857	

Note: Long term debt, short term debt, preferred stock, and common equity are actual for Cypress Lakes Utilities, Inc.'s parent company, Utilities, Inc.

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: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Utility  or Parent   
 Interim  or Final   
 Historic  or Projected

Schedule: D-3  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

Explanation: Provide data as specified on preferred stock on a simple 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)	(12)	
Line No.	Description, Coupon Rate, Years of Life	Issue Date	Call Provis., Special Restrict	Principal Amount Sold (Face Value)	Principal Amount Outstanding	(Discount) or Premium on Principal Amount Sold	(Discount) or Premium on Principal Associated With Col(5)	Issuing Expense Associated With Col(4)	Issuing Expense Associated With Col(5)	Net Proceeds (5)-(9)+(7)	Rate x (Contract) Rate on Face Value	Dollar Dividend on Face Rate (11)x(5)	Effective Cost Rate (12)/(10)

1 Not Applicable

Recap Schedules: A-19, D-2

Simple Average Cost Short-Term Debt

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Utility  or Parent   
 Interim  or Final   
 Historic  or Projected

Schedule: D-4  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

Explanation: Provide the following information on a beginning and end of year 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) Line No.	(2) Lender	(3) Total Interest Expense	(4) Maturity Date	(5) Simple Average Amt. Outstanding	(6) Effective Cost Rate
1	Bank One	\$ 226,426	LOC not applicable	\$ 11,347,000	2.00%
2	Total	\$ 226,426		\$ 11,347,000	2.00%

Note: Short term debt is actual for Cypress Lakes Utilities, Inc.'s parent company, Utilities, Inc.

Long-Term Debt - Beginning & End of Year Average

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Utility  or Parent   
 Interim  or Final   
 Historic  or Projected

Schedule: D-5  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

Explanation: Provide the specified data on long-term debt issues on a simple 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.

(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)	Simple Average Principal Amount Outstanding 12/31/05	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	5.41% note, due in installments beginning 2006	08/30/02 - 08/30/12	\$ 50,000,000	\$ 50,000,000	\$ 7,142,857	\$ -	\$ -	\$ -	\$ 133,351	\$ 2,705,000	\$ 2,838,351	5.68%
2	7.87% note, due June 1, 2005	06/01/95 - 06/01/05	15,000,000	7,500,000	-	-	-	-	10,606	590,250	600,856	8.01%
3	8.42% note, 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%
4	4.55% note, due in installments beginning 2008	02/17/05 - 02/17/12	20,000,000	10,000,000	-	-	-	-	25,032	455,000	480,032	4.80%
5	4.62% note, due in installments beginning 2008	05/27/05 - 05/27/12	20,000,000	10,000,000	-	-	-	-	5,420	462,000	467,420	4.67%
6	9.01% note, due in installments beginning 1998	07/15/92 - 11/30/07	15,000,000	3,750,000	1,500,000	-	-	-	24,214	337,875	362,089	9.66%
7	9.16% note, due in installments beginning 1996	05/28/91 - 04/30/06	10,000,000	1,500,000	1,000,000	-	-	-	10,284	137,400	147,684	9.85%
8	8.10% - 8.96% note, due in installments beginning 1997	09/01/1997 - 2017	500,000	294,203	19,810	-	-	-	-	25,375	25,375	8.63%
9	Total		<u>\$ 171,500,000</u>	<u>\$ 124,044,203</u>	<u>\$ 9,662,667</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 279,607</u>	<u>\$ 8,165,100</u>	<u>\$ 8,444,707</u>	<u>6.81%</u>

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

Variable Rate Long-Term Debt - Beginning & End of Year Average

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Utility [ ] or Parent [X]  
 Interim [ ] or Final [X]  
 Historic [X] or Projected [ ]

Schedule: D-6  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

Explanation: Provide the specified data on variable cost long-term debt issues on a simple 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- Maturity Date	Principal Amount Sold (Face Value)	Simple Average Principal Amount Outstanding 12/31/05	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

Recap Schedules: A-19, D-2

Customer Deposits

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: D-7

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Utility  or Parent

Interim  or Final

Historic  or Projected

Explanation: Provide a schedule of customer deposits as shown.

(1) Line No.	(1) For the Year Ended	(2) Beginning Balance	(3) Deposits Received	(4) Deposits Refunded	(5) Ending Balance (2+3-4)
1	December 31, 2005	10,500	10,245	6,945	13,800

Recap Schedules: A-19, D-2



Rate Schedule - Present, Interim, and Final

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year Ended: December 31, 2005  
 Water [ ] or Sewer [x]  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: E-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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

Line No.	(1) Class/Meter Size	(2) Test Year Rates	(3) Proposed Rates
<u>Water</u>			
1	67201 5/8" Residential Base Charge	\$ 6.49	\$ 8.43
2	67204 5/8" General Service Base Charge	6.49	8.43
3	67210 1" General Service Base Charge	16.22	21.09
4	67212 1.5" General Service Base Charge	32.44	42.17
5	67205 5/8" G.S. Irrigation Base Charge	6.49	8.43
6	67211 1" G.S. Irrigation Base Charge	16.22	21.09
7	67214 1.5" G.S. Irrigation Base Charge	32.44	42.17
8	67215 2" G.S. Irrigation Base Charge	51.89	67.47
9			
10	Gallonge Charge per 1,000 Gallons		
11	67201 5/8" Residential (First 6,000 Gal)	2.47	3.35
12	67201 5/8" Residential (Next 6,000 Gal)	3.72	5.03
13	67201 5/8" Residential (Over 12,000 Gal)	4.95	6.70
14	67204 5/8" General Service	2.69	3.68
15	67210 1" General Service	2.69	3.68
16	67212 1.5" General Service	2.69	3.68
17	67205 1" General Service	2.69	3.68
18	67211 1" Irrigation	2.69	3.68
19	67214 1.5" Irrigation	2.69	3.68
20	67215 2" Irrigation	2.69	3.68
21			
22			
23			
24			
25			
26	<u>Wastewater (1)</u>		
27			
28	67221 5/8" Residential Base Charge	14.36	12.88
29	67229 5/8" General Service Base Charge	14.36	12.88
30	67230 1" General Service Base Charge	35.92	32.21
31	67232 1.5" General Service Base Charge	71.85	64.41
32			
33			
34			
35	Gallonge Charge per 1,000 Gallons		
36	67221 5/8" Residential (8,000 Gal. Cap)	2.92	6.15
37	67229 5/8" General Service	3.50	7.38
38	67230 1" General Service	3.50	7.38
39	67232 1.5" General Service	3.50	7.38

(1) Residential class customers have maximum monthly gallonge charge of 8,000 gallons.

Calculation of TYE 12/31/05 Water Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 050257-W5  
 Test Year End: December 31, 2005  
 Schedule Year Ended: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-2  
 Page 3 of 6  
 Preparer: Steven Dilhet

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.

Line No.	(1) Class/Meter Size	(3) Test Year		(5) Test Year		(6) Test Year Revenue	(7) Test Year Revenue Adjustment <sup>(1)</sup>
		1-1 to 10-1 Invoices/Gal	10-2 to 12-31 Invoices/Gal	Rate 1-1 to 10-1	Rate 10-2 to 12-31		
<b>Water Customers <sup>(1)</sup></b>							
1	67201 5/8" Residential Base Charge	11,351.81	3,798.19	\$ 6.41	\$ 6.49	\$ 97,415	\$ 908
2	67204 5/8" General Service Base Charge	18.06	5.94	\$ 6.41	\$ 6.49	154	1
3	67210 1" General Service Base Charge	9.03	2.97	\$ 18.01	\$ 18.22	193	2
4	67212 1.5" General Service Base Charge	18.06	5.94	\$ 32.02	\$ 32.44	771	8
5	67205 5/8" G.S. Irrigation Base Charge	136.52	47.48	\$ 6.41	\$ 6.49	1,183	11
6	67211 1" G.S. Irrigation Base Charge	126.45	41.85	\$ 18.01	\$ 18.22	2,696	27
7	67214 1.5" G.S. Irrigation Base Charge	17.06	5.94	\$ 32.02	\$ 32.44	739	7
8	67215 2" G.S. Irrigation Base Charge	36.13	11.87	\$ 51.22	\$ 51.89	2,467	24
9							
10	Gallage Charge per 1,000 Gallons						
11	67201 5/8" Residential (First 6,000 Gal) <sup>(2)</sup>	33,189,258	10,327,742	\$ 2.44	\$ 2.47	106,516	996
12	67201 5/8" Residential (Next 6,000 Gal) <sup>(2)</sup>	3,179,806	960,194	\$ 3.67	\$ 3.72	15,242	159
13	67201 5/8" Residential (Over 12,000 Gal) <sup>(2)</sup>	3,033,129	246,871	\$ 4.89	\$ 4.95	11,184	122
14	Total for Billcode 67201	38,412,194	11,534,806				
15	67204 5/8" General Service	200,813	62,387	\$ 2.66	\$ 2.69	701	6
16	67210 1" General Service	400,645	129,355	\$ 2.66	\$ 2.69	1,414	12
17	67212 1.5" General Service	783,871	183,129	\$ 2.66	\$ 2.69	2,576	24
18	67205 5/8" G.S. Irrigation	102,419	52,951	\$ 2.66	\$ 2.69	414	3
19	67211 1" Irrigation	58,258	35,742	\$ 2.66	\$ 2.69	251	2
20	67214 1.5" Irrigation	550,645	211,355	\$ 2.66	\$ 2.69	2,033	17
21	67215 2" Irrigation	1,886,968	533,032	\$ 2.66	\$ 2.69	6,453	57
22							
23							
24							
25							
26							
27							
28	Total Water Revenues					\$ 252,386	\$ 2,384
29							
30							
31							
32							
33	Revenues per General Ledger		247,141				
34	Adjustments		2,017				
35	Adjusted Revenues per General Ledger		\$ 249,158				
36							
37	Revenues per Above		254,403				
38	Unreconcilable Difference		\$ (5,245)				
39	Unreconcilable Difference Percent		-2%				
40							
41	Average Bill:		Total	Total	Total		
42	Residential	\$ 15.20	Bills 15,150.00	Revenues \$ 230,337	Gallons 49,947,000		
43	General Service	\$ 96.85	62.00	\$ 5,811	1,700,000		
44	Irrigation	\$ 38.39	423.00	\$ 16,239	3,431,000		

(1) Consolidated Factor (Column 7, Schedule E-14) is used for deered gallons

(2) 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)

(3) Adjustment to annualize rates difference between actual revenue and revenue if existing rates had been in effect for the whole year.

Calculation of TYE 12/31/05 Water Revenues  
With an adjustment for index.

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 360257-WIS  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Water [x] or Sewer [ ]  
Interim [ ] or Final [x]  
Historic [x] or Projected [ ]

Schedule: E-2  
Page 2 of 6  
Preparer: Steven Dihel

Explanation: Calculation of Water Revenues on test year customer adjusted for approved interim rate increase.

Line No.	(1) Class/Meter Size	(2) Test Year Invoices/Gal	(3) Interim Rate	(4) Annualized Revenue
<b>Water Customers</b>				
1	67201 5/8" Residential Base Charge	15,150	\$ 6.59	\$ 99,898
2	67204 5/8" General Service Base Charge	24	\$ 6.59	158
3	67210 1" General Service Base Charge	12	\$ 16.48	198
4	67212 1.5" General Service Base Charge	24	\$ 32.97	791
5	67205 5/8" G.S. Irrigation Base Charge	184	\$ 6.59	1,213
6	67211 1" G.S. Irrigation Base Charge	168	\$ 16.48	2,789
7	67214 1.5" G.S. Irrigation Base Charge	23	\$ 32.97	759
8	67215 2" G.S. Irrigation Base Charge	48	\$ 52.75	2,532
9				
10	Gallage Charge per 1,000 Gallons			
11	67201 5/8" Residential (First 6,000 Gal) (1)	43,527,000	\$ 2.63	114,543
12	67201 5/8" Residential (Next 6,000 Gal) (1)	4,140,000	\$ 3.96	16,408
13	67201 5/8" Residential (Over 12,000 Gal) (1)	2,280,000	\$ 5.27	12,024
14				
15	67204 5/8" General Service	263,000	\$ 2.87	754
16	67210 1" General Service	530,000	\$ 2.87	1,519
17	67212 1.5" General Service	967,000	\$ 2.87	2,771
18	67205 5/8" G.S. Irrigation	156,000	\$ 2.87	444
19	67211 1" Irrigation	94,000	\$ 2.87	269
20	67214 1.5" Irrigation	782,000	\$ 2.87	2,184
21	67215 2" Irrigation	2,420,000	\$ 2.87	6,936
22				
23				
24				
25				
26				
27	Total Water Revenues			\$ 266,171
28				
29			Misc Revenue:	2,017
30				
31			Total Revenue	\$ 268,188
32				
33				
34				
35				
36				
37				
38				
39				
40				
41	Average Bill:			Total
42	Residential	\$ 16.03	\$ 242,873	
43	General Service	\$ 103.18	\$ 6,191	
44	Irrigation	\$ 40.44	\$ 17,106	
	See p1 for Bill and Gallon total			

(1) Consolidated Factor (Column 7, Schedule E-14) is used for billed gallons

Calculation of Proposed Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 090257-WS  
 Test Year End: December 31, 2006  
 Schedule Year Ended: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-2  
 Page 3 of 6  
 Preparer: Steven Dihel

Explanation: Calculation of Proposed Rates

Line No.	(1) Class/Meter Size	(2) Test Year Invoices/Gal	(3) Proposed Rate	(4) Proposed Revenue
<b>Water Customers</b>				
1	67201 5/8" Residential Base Charge	15,150	\$ 8.43	\$ 127,780
2	67204 5/8" General Service Base Charge	24	\$ 8.43	202
3	67210 1" General Service Base Charge	12	\$ 21.09	253
4	67212 1.5" General Service Base Charge	24	\$ 42.17	1,012
5	67205 5/8" G.S. Irrigation Base Charge	184	\$ 8.43	1,552
6	67211 1" G.S. Irrigation Base Charge	188	\$ 21.09	3,942
7	67214 1.5" G.S. Irrigation Base Charge	23	\$ 42.17	970
8	67215 2" G.S. Irrigation Base Charge	48	\$ 67.47	3,238
9	Gallorage Charge per 1,000 Gallons			
11	67201 5/8" Residential (First 6,000 Gal) (1)	43,527,000	\$ 3.35	145,879
12	67201 5/8" Residential (Next 6,000 Gal) (1)	4,140,000	\$ 5.03	20,813
13	67201 5/8" Residential (Over 12,000 Gal) (1)	2,280,000	\$ 6.70	15,283
14				
15	67204 5/8" General Service	263,000	\$ 3.88	969
16	67210 1" General Service	530,000	\$ 3.88	1,952
17	67212 1.5" General Service	967,000	\$ 3.88	3,561
18	67205 5/8" G.S. Irrigation	155,000	\$ 3.88	571
19	67211 1" Irrigation	94,000	\$ 3.88	346
20	67214 1.5" Irrigation	752,000	\$ 3.88	2,806
21	67215 2" Irrigation	2,420,000	\$ 3.88	9,313
22				
23				
24				
25				
26				
27	Total Water Revenues		\$	339,843
28				
29		Misc Charges		2,017
30				
31		Total Revenues	\$	341,860
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42	Average Bill:		Total	
43	Residential	\$ 20.45	\$	309,755
44	General Service	\$ 132.49	\$	7,950
44	Irrigation	\$ 51.87	\$	21,939

Average Bill:	Total
Residential	\$ 309,755
General Service	\$ 7,950
Irrigation	\$ 21,939

(1) Consolidated Factor (Column 7, Schedule E-14) is used for billed gallons

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-W5  
 Test Year End: December 31, 2005  
 Schedule Year Ended: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-2  
 Page 4 of 8  
 Preparer: Steven Dibel

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.

Line No.	(1) Class/Meter Size	(3) Test Year		(4) Rate		(5) Test Year <sup>(1)</sup>		(6) Test Year		(7) Test Year	
		1-1 to 10-1 Invoiced/Gal.	10-2 to 12-31 Invoiced/Gal.	1-1 to 10-1 Rate	10-2 to 12-31 Rate	Revenue	Revenue	Revenue	Adjustment		
<b>Sewer Customers</b>											
1	67221 5/8" Residential Base Charge	11,351.81	3,796.19	\$ 14.00	\$ 14.36	\$ 213,467	\$ 4,087				
2	67229 5/8" General Service Base Charge	16.06	5.94	\$ 14.00	\$ 14.36	336	7				
3	67230 1" General Service Base Charge	9.03	2.97	\$ 35.01	\$ 35.92	423	8				
4	67232 1.5" General Service Base Charge	16.06	5.94	\$ 70.04	\$ 71.86	1,692	33				
5											
6											
7											
8	Gallage Charge per 1,000 Gallons										
9	67211 5/8" Residential (8,000 Gal. Cap) <sup>(1)(2)</sup>	35,118,808	10,890,194	\$ 2.85	\$ 2.92	131,858	2,458				
10	67229 5/8" General Service	200,613	62,387	\$ 3.41	\$ 3.50	902	18				
11	67230 1" General Service	400,645	129,355	\$ 3.41	\$ 3.50	1,819	36				
12	67232 1.5" General Service	763,871	183,129	\$ 3.41	\$ 3.50	3,314	71				
13											
14											
15											
16											
17											
18											
19											
20											
21											
22											
23	<b>Total Sewer Revenues</b>					<b>\$ 353,843</b>	<b>\$ 8,717</b>				
24											
25											
26											
27											
28	Revenues per General Ledger										
29	Adjustments										
30	Adjusted Revenues per General Ledger										
31											
32	Revenues per Above										
33	Unreconcilable Difference										
34	Unreconcilable Difference Percent										

	Total Bills	Total Revenues	Total Gallons
Average Bill:			
Residential	\$ 22.80	\$ 345,355	48,008,000
General Service	\$ 141.47	\$ 6,456	1,760,000

- (1) Residential class customers have maximum monthly gallage charge of 8,000 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)

Calculation of TFE 120105 Sewer Revenues  
 With an adjustment for Incentive  
 Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WMS  
 Schedule Year Ended: December 31, 2005  
 Water [ ] or Sewer [x]  
 Water [ ] or Final [x]  
 Historic [x] or Projected [ ]  
 Expansion: Calculation of Water Revenues on next year customer adjusted for approved rate/rate increase

Line No.	Customer Size	Annualized Revenue	Test Year	Incentive Rate	Annualized Revenue
			(1)	(2)	(3)
1	5/8" Residential Base Charge	163,117	15,150	10.77	163,117
2	5/8" Residential Base Charge	250	24	10.77	250
3	1" General Service Base Charge	323	12	26.82	323
4	1" General Service Base Charge	1,292	24	53.50	1,292
5					
6					
7	8 Gallons Charge per 1,000 Gallons	206,824	46,000,000	5.14	206,824
8	5/8" Residential (1,000 GAL CAP) (1)(2)	1,623	250,000	6.17	1,623
9	5/8" General Service	3,271	330,000	6.17	3,271
10	1" General Service	5,968	967,000	6.17	5,968
11	1.5" General Service				
12	1.5" General Service				
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					
55					
56					
57					
58					
59					
60					
61					
62					
63					
64					
65					
66					
67					
68					
69					
70					
71					
72					
73					
74					
75					
76					
77					
78					
79					
80					
81					
82					
83					
84					
85					
86					
87					
88					
89					
90					
91					
92					
93					
94					
95					
96					
97					
98					
99					
100					

Expansion: Calculation of Water Revenues on next year customer adjusted for approved rate/rate increase

Calculation of TFE 120105 Sewer Revenues  
 With an adjustment for Incentive  
 Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WMS  
 Schedule Year Ended: December 31, 2005  
 Water [ ] or Sewer [x]  
 Water [ ] or Final [x]  
 Historic [x] or Projected [ ]

Prepared: Steven Dinal  
 Schedule: E-2  
 Page 5 of 8  
 Florida Public Service Commission

Line No.	Customer Size	Annualized Revenue	Test Year	Incentive Rate	Annualized Revenue
			(1)	(2)	(3)
1	5/8" Residential Base Charge	163,117	15,150	10.77	163,117
2	5/8" Residential Base Charge	250	24	10.77	250
3	1" General Service Base Charge	323	12	26.82	323
4	1" General Service Base Charge	1,292	24	53.50	1,292
5					
6					
7	8 Gallons Charge per 1,000 Gallons	206,824	46,000,000	5.14	206,824
8	5/8" Residential (1,000 GAL CAP) (1)(2)	1,623	250,000	6.17	1,623
9	5/8" General Service	3,271	330,000	6.17	3,271
10	1" General Service	5,968	967,000	6.17	5,968
11	1.5" General Service				
12	1.5" General Service				
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					
55					
56					
57					
58					
59					
60					
61					
62					
63					
64					
65					
66					
67					
68					
69					
70					
71					
72					
73					
74					
75					
76					
77					
78					
79					
80					
81					
82					
83					
84					
85					
86					
87					
88					
89					
90					
91					
92					
93					
94					
95					
96					
97					
98					
99					
100					

(1) Residential class customers have maximum monthly galleage charge of 8,000 gallons.  
 (2) Consolidated Factor (Column 7, Schedule E-1a) is used for capped galleins

Line No.	Customer Size	Annualized Revenue	Test Year	Incentive Rate	Annualized Revenue
			(1)	(2)	(3)
1	5/8" Residential Base Charge	163,117	15,150	10.77	163,117
2	5/8" Residential Base Charge	250	24	10.77	250
3	1" General Service Base Charge	323	12	26.82	323
4	1" General Service Base Charge	1,292	24	53.50	1,292
5					
6					
7	8 Gallons Charge per 1,000 Gallons	206,824	46,000,000	5.14	206,824
8	5/8" Residential (1,000 GAL CAP) (1)(2)	1,623	250,000	6.17	1,623
9	5/8" General Service	3,271	330,000	6.17	3,271
10	1" General Service	5,968	967,000	6.17	5,968
11	1.5" General Service				
12	1.5" General Service				
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					
55					
56					
57					
58					
59					
60					
61					
62					
63					
64					
65					
66					

Water [ ] or Sewer [x]  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Explanation: Calculation of Proposed Rates

Line	Class/Rate	Test Year	Proposed	Proposed	Revenue
		(2)	(3)	(4)	(5)

Line	Class/Rate	Test Year	Proposed	Proposed	Revenue
		(2)	(3)	(4)	(5)
1	SR Residential Base Charge	15,150	\$	12.88	\$ 195,170
2	SR General Service Base Charge	24	\$	12.88	308
3	SR General Service Base Charge	12	\$	22.21	266
4	SR General Service Base Charge	24	\$	64.41	1,566
5					
6	SR Residential Base Charge	48,000	\$	6.15	295,200
7	SR Residential (5,000 Gal. Cap) (1) (2)				
8	SR Residential (5,000 Gal. Cap) (1) (2)	283,000	\$	7.38	2,090,540
9	SR General Service	500,000	\$	7.38	3,690,000
10	SR General Service	283,000	\$	7.38	2,090,540
11	SR General Service	967,000	\$	7.38	7,141,860
12	SR General Service				
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					

Line	Class/Rate	Test Year	Proposed	Proposed	Revenue
		(2)	(3)	(4)	(5)
44	SR Residential Base Charge	15,150	\$	12.88	\$ 195,170
45	SR General Service Base Charge	24	\$	12.88	308
46	SR General Service Base Charge	12	\$	22.21	266
47	SR General Service Base Charge	24	\$	64.41	1,566
48					
49	SR Residential Base Charge	48,000	\$	6.15	295,200
50	SR Residential (5,000 Gal. Cap) (1) (2)				
51	SR Residential (5,000 Gal. Cap) (1) (2)	283,000	\$	7.38	2,090,540
52	SR General Service	500,000	\$	7.38	3,690,000
53	SR General Service	283,000	\$	7.38	2,090,540
54	SR General Service	967,000	\$	7.38	7,141,860
55					
56					
57					
58					
59					
60					
61					
62					
63					
64					
65					
66					
67					
68					
69					
70					
71					
72					
73					
74					
75					
76					
77					
78					
79					
80					
81					
82					
83					
84					
85					
86					
87					
88					
89					
90					
91					
92					
93					
94					
95					
96					
97					
98					
99					
100					

Line	Class/Rate	Test Year	Proposed	Proposed	Revenue
		(2)	(3)	(4)	(5)
101	SR Residential Base Charge	15,150	\$	12.88	\$ 195,170
102	SR General Service Base Charge	24	\$	12.88	308
103	SR General Service Base Charge	12	\$	22.21	266
104	SR General Service Base Charge	24	\$	64.41	1,566
105					
106	SR Residential Base Charge	48,000	\$	6.15	295,200
107	SR Residential (5,000 Gal. Cap) (1) (2)				
108	SR Residential (5,000 Gal. Cap) (1) (2)	283,000	\$	7.38	2,090,540
109	SR General Service	500,000	\$	7.38	3,690,000
110	SR General Service	283,000	\$	7.38	2,090,540
111	SR General Service	967,000	\$	7.38	7,141,860
112					
113					
114					
115					
116					
117					
118					
119					
120					
121					
122					
123					
124					
125					
126					
127					
128					
129					
130					
131					
132					
133					
134					
135					
136					
137					
138					
139					
140					
141					
142					
143					
144					
145					
146					
147					
148					
149					
150					

Line	Class/Rate	Test Year	Proposed	Proposed	Revenue
		(2)	(3)	(4)	(5)
151	SR Residential Base Charge	15,150	\$	12.88	\$ 195,170
152	SR General Service Base Charge	24	\$	12.88	308
153	SR General Service Base Charge	12	\$	22.21	266
154	SR General Service Base Charge	24	\$	64.41	1,566
155					
156	SR Residential Base Charge	48,000	\$	6.15	295,200
157	SR Residential (5,000 Gal. Cap) (1) (2)				
158	SR Residential (5,000 Gal. Cap) (1) (2)	283,000	\$	7.38	2,090,540
159	SR General Service	500,000	\$	7.38	3,690,000
160	SR General Service	283,000	\$	7.38	2,090,540
161	SR General Service	967,000	\$	7.38	7,141,860
162					
163					
164					
165					
166					
167					
168					
169					
170					
171					
172					
173					
174					
175					
176					
177					
178					
179					
180					
181					
182					
183					
184					
185					
186					
187					
188					
189					
190					
191					
192					
193					
194					
195					
196					
197					
198					
199					
200					

Line	Class/Rate	Test Year	Proposed	Proposed	Revenue
		(2)	(3)	(4)	(5)
201	SR Residential Base Charge	15,150	\$	12.88	\$ 195,170
202	SR General Service Base Charge	24	\$	12.88	308
203	SR General Service Base Charge	12	\$	22.21	266
204	SR General Service Base Charge	24	\$	64.41	1,566
205					
206	SR Residential Base Charge	48,000	\$	6.15	295,200
207	SR Residential (5,000 Gal. Cap) (1) (2)				
208	SR Residential (5,000 Gal. Cap) (1) (2)	283,000	\$	7.38	2,090,540
209	SR General Service	500,000	\$	7.38	3,690,000
210	SR General Service	283,000	\$	7.38	2,090,540
211	SR General Service	967,000	\$	7.38	7,141,860
212					
213					
214					
215					
216					
217					
218					
219					
220					
221					
222					
223					
224					
225					
226					
227					
228					
229					
230					
231					
232					
233					
234					
235					
236					
237					
238					
239					
240					
241					
242					
243					

Customer Monthly Billing Schedule

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-3  
 Page 1 of 1  
 Preparer: Virchow, Krause

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

WATER

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) RV Resort	(5) Irrigation	(6) Other	(7) Total
1	January-2005	1,305	5	-	36	-	1,346
2	February-2005	1,225	5	-	35	-	1,265
3	March-2005	1,233	5	-	35	-	1,273
4	April-2005	1,242	5	-	34	-	1,281
5	May-2005	1,262	5	-	35	-	1,302
6	June-2005	1,262	5	-	35	-	1,302
7	July-2005	1,258	5	-	35	-	1,298
8	August-2005	1,265	5	-	35	-	1,305
9	September-2005	1,259	5	-	35	-	1,299
10	October-2005	1,265	5	-	36	-	1,306
11	November-2005	1,287	5	-	36	-	1,328
12	December-2005	1,287	5	-	36	-	1,328
13	Total	15,150	60	-	423	-	15,633

WASTEWATER

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) RV Resort	(5) Irrigation	(6) Other	(7) Total
<u>Wastewater</u>							
1	January-2005	1,305	5	-	-	-	1,310
2	February-2005	1,225	5	-	-	-	1,230
3	March-2005	1,233	5	-	-	-	1,238
4	April-2005	1,242	5	-	-	-	1,247
5	May-2005	1,262	5	-	-	-	1,267
6	June-2005	1,262	5	-	-	-	1,267
7	July-2005	1,258	5	-	-	-	1,263
8	August-2005	1,265	5	-	-	-	1,270
9	September-2005	1,259	5	-	-	-	1,264
10	October-2005	1,265	5	-	-	-	1,270
11	November-2005	1,287	5	-	-	-	1,292
12	December-2005	1,287	5	-	-	-	1,292
13	Total	15,150	60	-	-	-	15,210



Miscellaneous Service Charges

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-4  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

Line No.	(1) Type Charge	(2) Present		(3) Proposed	
		Bus. Hrs.	After Hrs.	Bus. Hrs.	After Hrs. <sup>(1)</sup>
<u>Water</u>					
1	Initial Connection	\$ 15.00	\$ 15.00	\$ 15.00	\$ 22.50
2	Normal Reconnection	15.00	15.00	15.00	22.50
3	Violation Reconnection	25.00	25.00	25.00	37.50
4	Premises Visit (in lieu of disconnection)	15.00	15.00	15.00	22.50
<u>Wastewater</u>					
5	Initial Connection	\$ 15.00	\$ 15.00	\$ 15.00	\$ 22.50
6	Normal Reconnection	15.00	15.00	15.00	22.50
7	Violation Reconnection	25.00	25.00	25.00	25.00
8	Premises Visit (in lieu of disconnection)	15.00	15.00	15.00	22.50

(1) Derivation of Charge: Additional cost of performing task after hours: average cap time in Florida x 1.5 overtime

\$	15.00
	<u>1.5</u>
\$	<u>22.50</u>

Miscellaneous Service Charges Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: E-5

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Steve Dihel

Water  or Sewer

Interim  or Final

Historic  or Projected

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) Initial Connection	(3) Normal Connect	(4) Violation Reconnect	(5) Other Charges	(6) Total
1	\$ 4,184	\$ -	\$ -	\$ 731	\$ 4,915
2	Other Charges as follows:				
3	Miscellaneous			336	
4	NSF Check Charge			245	
5	Cut-Off Charge			150	
6				<u>\$ 731</u>	

Public Fire Hydrants Schedule

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: E-6

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim  or Final

Historic  or Projected

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) Make	(4) Model	(5) Location	(6) Quantity
1	2.25"	Eclipse	#2.3	Lakeland, FL	4
2	5.25"	Darling	B-84-B	Lakeland, FL	8
3	5.25"	Kennedy	K-81A	Lakeland, FL	26
4	5.25"	Kennedy	K-81D	Lakeland, FL	5
5	5.25"	M&H	929	Lakeland, FL	9
6	5.25"	Mueller	Centurion	Lakeland, FL	1
7	5.25"	Mueller	Spr Cent 200	Lakeland, FL	12
8	4.5"	Dresser	300	Lakeland, FL	24
9				Total	89

Private Fire Protection Service

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: E-7

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Interim  or Final

Historic  or Projected

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 Not applicable

Contracts and Agreements

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year Ended: December 31, 2005  
Interim  or Final   
Historic  or Projected

Schedule: E-8  
Page 1 of 1  
Preparer: Virchow, Krause

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

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year Ended: December 31, 2005  
Interim  or Final   
Historic  or Projected

Schedule: E-9  
Page 1 of 1  
Preparer: Virchow, Krause

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).

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

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

Service Availability Charges

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-10  
 Page 1 of 2  
 Preparer: Virchow, Krause

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.

Line #	(1) Type Charge	(2) Present Charges	(3) Proposed Charges
1	System Capacity Charge		
2	Residential-per ERC (___ GPD)	-	-
3	All others-per Gallon/Day	-	-
4			
5	Plant Capacity Charge		
6	Residential-per ERC (___ GPD)	-	-
7	All others-per Gallon/Day	-	-
8			
9	Main Extension Charge		
10	Residential-per ERC (___ GPD)	-	-
11	or per Lot	-	-
12	Multifamily - Per Unit	-	-
13	All others-per Gallon/Day	-	-
14	or per Front Foot		
15			
16	Meter Installation Charge		
17	5/8" x 3/4"	125.00	125.00
18	1"	150.00	Actual Cost (1)
19	1-1/2"	300.00	Actual Cost (1)
20	2"	350.00	Actual Cost (1)
21	Over 2"	Actual Cost (1)	Actual Cost (1)
22			
23	Service (Lateral) Installation Charge		
24	5/8" x 3/4"	-	-
25	1"	-	-
26	1-1/2"	-	-
27	2"	-	-
28	Over 2"	-	-
29			
30	Back Flow Preventor Installation Charge		
31	5/8" x 3/4"	-	-
32	1"	-	-
33	1-1/2"	-	-
34	2"	-	-
35	Over 2"	-	-
36			
37	Plan Review Charge	-	Actual Cost (1)
38			
39	Inspection Charge	-	Actual Cost (1)
40			
41	Guaranteed Revenue Charge		
42	With prepayment of Serv. Avail. Charges		
43	Residential-per ERC (___ GPD)/Month	-	-
44	All others-per Gallon/Month	-	-
45	Without prepayment of Serv. Avail. Charges		
46	Residential-per ERC (___ GPD)/Month	-	-
47	All others-per Gallon/Month	-	-
48			
49	Allowance for Funds Prudently Invested (AFPI)	-	-

(1) Actual cost is equal to the total cost incurred for services rendered

Service Availability Charges

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Schedule: E-10  
 Page 2 of 2  
 Preparer: Virchow, Krause

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.

Line #	(1) Type Charge	(2) Present Charges	(3) Proposed Charges
1	System Capacity Charge		
2	Residential-per ERC (___ GPD)	-	-
3	All others-per Gallon/Day	-	-
4			
5	Plant Capacity Charge		
6	Residential-per ERC (___ GPD)	-	-
7	or per Lot	-	-
8	All others-per Gallon/Day	-	-
9	or per ERC (___ GPD)	-	-
10			
11	Main Extension Charge		
12	Residential-per ERC (___ GPD)	-	-
13	or per Lot	-	-
14	All others-per Gallon/Day	-	Actual Cost (1)
15	or per Front Foot	-	-
16			
17	Plan Review Charge	-	Actual Cost (1)
18			
19	Inspection Charge	-	Actual Cost (1)
20			
21	Guaranteed Revenue Charge (Monthly)		
22	With prepayment of Serv. Avail. Charges		
23	Residential-per ERC (250 GPD)/Month	-	-
24	All others-per Gallon/Month	-	-
25	Without prepayment of Serv. Avail. Charges		
26	Residential-per ERC (___ GPD)/Month	-	-
27	All others-per Gallon/Month	-	-
28			
29	Allowance for Funds Prudently Invested (AFPI)	-	-

<sup>(1)</sup> Actual cost is equal to the total cost incurred for services rendered



Guaranteed Revenues Received

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: E-11

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Water  or Sewer

Interim  or Final

Historic  or Projected

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

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: E-12

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Water  or Sewer

Interim  or Final

Historic  or Projected

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: Cypress Lakes Utilities, Inc.

Schedule: E-13

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Water  or Sewer

Interim  or Final

Historic  or Projected

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)
					Test Year		Project. TY				
Line No.	Class/Meter Size	Historical Year Bills	Proj. Factor	Proj. Test Year Bills	Consumption (000)	Proj. Factor	Consumption (000)	Present Rates	Projected TY Revenue	Proposed Rates	Proj. Rev Requirement

1 The utility is not using a projected test year therefore this schedule is not applicable

Billing Analysis [contained in Volume II]

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.

Schedule: E-14

Docket No.: 060257-WS

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Steve Dihel

Water  or Sewer

Interim  or Final

Historic  or Projected

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)
			Gallons			Consolidated	
Consumpt.	Number	Cumulative	Consumed	Cumulative	Reversed	Factor	Percentage
Level	of Bills	Bills	(1)x(2)	Gallons	Bills	[(1)x(6)]+5	of Total

Billing Analysis [contained in Volume II]

Gallons of Water Pumped, Sold and Unaccounted For

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Historic [x] or Projected []  
 Interim [] or Final [x]

Schedule: F 1  
 Page 1 of 1  
 Preparer: Frank Seidman

Explanation: Provide a schedule of gallons of water pumped, sold and unaccounted for each month of the test year. The gallons pumped should match the flows shown on the monthly operating reports sent to DER. The other uses may include plant use, flushing of hydrants and water and sewer lines, line breakage's and fire flows. Provide all calculations to substantiate the other uses. If unaccounted for water is greater than 10%, provide an explanation as to the reasons why; if less than 10%, Columns 4 & 5 may be omitted.

Month/ Year	(1) Total Gallons Pumped (000)	(2) Gallons Purchased (000)	(3) Gallons Sold (000)	(4) Other Uses (000) (1)	(5) Unaccounted For Water (1)+(2)-(3)-(4)	(6) % Unaccounted For Water
Jan-05	6.143	-	5.726	0.008	0.409	6.66 %
Feb-05	6.297	-	5.377	0.009	0.911	14.47
Mar-05	6.427	-	6.004	0.001	0.422	6.56
Apr-05	6.340	-	5.529	0.004	0.807	12.72
May-05	5.369	-	4.601	0.039	0.729	13.58
Jun-05	3.959	-	3.547	0.026	0.386	9.75
Jul-05	4.143	-	3.049	0.516	0.578	13.96
Aug-05	4.494	-	4.174	0.107	0.213	4.73
Sep-05	5.753	-	3.983	1.231	0.539	9.36
Oct-05	6.016	-	3.921	1.271	0.824	13.70
Nov-05	5.922	-	4.985	0.262	0.675	11.40
Dec-05	5.415	-	4.424	0.221	0.770	14.22
<b>Total</b>	<b>66.278</b>	<b>-</b>	<b>55.321</b>	<b>3.695</b>	<b>7.263</b>	<b>10.96 %</b>

Gallons of Wastewater Treated

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Historic [x] or Projected []  
 Interim [] or Final [x]

Schedule: F 2  
 Page 1 of 1  
 Preparer: Frank Seidman

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

Month/ Year	(1)	(2)	(3)	(4)	(5)	(6)
	Cypress	N/A	N/A	N/A	Total Plant Flows	Total Purch. Sewage Treatment
Jan-05	4,075				4,075	none
Feb-05	4,087				4,087	
Mar-05	4,664				4,664	
Apr-05	3,762				3,762	
May-05	3,348				3,348	
Jun-05	3,548				3,548	
Jul-05	3,493				3,493	
Aug-05	3,069				3,069	
Sep-05	3,082				3,082	
Oct-05	3,626				3,626	
Nov-05	3,776				3,776	
Dec-05	3,753				3,753	
<b>Total</b>	<b>44,283</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,283</b>	<b>-</b>

Water Treatment Plant Data

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Historic [x] or Projected [ ]  
 Interim [ ] or Final [x]

Schedule: F 3  
 Page 1 of 1  
 Preparer: Frank Seidman

Explanation: Provide the following information for each water treatment plant. If the system has water plants that are interconnected, the data for these plants may be combined. All flow data must be obtained from the monthly operating reports (MORs) sent to the Department of Environmental Regulation.

	DATE	GPD
1. Plant Capacity		
Wells [Well capacity, gpm x 1440]		2,160,000
Treatment Equipment [CI contact capacity]		448,200
The hydraulic rated capacity. If different from that shown on the DER operating or construction permit, provide an explanation.		
2. Maximum Day	10/5/05	492,000
The single day with the highest pumpage rate for the test year. Explain, on a separate page, if fire flow, line-breaks or other unusual occurrences affected the flow this day.		
3. Five-Day Max Month		
	(1) 3/8/05	240,000
	(2) 3/25/05	254,000
	(3) 3/29/05	262,000
	(4) 3/7/05	270,000
	(5) 3/2/05	295,000
The five days with the highest pumpage rate from the month with the highest pumpage rate during the test year. Explain, on a separate page, if fire flow, line-breaks or other unusual occurrences affected the flows on these days.		
	AVERAGE	264,200
5. Average Daily Flow		
	Max Month	207,323
	Annual	181,584
6. Required Fire Flow	500 gpm for 2 hours	
The standards will be those as set by the Insurance Service Organization or by a governmental agency ordinance. Provide documents to support this calculation.		

Wastewater Treatment Plant Data

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Historic  or Projected   
Interim  or Final

Schedule: F 4  
Page 1 of 1  
Preparer: Frank 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 the Department of Environmental Regulation.

---

	<u>MONTH</u>	<u>GPD</u>
1. Plant Capacity (3MADF)		175,000
The hydraulic rated capacity. If different from that shown on the DER operating or construction permit, provide an explanation.		
2. Average Daily Flow Max Month	3/2005	150,452
3. Average Annual Daily Flow		121,323
3. Max 3 Month Average Daily Flow (3MADF)		142,511

An average of the daily flows during the peak usage month during the test year. Explain, on a separate page, if this peak-month was influenced by abnormal infiltration due to rainfall periods.

(There is no record that this peak month was influenced by any abnormal infiltration)



Used and Useful Calculations (Water)

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Historic [x] or Projected []  
 Interim [] or Final [x]

Schedule: F 5  
 Page 1 of 1  
 Preparer: Frank Seidman

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

Recap Schedules: A-5,A-9,B-13

INPUT INFORMATION:

Total well capacity, gpm		1,500 gpm
Firm Reliable well pumping capacity (largest well out), gpm		730 gpm
Ground storage capacity, gal.		0 gallons
Usable ground storage (90%), gal.		0 gallons
Hydropneumatic storage capacity, gal.		20,000 gallons
Usable hydropneumatic storage capacity (33.33%), gal.		6,667 gallons
Total usable storage, gal.		6,667 gallons
High service pumping capacity, gpm		0 gpm
Average day demand, maximum month		207,323 gpd
Maximum day, maximum month demand		295,000 gpd
Peak hour demand = 2 x maximum day		590,000 gpd
	or	410 gpm
Fire flow requirement	500 gpm x 2 hours	60,000 gpd
Unaccounted for water	10.96% of water pumped	20 gpd, avg
Acceptable unaccounted for	12.50%	23 gpd, avg
Excess unaccounted for		0.0 gpd, avg

Used & Useful Analysis:

This system treats water with simple chlorination. The only storage is in hydropneumatic tanks and there is no high service pumping. All demands must be met by well pumping capacity. Used & useful is therefore determined on the basis of instantaneous gpm demand, the proxy for which is the peak hour demand, expressed in a gpm basis.

Percent Used & Useful = (A + B + C - D)/E x 100%, where: 100.00%

A =	Peak demand	410 gpm
B =	Property needed to serve five years after TY	71 gpm
C =	Fire flow demand	500 gpm
D =	Excess unaccounted for water	0 gpm
E =	Firm Reliable Capacity	730 gpm

The above used & useful factor is applicable to all source of supply, pumping and treatment accounts, as well as the land, structures and distribution reservoir accounts.

Used and Useful Calculations (Wastewater)

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Historic  or Projected   
Interim  or Final

Schedule: F 6  
Page 1 of 1  
Preparer: Frank 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</u>			
<u>No.</u>			
1	(A)	Used and useful flow (000):	
2		3MADF - year 2005	142,511
3	(B)	Property needed for post test year period (see F-8)	24,888
4	(C)	Permitted capacity	175,000
5	(D)	Used and useful percentage	95.66%
6	(E)	Non-used and useful percentage	4.34%

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

Used and Useful Calculations (Water/Wastewater)  
Water Distribution and Wastewater Collection Systems  
Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Historic [x] or Projected [ ]  
Interim [ ] or Final [x]

Florida Public Service Commission  
Schedule: F 7  
Page 1 of 1  
Preparer: Frank 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).

---

Distribution & Collection and ( Pumping) Systems

(A)	Average test year residential customers	1,236
(B)	Property needed for post test year period (see F-8)	208
(C)	Lots with service	1,260
(D)	Used and useful percentage	100.00%
(E)	Non-used and useful percentage	0.00%

Margin Reserve Calculations

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Historic [x] or Projected [ ]  
Interim [ ] or Final [x]

Schedule: F 8  
Page 1 of 1  
Preparer: Frank 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.

Recap Schedules: F-5, F-6, F-7

Water Treatment & Related Facilities

PN = EG x PT x U

where:

EG =	Equivalent annual growth in ERCs (see F-9)	47 ERC/yr	
PT =	Post test year period per statute	5 yrs	
U =	Unit of measure utilized in U&U calculations	0.300 gpm/ERC	*
PN =	Property needed expressed in U units	71 gpm/ERC	

\* Based on 2005 Peak hour demand from F-5 divided by ERCs from Schedule F-9.

Wastewater Treatment & Related Facilities

PN = EG x PT x U

where:

EG =	Equivalent annual growth in ERCs (see F-10)	45 ERC/yr	
PT =	Post test year period per statute	5 yrs	
U =	Unit of measure utilized in U&U calculations	111 gpd/ERC	**
PN =	Property needed expressed in U units	24,888 gpd/ERC	

\*\* Based on 2005 3MADF divided by ERCs from Schedule F-10.

Distribution & Collection Systems

PN = EG x PT x U

where:

EG =	Equivalent annual growth in ERCs (see F-9)	42 ERC/yr	***
PT =	Post test year period per statute	5 yrs	
U =	Unit of measure utilized in U&U calculations	1 ERC/lot	
PN =	Property needed expressed in U units	208 ERC/lot	

\*\*\* Based on water SFR growth. Although the water & wastewater SFRs are slightly different, all residential customers are both water & wastewater.

Equivalent Residential Connections - Water

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Historic [x] or Projected [ ]  
 Interim [ ] or Final [x]

Schedule: F 9  
 Page 1 of 1  
 Preparer: Frank Seidman

Explanation: Provide the following information in order to calculate the average growth in ERCs 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 Beginning	(3) Ending	(4) Average	(5) SFR Gallons Sold	(6) Gallons/ SFR (5)/(4)	(7) Total Gallons Sold	(8) Total ERCs (7)/(6)	(9) Annual % Incr. in ERCs
1	2001	1,030	1,082	1,056	58,284,795	55,194	64,617,852	1,171	
2	2002	1,082	1,127	1,105	58,610,734	53,065	64,004,667	1,206	3.02%
3	2003	1,127	1,165	1,146	46,178,581	40,295	50,790,881	1,260	4.50%
4	2004	1,165	1,184	1,175	49,791,419	42,394	55,314,909	1,305	3.52%
5	2005	1,184	1,287	1,236	49,947,000	40,427	55,138,000	1,364	4.53%
Average Growth Through 4-Year Period (Col. 8)									4.18%

NOTE: Current owner began operation in 1998. Data for prior years not available.

Regression Analysis per Rule 25-30.431(2)(C)  
 For Treatment Related Facilities based on ERCs

	X	Y
Constant:	1115.718062	1 1,171 Actual
X Coefficient:	48.49710465	2 1,206 Actual
R^2:	0.99395908	3 1,260 Actual
		4 1,305 Actual
		5 1,364 Actual
		10 1,601 Projected
Projected 5 year growth	237 ERCs	
Annual average growth	47	

Regression Analysis per Rule 25-30.431(2)(C)  
 For Distribution & Collection Facilities  
 Based on Average SFR's rather than ERCs.

	X	Y
Constant:	1014.6	1 1,056 Actual
X Coefficient:	42.9	2 1,105 Actual
R^2:	0.989026402	3 1,146 Actual
		4 1,175 Actual
		5 1,236 Actual
		10 1,444 Projected
Projected 5 year growth	208 ERCs	
Annual average growth	42	



Water Rate Base

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [x] or Final []  
 Historic [x] or Projected []

Schedule: A-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

Line No.	(1) Description	(2) Balance Per Books	(3) Utility Adjustments	(4) Adjusted Books Balance	(5) Proforma Adjustments	(6) Adjusted Utility Balance	(7) Supporting Schedule(s)
1	Utility Plant in Service	\$ 1,394,454	\$ -	\$ 1,394,454	\$ 6,161 A	\$ 1,400,615	A-5, A-3
2	Utility Land & Land Rights	509	-	509	-	509	A-5
3	Less: Non-Used & Useful Plant	-	-	-	-	-	A-3, A-7
4	Construction Work in Progress	-	- E	-	-	-	A-3, A-18
5	Less: Accumulated Depreciation	(441,149)	-	(441,149)	- B	(441,149)	A-9, A-7
6	Less: CIAC	(288,599)	-	(288,599)	-	(288,599)	A-12
7	Accumulated Amortization of CIAC	73,149	-	73,149	-	73,149	A-14
8	Acquisition Adjustment	-	- F	-	-	-	A-3, A-18
9	Accum. Amort. Of Acq. Adjustments	9,204	- F	9,204	-	9,204	A-3, A-18
10	Advances for Construction	-	-	-	-	-	A-16
11	Working Capital Allowance	-	-	-	16,626 G	16,626	A-17, A-3
12	Total Rate Base	\$ 747,567	\$ -	\$ 747,567		\$ 770,354	

Sewer Rate Base

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [x] or Final []  
 Historic [x] or Projected []

Schedule: A-2  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.

Line No.	(1) Description	(2) Balance Per Books	(3) Utility Adjustments	(4) Adjusted Books Balance	(5) Proforma Adjustments	(6) Adjusted Utility Balance	(7) Supporting Schedule(s)
1	Utility Plant in Service	\$ 2,323,319	\$ -	\$ 2,323,319	\$ 5,741 A	\$ 2,329,060	A-6
2	Utility Land & Land Rights	2,610	-	2,610	-	2,610	A-6
3	Less: Non-Used & Useful Plant	-	(9,310) C	(9,310)	-	(9,310)	A-3, A-7
4	Construction Work in Progress	200,004	(200,004) E	-	-	-	A-3, A-18
5	Less: Accumulated Depreciation	(701,311)	-	(701,311)	- B	(701,311)	A-10, A-3
6	Less: CIAC	(711,034)	-	(711,034)	-	(711,034)	A-12
7	Accumulated Amortization of CIAC	155,692	-	155,692	-	155,691.50	A-14
8	Acquisition Adjustment	-	-	-	-	-	A-3, A-18
9	Accum. Amort. Of Acq. Adjustments	-	-	-	-	-	A-3, A-18
10	Advances for Construction	-	-	-	-	-	A-16
11	Working Capital Allowance	-	-	-	32,557 G	32,557	A-17, A-3
12	Total Rate Base	\$ 1,269,280	\$ (209,314)	\$ 1,059,966		\$ 1,098,264	



Adjustments to Ratebase

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: A-3  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Sewer
(A) Utility Plant In Service			
(i) Proforma			
	330.5 Distribution, Reservoirs and Standpipes	-	-
	334.5 Meters	-	-
	380.4 Sewage Treatment Plant	-	-
	Proforma Total	-	-
(ii) WSC Rate Base			
	Net WSC Rate Base	6,161	5,741
(B) Accumulated Depreciation			
(i) Proforma			
	330.5 Distribution, Reservoirs and Standpipes	-	-
	334.5 Meters	-	-
	380.4 Sewage Treatment Plant	-	-
	Proforma Total	-	-
(C) Non Used & Useful Plant In Service - Schedule: A-7			
	Plant	-	19,420
	Depreciation	-	(10,110)
(D) Accumulated Depreciation - Proforma		N/A	N/A
(E) Remove CWIP		-	(200,004)
(F) Reverse Acquisition Adjustment			
	Adjustment	-	-
	Amortization	-	-
(G) Working Capital Allowance		16,626	32,557
	86		

Net Operating Income Statement - Water

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [x] or Final []  
 Historic [x] or Projected []

Schedule: B-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	\$ 245,865	\$ 2,492 A	\$ 248,357	\$ 47,988 I	\$ 296,344	B-4, E-2
2	Operation & Maintenance	134,677	-	134,677	(1,669) E, F, G, L, I	133,008	B-5
3	Depreciation, net of CIAC amort.	35,647	-	35,647	- D	35,647	B-13
4	Amortization	-	- B	-	-	-	
5	Taxes Other Than Income	22,994	-	22,994	4,980 K, M	27,974	B-15
6	Provision for Income Taxes	7,289	- C	7,289	26,484 J	33,773	C-1, B-3
7	OPERATING EXPENSES	200,607	-	200,607	29,795	230,402	
8	NET OPERATING INCOME	\$ 45,258	\$ 2,492	\$ 47,750	\$ 18,193	\$ 65,942	
9	RATE BASE	\$ 747,567		\$ 747,567		\$ 770,354	A-1
10	RATE OF RETURN	6.05%		6.39%		8.56%	

Net Operating Income Statement - Sewer

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: B-2  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	\$ 353,217	\$ 7,020 A	\$ 360,237	\$ 93,919 I	\$ 454,155	B-4, E-2
2	Operation & Maintenance	260,454	-	260,454	- F, G, L	260,454	B-6
3	Depreciation, net of CIAC amort.	28,710	-	28,710	- D	28,710	B-14
4	Amortization	87	(87) B	-	-	-	B-3
5	Taxes Other Than Income	32,579	-	32,579	6,861 K, M	39,440	B-15
6	Provision for Income Taxes	(23,234)	23,234 C	-	31,540 J	31,540	
7	OPERATING EXPENSES	<u>298,596</u>	<u>23,147</u>	<u>321,743</u>	<u>38,401</u>	<u>360,144</u>	
8	NET OPERATING INCOME	\$ <u>54,621</u>	\$ <u>(16,127)</u>	\$ <u>38,494</u>	\$ <u>55,518</u>	\$ <u>94,011</u>	
9	RATE BASE	\$ <u>1,269,280</u>		\$ <u>1,059,966</u>		\$ <u>1,098,264</u>	A-2
10	RATE OF RETURN	<u>4.30%</u>		<u>3.63%</u>		<u>8.56%</u>	

Adjustments to Net Operating Income

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: B-3  
 Page 1 of 1  
 Preparer: Virchow, Krause

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
(A)	Operating Revenues		
	Effect of mid year rate change	2,384	6,717
	RAF Effect on above	107	302
(B)	Amortization		
	Reverse out	-	(87)
(C)	Provision for Income Tax		
	Remove Negative Income Tax	-	23,234
(D)	Depreciation Expense		
	Depreciation from proforma plant changes (see A-3)	-	-
(E)	Proforma Project Amortized Expense		
	Coating and Painting Hydrotanks	-	-
(F)	Purchase Power Pass Through	-	-
(G)	Rate Case Expense		
	1/4 of Rate Case Expense (Schedule B-10)	\$ -	\$ -
(H)	Provision for income taxes		
	Income Taxes (C-1)	N/A	N/A
(I)	Revenue Increase		
	Required to realize a 8.56% rate of return	47,988	93,919
(J)	Provision for Income Taxes		
	Income Taxes (C-1)	26,484	31,540
(K)	Taxes other than Income		
	Regulatory Assessment Fees (RAF's)		
	Adjusted for Revenue Increase (B-15)	2,159	4,226
(L)	Proforma O&M Expenses		
	Salary Adjustment (see WP)	-	-
	Pension/Benefit Adjustment (see WP)	-	-
(M)	Proforma Tax Other than Income		
	Payroll Taxes (see WP)	-	-
(N)	Used and Useful Depreciation Adjustment		
	Expenses from B-14	-	(1,669)

Taxes Other than Income

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [x] or Final []  
 Historic [x] or Projected []

Schedule: B-15  
 Page 1 of 1  
 Preparer: Virchow, Krause  
 Recap Schedules:

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 (RAFTs)	(3) Payroll Taxes	(4) Real Estate & Personal Property	(5) Other	(6) Total
<b>WATER</b>						
1	Test Year Per Books	\$ 10,928	\$ 5,847	\$ 6,219	\$ -	\$ 22,994
2	Adjustments to Test Year (Explain)					
3	Taxes re adj. to Salaries (see WP)	-	-	-	-	-
4	RAFTs re actual TY & Annualized rev.	-	-	-	-	-
5	Adj. Prop. Tax for proforma & non used	-	-	-	-	-
6	Total Test Year Adjustments	-	-	-	-	-
7	Adjusted Test Year	10,928	5,847	6,219	-	22,994
8	RAFTs Assoc. with Revenue Increase	2,159	-	-	-	2,159
9	Total Balance	\$ 13,087	\$ 5,847	\$ 6,219	\$ -	\$ 25,153
<b>SEWER</b>						
10	Test Year Per Books	\$ 15,700	\$ 5,681	\$ 11,198	\$ -	\$ 32,579
11	Adjustments to Test Year (Explain)					
12	Taxes re adj. to Salaries	-	-	-	-	-
13	RAFTs re actual TY & Annualized rev.	-	-	-	-	-
14	Adj. Prop. Tax for proforma & non used	-	-	-	-	-
15	Total Test Year Adjustments	-	-	-	-	-
16	Adjusted Test Year	15,700	5,681	11,198	-	32,579
17	RAFTs Assoc. with Revenue Increase	4,226	-	-	-	4,226
18	Total Balance	\$ 19,926	\$ 5,681	\$ 11,198	\$ -	\$ 36,805

Recap: Schedules: B1, B-2

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [x] or Final []  
 Historic [x] or Projected []

Schedule: C-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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	Adjusted for Increase Water	Increase Sewer
1	Current Tax Expense	C-2	\$ (15,749)	\$ 20,404	\$ 4,656	\$ 6,811	\$ (4,058)	\$ 26,484	\$ 31,540
2	Deferred Income Tax Expense	C-5	(16,086)	-	(16,086)	(7,383)	23,534	-	-
3	ITC Realized This Year	C-8	-	-	-	-	-	-	-
4	ITC Amortization	C-8	-	-	-	-	-	-	-
5	(3% ITC and IRC 46(f)(2))								
6	Parent Debt Adjustment	C-9	-	-	-	-	-	-	-
7	Total Income Tax Expense		<u>\$ (31,835)</u>	<u>\$ 20,404</u>	<u>\$ (11,430)</u>	<u>\$ (572)</u>	<u>\$ 19,476</u>	<u>\$ 26,484</u>	<u>\$ 31,540</u>

Supporting Schedules: C-2, C-5, C-8, C-9  
 Recap Schedules: B-1, B-2

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: C-2  
 Page 1 of 1  
 Preparer: Virchow, Krause

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.	Description	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer	Adjusted for Increase Water Sewer	
1	Net Utility Operating Income (B-1, B-2)	\$ 99,879	\$ (13,636)	\$ 86,243	47,750	38,494	99,715	125,551
1a	Other Income	-	-	-	-	-	-	-
2	Add: Income Tax Expense Per Books (B-1, B-2)	(15,945)	23,234	7,289	-	-	-	-
3	Subtotal	83,934	9,598	93,532	47,750	38,494	99,715	125,551
4	Less: Interest Charges (C-3)	79,839	-	79,839	29,409	50,430	29,533	42,105
5	Taxable Income Per Books	4,095	9,598	13,693	18,341	(11,936)	70,182	83,447
Schedule M Adjustments:								
6	Permanent Differences (C-4)	192	(192)	-	-	-	-	-
7	Timing Differences (C-5)	(50,607)	50,607	-	-	-	-	-
8	Total Schedule M Adjustments	(50,415)	50,415	-	-	-	-	-
9	Taxable Income Before State Taxes	(46,320)	60,013	13,693	18,341	(11,936)	70,182	83,447
10	Less: State Income Tax Exemption (\$5,000)	5,000	-	5,000	2,500	2,500	2,500	2,500
11	State Taxable Income	(51,320)	60,013	8,693	15,841	(14,436)	67,682	80,947
12	State Income Tax (5.5% of Line 11)	-	-	-	871	-	3,723	4,452
13	Emergency Excise Tax	-	-	-	-	-	-	-
14	Credits	-	-	-	-	-	-	-
15	Current State Income Taxes	-	-	-	871	-	3,723	4,452
16	Federal Taxable Income (Line 9 - Line 15)	(46,320)	60,013	13,693	17,469	(11,936)	66,459	78,995
17	Federal Income Tax Rate	0.34	0.34	0.34	0.34	0.34	0.34	0.34
18	Federal Income Taxes (Line 16 x Line 17)	(15,749)	20,404	4,656	5,940	(4,058)	22,761	27,088
19	Less: Investment Tax Credit Realized This Year (C-8)	-	-	-	-	-	-	-
20	Current Federal Inc. Taxes (Line 18 - Line 19)	(15,749)	20,404	4,656	5,940	(4,058)	22,761	27,088
Summary:								
21	Current State Income Tax (Line 15)	-	-	-	871	-	3,723	4,452
22	Current Federal Income Tax (Line 20)	(15,749)	20,404	4,656	5,940	(4,058)	22,761	27,088
23	Total Current Income Tax Expense (To C-1)	\$ (15,749)	\$ 20,404	\$ 4,656	\$ 6,811	\$ (4,058)	\$ 26,484	\$ 31,540

Supporting Schedules: B-1, B-2, C-3, C-4, C-5, C-8  
 Recap Schedules: C-1

Requested Cost of Capital

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: D-1  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

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

Line No.	(1) Class of Capital	(2) Total Capital	(3) Ratio	(4) Cost Rate	(5) Weighted Cost
1	Long Term Debt	\$ 1,001,064	54.84%	6.81%	3.73%
2	Short Term Debt	91,573	5.02%	2.00%	0.10%
3	Preferred Stock	-	0.00%	0.00%	0.00%
4	Common Equity	732,675	40.14%	11.77%	4.72%
5	Customer Deposits	12,150	0.00%	6.00%	0.00%
6	Tax Credits - Zero Cost	-	0.00%	0.00%	0.00%
7	Tax Credits - Weighted Cost	-	0.00%	0.00%	0.00%
8	Accumulated Deferred Income Tax	31,157	0.00%	0.00%	0.00%
9	Other (Explain)	-	0.00%	0.00%	0.00%
10	Total	\$ 1,868,618	100%		8.56%

Note: The cost of equity is based on the leverage formula in effect pursuant to Order No. PSC-050006. Since the equity ratio is greater than 40.00%, a(n) 11.77% cost rate has been used.

Note: Long term debt, short term debt, preferred stock, and common equity are actual for Cypress Lakes Utilities, Inc.'s parent company, Utilities, Inc.



Reconciliation of Capital Structure to Rate Base

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Utility  or Parent   
 Interim  or Final   
 Historic  or Projected

Schedule: D-2  
 Page 1 of 1  
 Preparer: Kirsten E. Weeks

Explanation: Provide a reconciliation of the simple 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)	Reconciliation Adjustments		(7)
		Prior Year 12/31/2004	Test Year 12/31/2005	Average	Pro Rata	Prorata %	To Requested Rate Base	
1	Long Term Debt	\$ 112,803,215	\$ 135,285,191	\$ 124,044,203	\$ (123,043,139)	54.84%	\$ 1,001,064	
2	Short Term Debt	18,768,000	3,926,000	11,347,000	(11,255,427)	5.02%	91,573	
3	Preferred Stock	-	-	-	-	0.00%	-	
4	Common Equity	88,963,597	92,611,247	90,787,422	(90,054,747)	40.14%	732,675	
5	Customer Deposits	10,500	13,800	12,150	-	0.00%	12,150	
6	Tax Credits - Zero Cost	-	-	-	-	0.00%	-	
7	Tax Credits - Weighted Cost	-	-	-	-	0.00%	-	
8	Accumulated Deferred Income Taxes	38,708	23,605	31,157	-	0.00%	31,157	
9	Other (Explain)	-	-	-	-	0.00%	-	
10	Total	<u>\$ 220,584,020</u>	<u>\$ 231,859,843</u>	<u>\$ 226,221,932</u>	<u>\$ (224,353,313)</u>	<u>100.00%</u>	<u>\$ 1,868,618</u>	

Note: Long term debt, short term debt, preferred stock, and common equity are actual for Cypress Lakes Utilities, Inc.'s parent company, Utilities, Inc.

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

Rate Schedule - Present, Interim, and Final

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year Ended: December 31, 2005  
 Water [ ] or Sewer [x]  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: E-1  
 Page 1 of 1  
 Preparer: Virchow, Krause

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

Line No.	(1) Class/Meter Size	(2) Test Year Rates	(3) Interim Rates
<u>Water</u>			
1	67201 5/8" Residential Base Charge	\$ 6.49	\$ 6.59
2	67204 5/8" General Service Base Charge	6.49	6.59
3	67210 1" General Service Base Charge	16.22	16.48
4	67212 1.5" General Service Base Charge	32.44	32.97
5	67205 5/8" G.S. Irrigation Base Charge	6.49	6.59
6	67211 1" G.S. Irrigation Base Charge	16.22	16.48
7	67214 1.5" G.S. Irrigation Base Charge	32.44	32.97
8	67215 2" G.S. Irrigation Base Charge	51.89	52.75
9			
10	Gallonge Charge per 1,000 Gallons		
11	67201 5/8" Residential (First 6,000 Gal)	2.47	2.63
12	67201 5/8" Residential (Next 6,000 Gal)	3.72	3.96
13	67201 5/8" Residential (Over 12,000 Gal)	4.95	5.27
14	67204 5/8" General Service	2.69	2.87
15	67210 1" General Service	2.69	2.87
16	67212 1.5" General Service	2.69	2.87
17	67205 1" General Service	2.69	2.87
18	67211 1" Irrigation	2.69	2.87
19	67214 1.5" Irrigation	2.69	2.87
20	67215 2" Irrigation	2.69	2.87
21			
22			
23			
24			
25			
26	<u>Wastewater (1)</u>		
27			
28	67221 5/8" Residential Base Charge	14.36	10.77
29	67229 5/8" General Service Base Charge	14.36	10.77
30	67230 1" General Service Base Charge	35.92	26.92
31	67232 1.5" General Service Base Charge	71.86	53.83
32			
33			
34			
35	Gallonge Charge per 1,000 Gallons		
36	67221 5/8" Residential (8,000 Gal. Cap)	2.92	5.14
37	67229 5/8" General Service	3.50	6.17
38	67230 1" General Service	3.50	6.17
39	67232 1.5" General Service	3.50	6.17

(1) Residential class customers have maximum monthly gallonge charge of 8,000 gallons.

Calculation of TYE 12/31/05 Water Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year Ended: December 31, 2005  
 Water [x] or Sewer [ ]  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: E-2  
 Page 1 of 4  
 Preparer: Steven Dihel

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.

Line No.	(1) Class/Meter Size	(2) Test Year		(3) Test Year		(4) Rate		(5) Rate		(6) Test Year	(7) Test Year
		Invoices/Gal	Invoices/Gal	1-1 to 10-1	10-2 to 12-31	1-1 to 10-1	10-2 to 12-31	Revenue	Revenue Adjustment <sup>(2)</sup>		
<b>Water Customers<sup>(2)</sup></b>											
1	67201 5/8" Residential Base Charge	11,351.81	3,798.19	\$ 6.41	\$ 6.49	\$	\$	97,415	\$	908	
2	67204 5/8" General Service Base Charge	18.06	5.94	\$ 6.41	\$ 6.49			154		1	
3	67210 1" General Service Base Charge	9.03	2.97	\$ 16.01	\$ 16.22			193		2	
4	67212 1.5" General Service Base Charge	18.06	5.94	\$ 32.02	\$ 32.44			771		8	
5	67205 5/8" G.S. Irrigation Base Charge	136.52	47.48	\$ 6.41	\$ 6.49			1,183		11	
6	67211 1" G.S. Irrigation Base Charge	126.45	41.55	\$ 16.01	\$ 16.22			2,698		27	
7	67214 1.5" G.S. Irrigation Base Charge	17.06	5.94	\$ 32.02	\$ 32.44			739		7	
8	67215 2" G.S. Irrigation Base Charge	36.13	11.87	\$ 51.22	\$ 51.89			2,467		24	
9											
10	Gallorage Charge per 1,000 Gallons										
11	67201 5/8" Residential (First 6,000 Gal) <sup>(1)</sup>	33,199,258	10,327,742	\$ 2.44	\$ 2.47			106,516		996	
12	67201 5/8" Residential (Next 6,000 Gal) <sup>(1)</sup>	3,179,806	960,194	\$ 3.67	\$ 3.72			15,242		159	
13	67201 5/8" Residential (Over 12,000 Gal) <sup>(1)</sup>	<u>2,033,129</u>	<u>246,871</u>	\$ 4.89	\$ 4.95			11,164		122	
14	Total for Billcode 67201	38,412,194	11,534,806								
15	67204 5/8" General Service	200,813	62,387	\$ 2.66	\$ 2.69			701		6	
16	67210 1" General Service	400,645	129,355	\$ 2.66	\$ 2.69			1,414		12	
17	67212 1.5" General Service	783,871	183,129	\$ 2.66	\$ 2.69			2,578		24	
18	67205 5/8" G.S. Irrigation	102,419	52,581	\$ 2.66	\$ 2.69			414		3	
19	67211 1" Irrigation	58,258	35,742	\$ 2.66	\$ 2.69			251		2	
20	67214 1.5" Irrigation	550,645	211,355	\$ 2.66	\$ 2.69			2,033		17	
21	67215 2" Irrigation	1,886,968	533,032	\$ 2.66	\$ 2.69			6,453		57	
22											
23											
24											
25											
26											
27											
28	<b>Total Water Revenues</b>							<b>\$ 252,386</b>		<b>\$ 2,384</b>	
29											
30				Misc Revenues				2,017			
31											
32				Total Revenues				<b>\$ 254,403</b>			
33	Revenues per General Ledger		247,141								
34	Adjustments		<u>2,017</u>								
35	Adjusted Revenues per General Ledger		<b>\$ 249,158</b>								
36											
37	Revenues per Above		<u>254,403</u>								
38	Unreconcilable Difference		<u>\$ (5,245)</u>								
39	Unreconcilable Difference Percent		-2%								
40											
41	Average Bill:		Total Bills	Total Revenues	Total Gallons						
42	Residential	\$ 15.20	15,150.00	\$ 230,337	49,947,000						
43	General Service	\$ 96.85	60.00	\$ 5,811	1,760,000						
44	Irrigation	\$ 38.39	423.00	\$ 16,239	3,431,000						

(1) Consolidated Factor (Column 7, Schedule E-14) is used for tiered gallons

(2) 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]

(3) Adjustment to annualize rates difference between actual revenue and revenue if existing rates had been in effect for the whole year.

Calculation of TYE 12/10/05 Water Revenues  
Proposed Interim Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year Ended: December 31, 2005  
Water [x] or Sewer [ ]  
Interim [x] or Final [ ]  
Historic [x] or Projected [ ]

Schedule: E-2  
Page 2 of 4  
Preparer: Steven Dihel

Explanation: Calculation of Water Revenues on test year customer adjusted for approved interim rate increase.

Line No.	(1) Class/Meter Size	(2) Test Year Invoices/Gal	(3) Interim Rate	(4) Proposed Revenue
<b>Water Customers</b>				
1	67201 5/8" Residential Base Charge	15,150	\$ 6.59	\$ 99,898
2	67204 5/8" General Service Base Charge	24	\$ 6.59	158
3	67210 1" General Service Base Charge	12	\$ 16.48	198
4	67212 1.5" General Service Base Charge	24	\$ 32.97	791
5	67205 5/8" G.S. Irrigation Base Charge	184	\$ 6.59	1,213
6	67211 1" G.S. Irrigation Base Charge	168	\$ 16.48	2,769
7	67214 1.5" G.S. Irrigation Base Charge	23	\$ 32.97	758
8	67215 2" G.S. Irrigation Base Charge	48	\$ 52.75	2,532
9				
10	Gallonge Charge per 1,000 Gallons			
11	67201 5/8" Residential (First 6,000 Gal) (1)	43,527,000	\$ 2.63	114,543
12	67201 5/8" Residential (Next 6,000 Gal) (1)	4,140,000	\$ 3.96	16,408
13	67201 5/8" Residential (Over 12,000 Gal) (1)	2,280,000	\$ 5.27	12,024
14				
15	67204 5/8" General Service	263,000	\$ 2.87	754
16	67210 1" General Service	530,000	\$ 2.87	1,519
17	67212 1.5" General Service	967,000	\$ 2.87	2,771
18	67205 5/8" G.S. Irrigation	155,000	\$ 2.87	444
19	67211 1" Irrigation	94,000	\$ 2.87	269
20	67214 1.5" Irrigation	762,000	\$ 2.87	2,184
21	67215 2" Irrigation	2,420,000	\$ 2.87	6,936
22				
23				
24				
25				
26				
27	<b>Total Water Revenues</b>			<b>\$ 266,171</b>
28				
29			Misc Revenue	2,017
30				
31			<b>Total Revenue</b>	<b>\$ 268,188</b>
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42	Average Bill:			<b>Total</b>
43	Residential	\$ 16.03		<b>Revenues</b>
44	General Service	\$ 103.19		\$ 242,873
	Irrigation	\$ 40.44		\$ 6,191
				\$ 17,106

See p1 for Bill and Gallon total

(1) Consolidated Factor (Column 7, Schedule E-14) is used for tiered gallons

Company: Cypress Lakes Utilities, Inc.  
 Docket No.: 060257-WS  
 Test Year End: December 31, 2005  
 Schedule Year Ended: December 31, 2005  
 Water [ ] or Sewer [x]  
 Interim [x] or Final [ ]  
 Historic [x] or Projected [ ]

Schedule: E-2  
 Page 3 of 4  
 Preparer: Steven Dihel

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.

Line No.	(1) Class/Meter Size	(2) Test Year		(3) Test Year <sup>(3)</sup>		(4) Rate		(5) Test Year <sup>(3)</sup>		(6) Test Year	(7) Test Year
		Invoices/Gal	Invoices/Gal	1-1 to 10-1	10-2 to 12-31	Rate	Rate	1-1 to 10-1	10-2 to 12-31	Revenue	Revenue Adjustment
<b>Sewer Customers</b>											
1	67221 5/8" Residential Base Charge	11,351.81	3,798.19	\$ 14.00	\$ 14.36	\$	\$	213,467	\$	4,087	
2	67229 5/8" General Service Base Charge	18.06	5.94	\$ 14.00	\$ 14.36			338		7	
3	67230 1" General Service Base Charge	9.03	2.97	\$ 35.01	\$ 35.92			423		8	
4	67232 1.5" General Service Base Charge	18.06	5.94	\$ 70.04	\$ 71.86			1,692		33	
5											
6											
7											
8	Gallonge Charge per 1,000 Gallons										
9	67221 5/8" Residential (8,000 Gal. Cap) <sup>(1)(2)</sup>	35,118,806	10,890,194	\$ 2.85	\$ 2.92			131,888		2,458	
10	67229 5/8" General Service	200,613	62,387	\$ 3.41	\$ 3.50			902		18	
11	67230 1" General Service	400,645	129,355	\$ 3.41	\$ 3.50			1,819		36	
12	67232 1.5" General Service	783,871	183,129	\$ 3.41	\$ 3.50			3,314		71	
13											
14											
15											
16											
17											
18											
19											
20											
21											
22											
23	<b>Total Sewer Revenues</b>							<b>\$ 353,843</b>		<b>\$ 6,717</b>	
24											
25											
26											
27											
28	Revenues per General Ledger		351,262								
29	Adjustments		2,898								
30	Adjusted Revenues per General Ledger		<u>\$ 354,160</u>								
31											
32	Revenues per Above		<u>356,741</u>								
33	Unreconcilable Difference		<u>\$ (2,581)</u>								
34	Unreconcilable Difference Percent		-1%								
35											
36											
37											
38											
39											
40											
41	Average Bill:			Total	Total	Total					
42	Residential	\$ 22.80		Bills	Revenues	Gallons					
43	General Service	\$ 141.47		15,150.00	\$ 345,355	46,009,000					
				60.00	\$ 8,488	1,760,000					

(1) Residential class customers have maximum monthly gallonge charge of 8,000 gallons.

(2) Consolidated Factor (Column 7, Scheule 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)

Calculation of TYE 12/31/05 Sewer Revenues  
Proposed Interim Revenues

Florida Public Service Commission

Company: Cypress Lakes Utilities, Inc.  
Docket No.: 060257-WS  
Test Year End: December 31, 2005  
Schedule Year Ended: December 31, 2005  
Water [ ] or Sewer [x]  
Interim [x] or Final [ ]  
Historic [x] or Projected [ ]

Schedule: E-2  
Page 4 of 4  
Preparer: Steven Dihel

Explanation: Calculation of Water Revenues on test year customer adjusted for approved interim rate increase.

Line No.	(1) Class/Meter Size	(2) Test Year Invoices/Gal	(3) Interim Rate	(4) Proposed Revenue												
<b>Sewer Customers</b>																
1	67221 5/8" Residential Base Charge	15,150	\$ 10.77	\$ 163,117												
2	67229 5/8" General Service Base Charge	24	\$ 10.77	258												
3	67230 1" General Service Base Charge	12	\$ 25.92	323												
4	67232 1.5" General Service Base Charge	24	\$ 53.83	1,292												
5																
6																
7																
8	Gallonge Charge per 1,000 Gallons															
9	67221 5/8" Residential (8,000 Gal. Cap) <sup>(1) (2)</sup>	46,009,000	\$ 5.14	236,624												
10	67229 5/8" General Service	263,000	\$ 6.17	1,623												
11	67230 1" General Service	530,000	\$ 6.17	3,271												
12	67232 1.5" General Service	967,000	\$ 6.17	5,968												
13																
14																
15																
16																
17																
18																
19																
20																
21																
22																
23	<b>Total Sewer Revenues</b>			<b>\$ 412,476</b>												
24																
25			Misc Revenues	2,898												
26																
27			<b>Total Revenues</b>	<b>\$ 415,374</b>												
28																
29																
30																
31																
32																
33																
34																
35																
36																
37																
38																
39																
40																
41	<table border="1"> <thead> <tr> <th colspan="2">Average Bill:</th> <th colspan="2">Total Revenues</th> </tr> </thead> <tbody> <tr> <td>Residential</td> <td>\$ 26.39</td> <td>\$</td> <td>399,741</td> </tr> <tr> <td>General Service</td> <td>\$ 212.26</td> <td>\$</td> <td>12,735</td> </tr> </tbody> </table>				Average Bill:		Total Revenues		Residential	\$ 26.39	\$	399,741	General Service	\$ 212.26	\$	12,735
Average Bill:		Total Revenues														
Residential	\$ 26.39	\$	399,741													
General Service	\$ 212.26	\$	12,735													
42	See p4 for Bill and Gallon total															
43																

(1) Residential class customers have maximum monthly gallonge charge of 8,000 gallons.

(2) Consolidated Factor (Column 7, Scheule E-14) is used for capped gallons