

ORIGINAL

060285-SU  
SCANNED

CLASS A and B  
WATER AND/OR WASTEWATER UTILITIES

FINANCIAL, RATE  
AND ENGINEERING  
MINIMUM FILING  
REQUIREMENTS

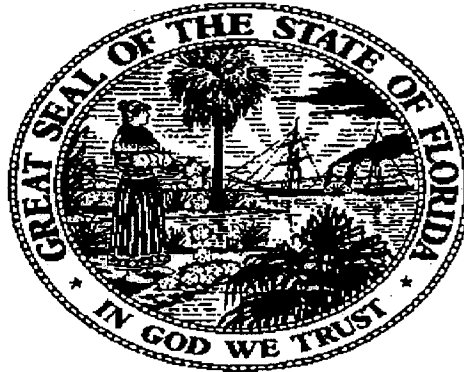
OF

Company: Utilities Inc. of Sandalhaven

Exact Legal Name of Utility

VOLUME I

- CMP \_\_\_\_\_
- COM 5 \_\_\_\_\_
- CTR \_\_\_\_\_
- ECR \_\_\_\_\_
- GCL 1 \_\_\_\_\_
- OPC 1 \_\_\_\_\_
- RCA \_\_\_\_\_
- SCR \_\_\_\_\_
- SGA \_\_\_\_\_
- SEC 1 \_\_\_\_\_
- OTH \_\_\_\_\_



FOR THE

Test Year Ended: December 31, 2005

EXHIBIT 1

DOCUMENT NUMBER-CA  
04262 MAY 15  
FPSC-COMMISSION CLERK

CLASS A and B  
WATER AND/OR WASTEWATER UTILITIES

FINANCIAL, RATE  
AND ENGINEERING  
MINIMUM FILING  
REQUIREMENTS

OF

Interim [ ] or Final [x]

Exact Legal Name of Utility

Company: Utilities Inc. of Sandalhaven

Schedule      Pages      Description of Schedule

---

VOLUME 1

RATE BASE

A-2	1	Sewer Rate Base
A-3	2	Adjustments to Ratebase
A-4	3	Annual Plant Additions and Balances
A-6	4	Sewer Plant in Service by Primary Account
A-7	5	Summary of Non-used & Useful Plant
A-8	6	Annual Accumulated Depreciation Additions and Balances
A-10	7	Sewer Accumulated Depreciation by Primary Account
A-11	8	Annual Additions and Balances to CIAC
A-12	9	CIAC by Type and Classification
A-13	10	Annual Additions and Balances of Amortization of CIAC
A-14	11	Accumulated Amortization of CIAC by Type and Classification
A-15	12	Schedule of AFUDC Rates Used
A-16	13	Annual Additions and Balances of Advances for Construction
A-17	14	Working Capital Allowance Calculation
A-18	15	Balance Sheet - Assets
A-19	16	Balance Sheet - Liabilities and Owners' Equity

NET OPERATING INCOME

B-2	17	Net Operating Income Statement - Sewer
B-3	18	Adjustments to Net Operating Income
B-4	19	Test Year Operating Revenues
B-6	20	Sewer O&M Expenses by Month
B-8	21	Comparative O&M Expenses - Sewer
B-9	22	Analysis of Contractual Services
B-10	23	Rate Case Expense Analysis
B-11	24	Analysis of Maintenance Expenses
B-12	25	Schedule of Allocated Expenses
B-14	26	Net Depreciation Expenses - Sewer
B-15	27	Taxes Other than Income

INCOME TAX

C-1	28	Reconciliation of Total Income Tax Provision
C-2	29	State and Federal Income Tax Calculation - Current
C-3	30	Schedule of Interest in Tax Expense Calculation
C-4	31	Book/Tax Differences - Permanent
C-5	32	Deferred Tax Expense
C-6	33 - 35	Accumulated Deferred Income Taxes
C-7	36	Investment Tax Credits
C-8	37	Parent(s) Debt information
C-9	38	Income Tax Returns
C-10	39	Miscellaneous Tax Information

COST OF CAPITAL

D-1	40	Requested Cost of Capital
D-2	41	Reconciliation of Capital Structure to Rate Base
D-3	42	Preferred Stock Outstanding
D-4	43	Simple Average Cost Short-Term Debt
D-5	44	Long-Term Debt - Beginning & End of Year Average
D-6	45	Variable Rate Long-Term Debt - Beginning & End of Year Average
D-7	46	Customer Deposits

RATE SCHEDULES

E-1	47	Rate Schedule - Present, Interim, and Final
E-2	48 - 49	Revenues at Test Year and Proposed Rates
E-3	50	Customer Monthly Billing Schedule
E-4	51	Miscellaneous Service Charges
E-5	52	Miscellaneous Service Charges Revenues
E-6	53	Public Fire Hydrants Schedule
E-7	54	Private Fire Protection Service
E-8	55	Contracts and Agreements
E-9	56	Tax or Franchise Fee
E-10	57	Service Availability Charges
E-11	58	Guaranteed Revenues Received
E-12	59	Class A Utility Cost of Service
E-13	60	Projected Test Year Revenue Calculation
E-14	61	Billing Analysis [contained in Volume II]
F-1	62	Gallons of Water Pumped, Sold and Unaccounted For
F-2	63	Gallons of Wastewater Treated
F-3	64	Water Treatment Plant Data
F-4	65	Wastewater Treatment Plant Data
F-5	66	Used and Useful Calculations (Water)
F-6	67	Used and Useful Calculations (Wastewater)
F-7	68	Used and Useful Calculations (Water/Wastewater)
F-8	69	Margin Reserve Calculations
F-9	70	Equivalent Residential Connections - Water
F-10	71	Equivalent Residential Connections - Wastewater



Sewer Rate Base

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ 2,076,274	\$ -	\$ 2,076,274	\$ 3,276,272 A	\$ 5,352,546	A-6
2	Utility Land & Land Rights	81,794	-	81,794	-	81,794	A-6
3	Less: Non-Used & Useful Plant	-	-	-	- C	-	A-3, A-7
4	Construction Work in Progress	59,410	(59,410) D	-	-	-	A-3, A-18
5	Less: Accumulated Depreciation	(839,983)	-	(839,983)	140,323 B	(699,659)	A-10, A-3
6	Less: CIAC	(2,266,445)	-	(2,266,445)	935,733	(1,330,712)	A-12
7	Accumulated Amortization of CIAC	794,500	-	794,500	(678,441)	116,059	A-14
8	Acquisition Adjustment	441,304	(441,304) E	-	-	-	A-3, A-18
9	Accum. Amort. Of Acq. Adjustments	-	-	-	-	-	A-3, A-18
10	Advances for Construction	-	-	-	-	-	A-16
11	Working Capital Allowance	-	-	-	62,554 F	62,554	A-17, A-3
12	Total Rate Base	\$ 346,855	\$ (500,714)	\$ (153,860)		\$ 3,582,582	

## Adjustments to Ratebase

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] 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
<b>(A) Utility Plant In Service</b>			
<b>(i) Proforma</b>			
351.1	Organization	-	1,438
351.2	Franchises	-	4,045
353.7	Land and Rights	-	757
354.2	Sewage Service Lines	-	3,102
380.4	Sewage Treatment Plant	-	1,767
394.7	Lab Equipment	-	608
	<b>Proforma Total</b>	-	<b>11,717</b>
<b>(ii) WSC Rate Base</b>			
	Net WSC Rate Base	-	7,458
<b>(iii) Proforma Projects</b>			
360.2	Sandalhaven Lift Station #4 Force Main Repair	-	13,200
380.4	Surge tank pumps, piping, and VFD's	-	35,000
360.2	Survey and Route Selection for Master Lift Station Force Main	-	98,500
361.2	Sanitary Sewer I/I Corrections	-	130,000
380.4	Design/Permitting - Sandalhaven WWTP Expansion	-	540,335
380.4	Purchase of 100,000 gpd of Treatment Capacity / EWD	-	752,000
354.2	Master Lift Station and Force Main	-	2,800,000
		-	<b>4,369,035</b>
<b>(B) Accumulated Depreciation</b>			
<b>(i) Proforma</b>			
354.2	Sewage Service Lines	-	97
380.4	Sewage Treatment Plant	-	55
394.7	Lab Equipment	-	41
	<b>Proforma Total</b>	-	<b>193</b>
<b>(ii) Proforma Projects</b>			
360.2	Sandalhaven Lift Station #4 Force Main Repair	-	440
380.4	Surge tank pumps, piping, and VFD's	-	1,946
360.2	Survey and Route Selection for Master Lift Station Force Main	-	3,280
361.2	Sanitary Sewer I/I Corrections	-	2,886
380.4	Design/Permitting - Sandalhaven WWTP Expansion	-	41,811
380.4	Purchase of 100,000 gpd of Treatment Capacity / EWD	-	155,680
354.2	Master Lift Station and Force Main	-	87,640
		-	<b>293,683</b>
<b>(C) Non Used &amp; Useful Plant In Service - Schedule: A-7</b>			
		-	-
<b>(D) Remove CWIP</b>			
		-	(59,410)
<b>(E) Reverse Acquisition Adjustment</b>			
	Adjustment	-	(441,304)
	Amortization	-	-
<b>(F) Working Capital Allowance</b>			
		-	62,554
<b>(G) Englewood plant retirements adjustments (see separate work papers in field audit)</b>			
<b>Proforma</b>			
	Utility Plant in Service Adjustment		(1,111,938)
	Accumulated Depreciation Adjustment		(434,199)
	Contributed Plant		(935,733)
	Accumulated Amortization of Contributed Plant		(678,441)

Annual Plant Additions and Balances

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

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

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	12/31/01 Balance [order no. PSC-03-0602-PAA-SU]	\$ -	\$ 1,623,624
2			
3	2001 Additions	-	-
4	2001 Retirements	-	-
5	2001 Adjustments	-	330,125
6			
7	12/31/2001 Balance	-	1,953,749
8	2002 Additions	-	113,520
9	2002 Retirements	-	10,730
10	2002 Adjustments	-	-
11			
12	12/31/2002 Balance	-	2,056,539
13	2003 Additions	-	149,151
14	2003 Retirements	-	3,600
15	2003 Adjustments	-	-
16			
17	12/31/2003 Balance	-	2,202,090
18	2004 Additions	-	131,477
19	2004 Retirements	-	(4,749)
20	2004 Adjustments	-	(296,518)
21			
22	12/31/2004 Balance	-	2,041,798
23	2005 Additions	-	(58,999)
24	2005 Retirements	-	4,979
25	2005 Adjustments	-	296,518
26			
27	12/31/2005 Balance	-	2,274,338

Supporting Schedules: A-5  
 Recap Schedules: A-18

Sewer Plant in Service by Primary Account

Florida Public Service Commissi

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Historic [x] or Projected [ ]  
 Interim [ ] or Final [x]

Schedule: A-6  
 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) Prior Year 12/31/2004	(3) Test Year 12/31/2005	(4) Average	(5) Non-Used & Useful %
1	INTANGIBLE PLANT				
2	351.1 Organization	\$ 1,587	\$ 27,106	\$ 14,347	0%
3	352.1 Franchises	1,828	3,421	2,625	0%
4	389.1 Other Plant & Misc. Equipment	-	-	-	0%
5	COLLECTION PLANT				
6	353.2 Land & Land Rights	35,000	128,588	81,794	0%
7	354.2 Structures & Improvements	715,748	1,073,228	894,488	0%
8	360.2 Collection Sewers - Force	199,056	203,712	201,384	0%
9	361.2 Collection Sewers - Gravity	588,043	619,764	603,904	0%
10	362.2 Special Collecting Structures	-	-	-	0%
11	363.2 Services to Customers	-	-	-	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				
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				
23	353.4 Land & Land Rights	-	-	-	0%
24	354.4 Structures & Improvements	-	-	-	0%
25	380.4 Treatment & Disposal Equipment	424,457	141,723	283,090	0%
26	381.4 Plant Sewers	-	-	-	0%
27	382.4 Outfall Sewer Lines	-	-	-	0%
28	389.4 Other Plant & Misc. Equipment	-	-	-	0%
29	GENERAL PLANT				
30	353.5 Land & Land Rights	-	-	-	0%
31	354.5 Structures & Improvements	-	-	-	0%
32	390.5 Office Furniture & Equipment	752	752	752	0%
33	391.5 Transportation Equipment	52,309	52,309	52,309	0%
34	392.5 Stores Equipment	-	-	-	0%
35	393.5 Tools, Shop & Garage Equipment	17,841	17,841	17,841	0%
36	394.5 Laboratory Equipment	3,768	4,310	4,039	0%
37	395.5 Power Operated Equipment	-	-	-	0%
38	396.5 Communication Equipment	-	-	-	0%
39	397.5 Miscellaneous Equipment	-	-	-	0%
40	398.5 Other Tangible Plant	1,409	1,584	1,497	0%
41	TOTAL	\$ 2,041,798	\$ 2,274,338	\$ 2,158,068	

Recap Schedules: A-2, A-4



Summary of Non-used & Useful Plant

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ -	\$ -	\$ -
7	Land	-	-	-
8	Accumulated Depreciation	-	-	-
9	Other	-	-	-
10	Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Supporting Schedules: A-6, A-10

Annual Accumulated Depreciation Additions and Balances

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	12/31/01 Balance [order no. PSC-03-0602-PAA-SU]	\$ -	\$ 616,030
2			
3	2001 Additions	-	-
4	2001 Retirements	-	-
5	2001 Adjustments	-	(63,458)
6			
7	12/31/2001 Balance		552,572
8	2002 Additions	-	53,998
9	2002 Retirements	-	10,730
10	2002 Adjustments	-	-
11			
12	12/31/2002 Balance		595,840
13	2003 Additions	-	59,721
14	2003 Retirements	-	3,600
15	2003 Adjustments	-	-
16			
17	12/31/2003 Balance	-	651,961
18	2004 Additions	-	65,831
19	2004 Retirements	-	(4,749)
20	2004 Adjustments	-	84,433
21			
22	12/31/2004 Balance	-	806,974
23	2005 Additions	-	155,429
24	2005 Retirements	-	4,979
25	2005 Adjustments	-	(84,433)
26			
27	12/31/2005 Balance	-	872,991

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

Sewer Accumulated Depreciation by Primary Account

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Historic [x] or Projected []  
 Interim [] or Final [x]

Schedule: A-10  
 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.

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%	\$ -
3	352.1 Franchises	-	-	-	0%	-
4	389.1 Other Plant & Misc. Equipment	-	-	-	0%	-
5	COLLECTION PLANT					
6	353.2 Land & Land Rights	-	-	-	0%	-
7	354.2 Structures & Improvements	392,924	464,358	428,641	0%	-
8	360.2 Collection Sewers - Force	88,486	95,116	91,801	0%	-
9	361.2 Collection Sewers - Gravity	239,759	253,247	246,503	0%	-
10	362.2 Special Collecting Structures	-	-	-	0%	-
11	363.2 Services to Customers	-	-	-	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					
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					
23	353.4 Land & Land Rights	-	-	-	0%	-
24	354.4 Structures & Improvements	-	-	-	0%	-
25	380.4 Treatment & Disposal Equipment	50,243	15,228	32,736	0%	-
26	381.4 Plant Sewers	-	-	-	0%	-
27	382.4 Outfall Sewer Lines	-	-	-	0%	-
28	389.4 Other Plant & Misc. Equipment	-	-	-	0%	-
29	GENERAL PLANT					
30	353.5 Land & Land Rights	-	-	-	0%	-
31	354.5 Structures & Improvements	-	-	-	0%	-
32	390.5 Office Furniture & Equipment	(163)	(128)	(146)	0%	-
33	391.5 Transportation Equipment	32,612	40,491	36,552	0%	-
34	392.5 Stores Equipment	-	-	-	0%	-
35	393.5 Tools, Shop & Garage Equipment	1,173	2,288	1,731	0%	-
36	394.5 Laboratory Equipment	798	1,049	924	0%	-
37	395.5 Power Operated Equipment	-	-	-	0%	-
38	396.5 Communication Equipment	-	-	-	0%	-
39	397.5 Miscellaneous Equipment	1,142	1,342	1,242	0%	-
40	398.5 Other Tangible Plant	-	-	-	0%	-
41	TOTAL	\$ 806,974	\$ 872,991	\$ 839,983		\$ -

Recap Schedules: A-8

Annual Additions and Balances to CIAC

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	12/31/01 Balance [order no. PSC-03-0602-PAA-SU]	\$ -	\$ 1,607,051
2			
3	2001 Additions	-	-
4	2001 Retirements	-	-
5	2001 Adjustments	-	1,875
6			
7	12/31/2001 Balance		1,608,926
8	2002 Additions	-	80,244
9	2002 Retirements	-	-
10	2002 Adjustments	-	-
11			
12	12/31/2002 Balance	-	1,689,170
13	2003 Additions	-	231,350
14	2003 Retirements	-	-
15	2003 Adjustments	-	-
16			
17	12/31/2003 Balance	-	1,920,520
18	2004 Additions	-	318,619
19	2004 Retirements	-	-
20	2004 Adjustments	-	-
21			
22	12/31/2004 Balance	-	2,239,139
23	2005 Additions	-	54,611
24	2005 Retirements	-	-
25	2005 Adjustments	-	-
26			
27	12/31/2005 Balance	-	2,293,750

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

CIAC by Type and Classification

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Scheduled Year End: December 31, 2005  
 Historic [x] or Projected [ ]  
 Interim [ ] or Final [x]

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	-	-	-
4				
5	Meter Installation Fees	-	-	-
6				
7	Contributed Plant	-	-	-
8				
9	Other	-	-	-
10				
11	Total	\$ -	\$ -	\$ -
12				
13				
14	WASTEWATER			
15				
16	Plant Capacity Fees	\$ -	\$ -	\$ -
17				
18	Line/Main Extension Fees	2,239,139	2,293,750	2,266,445
19				
20	Contributed Plant	-	-	-
21				
22	Other	-	-	-
23				
24	Total	\$ 2,239,139	\$ 2,293,750	\$ 2,266,445

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

Annual Additions and Balances of Amortization of CIAC

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	12/31/01 Balance [order no. PSC-03-0602-PAA-SU]	\$ -	\$ 626,882
2			
3	2001 Additions	-	-
4	2001 Retirements	-	-
5	2001 Adjustments	-	(58,633)
6			
7	12/31/2001 Balance		568,249
8	2002 Additions	-	49,303
9	2002 Retirements	-	-
10	2002 Adjustments	-	-
11			
12	12/31/2002 Balance	-	617,552
13	2003 Additions	-	48,479
14	2003 Retirements	-	-
15	2003 Adjustments	-	-
16			
17	12/31/2003 Balance	-	666,031
18	2004 Additions	-	58,572
19	2004 Retirements	-	-
20	2004 Adjustments	-	35,128
21			
22	12/31/2004 Balance	-	759,731
23	2005 Additions	-	104,665
24	2005 Retirements	-	-
25	2005 Adjustments	-	(35,128)
26			
27	12/31/2005 Balance	-	829,268

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

Accumulated Amortization of CIAC by Type and Classification

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Historic [x] or Projected [ ]  
 Interim [ ] or Final [x]

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	-	-	-
4				
5	Meter Installation Fees	-	-	-
6				
7	Contributed Plant	-	-	-
8				
9	Other	-	-	-
10				
11	Total	\$ -	\$ -	\$ -
12				
13				
WASTEWATER				
14				
15				
16	Plant Capacity Fees	\$ -	\$ -	\$ -
17				
18	Line/Main Extension Fees	759,731	829,268	794,500
19				
20	Contributed Plant	-	-	-
21				
22	Other	-	-	-
23				
24	Total	\$ 759,731	\$ 829,268	\$ 794,500

Recap Schedules: A-2, A-11

Schedule of AFUDC Rates Used

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060258-SU  
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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] 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	12/31/01 Balance [order no. PSC-03-0602-PAA-SU]	\$ -	\$ -
2			
3			
4	2001 Additions	-	-
5	2001 Retirements	-	-
6	2001 Adjustments	-	-
7			
8	12/31/2001 Balance	-	-
9	2002 Additions	-	-
10	2002 Retirements	-	-
11	2002 Adjustments	-	-
12			
13	12/31/2002 Balance	-	-
14	2003 Additions	-	-
15	2003 Retirements	-	-
16	2003 Adjustments	-	-
17			
18	12/31/2003 Balance	-	-
19	2004 Additions	-	-
20	2004 Retirements	-	-
21	2004 Adjustments	-	-
22			
23	12/31/2004 Balance	-	-
24	2005 Additions	-	-
25	2005 Retirements	-	-
26	2005 Adjustments	-	-
27			
28	12/31/2005 Balance	-	-

Working Capital Allowance Calculation

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ -	\$ 313,245
3	Adjustments to O&M Expenses	-	187,186
4	Total Adjusted O&M Expenses	-	500,431
5	Divide by 8	8	8
6	Working Capital	\$ -	\$ 62,554

Recap Schedules: A-2

Balance Sheet - Assets

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ 2,274,338	\$ 2,338,316
2	Construction Work In Progress	59,410	-
3	Other Utility Plant Adjustments (Acquisition Adjustment)	441,304	441,304
4	GROSS UTILITY PLANT	2,775,052	2,779,620
5	Less: Accumulated Depreciation/Amortization	(873,881)	(764,798)
6	NET UTILITY PLANT	<u>1,901,171</u>	<u>2,014,822</u>
7	Cash	-	-
8	Special Deposits	25	25
9	Accounts Rec'b - customers	45,892	36,777
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	-	-
17	TOTAL CURRENT ASSETS	<u>45,917</u>	<u>36,802</u>
18	Net nonutility Property	-	-
19	Unamortized Debt Discount & Exp	-	-
20	Prelim. Survey & Investigation Charges	-	-
21	Clearing Accounts	-	-
22	Deferred Rate Case Expense	22,159	36,264
23	Other Miscellaneous Deferred Debits	16,025	20,297
24	Accum. Deferred Income Tax	248,275	234,868
25	TOTAL OTHER ASSETS	<u>286,459</u>	<u>291,429</u>
26	TOTAL ASSETS	<u>\$ 2,233,547</u>	<u>\$ 2,343,053</u>

Balance Sheet - Liabilities and Owners' Equity

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: A-19

Docket No.: 060258-SU

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	907,405	884,623
4	Retained Earnings	(607,490)	(236,790)
5	Other Equity Capital	-	-
6	<b>TOTAL EQUITY CAPITAL</b>	<u>300,915</u>	<u>648,833</u>
7	Bonds	-	-
8	Reacquired Bonds	-	-
9	Advances From Associated Companies	-	-
10	Other Long-Term Debt	-	-
11	<b>TOTAL LONG-TERM DEBT</b>	<u>-</u>	<u>-</u>
12	Accounts Payable	5,728	4,642
13	Notes Payable	-	-
14	Notes & Accounts Payable - Assoc. Cos.	295,556	7,386
15	Customer Deposits	16,500	16,500
16	Accrued Taxes	1,000	7,756
17	Accrued Interest	501	510
18	Accrued Dividends	-	-
19	Misc. Current and Accrued Liabilities	-	-
20	<b>TOTAL CURRENT &amp; ACCRUED LIABILITIES</b>	<u>319,285</u>	<u>36,794</u>
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>	<u>-</u>	<u>-</u>
26	Contributions in Aid of Construction	2,293,750	2,239,139
27	Less: Accum. Amortization of CIAC	(829,268)	(724,603)
28	Accumulated Deferred Income Taxes	148,865	142,890
29	<b>Total Equity Capital and Liabilities</b>	<u>\$ 2,233,547</u>	<u>\$ 2,343,053</u>

**Net Operating  
Income**

Net Operating Income Statement - Sewer

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ 270,518	\$ 6,044 A	\$ 276,562	\$ 981,066 I	\$ 1,257,628	B-4, E-2
2	Operation & Maintenance	313,245	-	313,245	187,186 E, F, G, L, N	500,431	B-6
3	Depreciation, net of CIAC amort.	(32,297)	-	(32,297)	293,876 D	261,579	B-14
4	Amortization	529	(529) B	-	-	-	B-3
5	Taxes Other Than Income	43,260	-	43,260	43,823 K, M	87,083	B-15
6	Provision for Income Taxes	(44,051)	44,051 C	-	101,866 J	101,866	
7	OPERATING EXPENSES	280,686	43,522	324,208	626,751	950,959	
8	NET OPERATING INCOME	\$ (10,168)	\$ (37,478)	\$ (47,646)	\$ 354,315	\$ 306,669	
9	RATE BASE	\$ 346,855		\$ (153,860)		\$ 3,582,582	A-2
10	RATE OF RETURN	-2.93%		30.97%		8.56%	

## Adjustments to Net Operating Income

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 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	-	5,784
	RAF Effect on above	-	260
(B)	Amortization		
	Reverse out	-	(529)
(C)	Provision for Income Tax		
	Reverse Out Negative	-	44,051
(D)	Depreciation Expense		
	Depreciation from proforma plant changes (see A-3)	-	293,876
(E)	Proforma Maintenance Project		
	Hurricane Def		21,365
	Amortization Period (Years)		5
	Expense		4,273
(F)	Purchase Power Pass Through	-	-
(G)	Rate Case Expense		
	1/4 of Rate Case Expense (Schedule B-10)	\$ -	\$ 36,293
(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	-	981,066
(J)	Provision for Income Taxes		
	Income Taxes (C-1)	-	101,866
(K)	Taxes other than Income		
	Regulatory Assessment Fees (RAF's)		
	Adjusted for Revenue Increase (B-15)	-	44,148
(L)	Proforma O&M Expenses		
	Salary Adjustment (see WP)	-	(573)
	Pension/Benefit Adjustment (see WP)	-	970
(M)	Proforma Tax Other than Income		
	Payroll Taxes (see WP)	-	(325)
(N)	Proforma Expense Adjustment		
	Englewood project (see work papers during audit)		146,223

Test Year Operating Revenues

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ 263,656
2	461.1 Metered - Residential	-	521.2 Flat Rate - Commercial	\$ -
3	461.2 Metered - Commercial	-	521.3 Flat Rate - Industrial	\$ -
4	461.3 Metered - Industrial	-	521.4 Flat Rate - Public Authorities	\$ -
5	461.4 Metered - Public Authorities	-	521.5 Flat Rate - Multi-Family	\$ -
6	461.5 Metered - Multi-Family	-	521.6 Flat Rate - Other	\$ -
7	462.1 Public Fire Protection	-	522.1 Measured - Residential	\$ -
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	-	525 Interdepartmental Sales	\$ -
15				
16			TOTAL SEWER SALES	\$ 263,656
17	470 Forfeited Discounts	-		
18	471 Misc Service Revenues	-		
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	\$ 6,862
24	WATER REVENUES	-		
25			TOTAL OTHER	
26	TOTAL WATER		SEWER REVENUES	\$ 6,862
27	OPERATING REVENUES	\$ -		
28			TOTAL SEWER	
			OPERATING REVENUES	\$ 270,518



Sewer O&M Expenses by Month

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 7,383	\$ 88,593
2	703 Salaries & Wages - Officers, Etc.	-	-	-	-	-	-	-	-	-	-	-	-	-
3	704 Employee Pensions & Benefits	539	539	539	539	539	11,025	539	539	5,247	539	539	539	21,663
4	710 Purchased Sewage Treatment	110	92	147	118	36	62	106	28	62	103	67	103	1,034
5	711 Sludge Removal Expense	6,000	8,250	7,500	3,750	-	4,375	-	8,050	-	1,200	2,625	3,500	45,250
6	715 Purchased Power	1,676	1,674	1,814	1,907	1,685	1,657	1,708	1,439	1,401	1,462	1,476	1,739	19,638
7	716 Fuel for Purchased Power	-	-	-	-	-	-	-	-	-	-	-	-	-
8	718 Chemicals	212	4,324	3,987	627	4,732	290	373	4,607	503	3,582	1,620	4,344	29,201
9	720 Materials & Supplies	3,694	3,362	7,968	6,035	4,631	3,689	5,459	3,635	6,158	2,636	4,556	6,797	58,621
10	731 Contractual Services - Engr.	-	-	-	-	-	-	-	-	-	-	-	-	-
11	732 Contractual Services - Acct.	219	219	219	219	219	219	219	219	219	219	219	219	2,633
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	291	699	165	406	794	956	1,108	758	(30)	700	911	256	7,014
18	756 Insurance - Vehicle	-	-	-	-	-	-	-	-	-	-	-	-	-
19	757 Insurance - General Liability	-	-	-	-	-	-	-	-	-	-	-	-	-
20	758 Insurance - Workman's Comp.	-	-	-	-	-	-	-	-	-	-	-	-	-
21	759 Insurance - Other	236	236	236	236	236	6,637	236	236	2,454	236	236	236	11,456
22	760 Advertising Expense	-	-	-	-	-	-	-	-	-	-	-	-	-
23	766 Reg. Comm. Exp. - Rate Case Amort.	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190	14,280
24	767 Reg. Comm. Exp. - Other	-	-	-	-	-	-	-	-	-	-	-	-	-
25	770 Bad Debt Expense	29	669	8	2	2	22	2	14	44	2	2	39	832
26	775 Miscellaneous Expense	623	627	728	899	626	3,356	710	1,112	2,739	676	418	517	13,033
27	TOTAL	\$ 22,203	\$ 29,265	\$ 31,884	\$ 23,310	\$ 22,074	\$ 40,862	\$ 19,033	\$ 29,211	\$ 27,370	\$ 19,928	\$ 21,243	\$ 26,862	\$ 313,247

Recap Schedule: B-2

Comparative O&M Expenses - Sewer

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  or Projected

Schedule: B-8  
 Page 1 of 1  
 Preparer: Vitchow, 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 Owner 12/31/2001	(3) Current TY 12/31/2003	(4) \$ Difference	(5) % Difference	(6) Explanation
1	701 Salaries & Wages - Employees	\$ 42,355	\$ 88,593	\$ 46,238	109.17%	Two operators are assigned full-time to SH 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	14,013	21,663	7,650	54.59%	Two operators are assigned full-time to SH in current year, there was an open position during the prior test year.
4	710 Purchased Sewage Treatment	742	1,034	292	39.35%	Hauled sewage to another WWTP during an emergency condition.
5	711 Sludge Removal Expense	44,532	45,250	718	1.61%	
6	715 Purchased Power	18,693	19,638	2,945	17.64%	Increase in unit cost of service as provided by FP&L
7	716 Fuel for Purchased Power	-	-	-	N/A	
8	718 Chemicals	7,407	29,201	21,794	294.24%	Converted disinfection system to sodium hypochlorite, increase in water pumped.
9	720 Materials & Supplies	2,285	58,621	56,336	2465.47%	Cost associated with WWTP permit renewal, more frequent and varied collection system and WWTP repairs
10	731 Contractual Services - Engr.	-	-	-	N/A	
11	732 Contractual Services - Acct.	1,024	2,633	1,609	157.13%	Audit fees have increased substantially in the last four years at a rate higher than the CPI Index
12	733 Contractual Services - Legal	1,450	-	(1,450)	-100.00%	
13	734 Contractual Services - Mgmt. Fees	-	-	-	N/A	
14	736 Contractual Services - Other	10,185	-	(10,185)	-100.00%	
15	741 Rental of Building/Real Prop.	-	-	-	N/A	
16	742 Rental of Equipment	-	-	-	N/A	
17	750 Transportation Expenses	1,720	7,014	5,294	307.79%	Increase in fuel costs; during the previous test year, one staff position was not filled, but was filled during the current year
18	756 Insurance - Vehicle	-	-	-	N/A	
19	757 Insurance - General Liability	-	-	-	N/A	
20	758 Insurance - Workmen's Comp.	-	-	-	N/A	
21	759 Insurance - Other	7,220	11,456	4,236	58.67%	Total insurance expense for Utilities, Inc. has increased by 123% in the last 4 years.
22	760 Advertising Expense	-	-	-	N/A	
23	766 Reg. Comm. Exp. - Rate Cast Amort.	-	14,280	14,280	New	
24	767 Reg. Comm. Exp. - Other	-	-	-	N/A	
25	770 Bad Debt Expense	399	832	433	108.52%	Bad debt expense has increased due to a random increase in finaled accounts that were written off
26	775 Miscellaneous Expense	50,518	13,030	(37,488)	-74.21%	
27	TOTAL	\$ 200,543	\$ 313,245	\$ 112,702	56.20%	
28	Total Customers (ERC's)	880	1,019	139	15.80%	
29	Consumer Price Index - U	234.6	283.4	48.8	20.80%	
30	Benchmark Index: Change in Customer ERC's			1,1580		
31	Increase in CPI			1,2080		
32				1,3988		

Analysis of Contractual Services

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: B-9

Docket No.: 060258-SU

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 Utilities Inc. of Sandalhaven; see Schedule: B-12

Rate Case Expense Analysis

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	2,000	Filing Fee
7	Water Service Corp.	Steve Lubertozi	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	795	Customer notices, postage
15	Water Service Corp.		n/a	n/a	107	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>\$ 132,734</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	\$ -	\$ 12,438	\$ 12,438
29 Current rate case expense	-	132,734	132,734
30 Total projected rate case expense	<u>-</u>	<u>145,172</u>	<u>145,172</u>
31 Annual Amortization	<u>\$ -</u>	<u>\$ 36,293</u>	<u>\$ 36,293</u>

32 Method of allocation between systems:

33 Customers	-	1,019	1,019
34 Percentage of average customers	<u>0%</u>	<u>100%</u>	<u>100%</u>

Analysis of Maintenance Expenses

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	Sandalhaven	Hurricane Def	\$ 21,365	-	4,272	5

Schedule of Allocated Expenses

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] 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			Sandalhaven	
			Sandal	Other Co's/Sys	Total		Sandal	Other Co's/Sys	Total	Water	Sewer
										0.00%	100.00%
<b>Water Service Corp. Allocated Expenses:</b>											
1	601	Salaries - Office	0.4%	99.6%	100.0%	ERC*	\$ 10,571	\$ 2,618,995	\$ 2,629,566	\$ -	\$ 10,571
2	63x	Outside Services	0.5%	99.5%	100.0%	ERC*	2,116	446,806	448,922	-	2,116
3	604	Pension & Benefits	0.4%	99.6%	100.0%	ERC*	2,683	633,422	636,105	-	2,683
4	659	Insurance	0.5%	99.5%	100.0%	ERC*	11,456	2,103,039	2,114,495	-	11,456
5	675	Office Supplies	0.5%	99.5%	100.0%	ERC*	2,058	431,226	433,284	-	2,058
6	675	Office Utilities	0.4%	99.6%	100.0%	ERC*	174	42,323	42,497	-	174
7	675	Office Maintenance	0.2%	99.8%	100.0%	ERC*	323	141,482	141,805	-	323
8	675/670	Miscellaneous	0.4%	99.6%	100.0%	ERC*	1,258	307,861	309,119	-	1,258
9	704/775	Sub-Total O & M Expenses					30,639	6,725,154	6,755,793	-	30,639
10											
11											
12	403	Depreciation	0.4%	99.6%	100.0%	ERC*	\$ 1,198	\$ 283,251	\$ 284,449	\$ -	\$ 1,198
13	408/409	Taxes Other Than Income	0.4%	99.6%	100.0%	ERC*	1,290	314,818	316,108	-	1,290
14	410	Deferred Income Tax	0.4%	99.6%	100.0%	ERC*	41	9,633	9,674	-	41
15	426	Other Income	0.4%	99.6%	100.0%	ERC*	(13)	(3,017)	(3,030)	-	(13)
16	419,27	Interest Expense	0.4%	99.6%	100.0%	ERC*	1,186	280,524	281,710	-	1,186
17		Total Expenses					\$ 34,341	\$ 7,610,363	\$ 7,644,704	\$ -	\$ 34,341
<b>Utilities, Inc. of Florida Allocated Expenses</b>											
18	63x	Outside Services	1.4%	98.8%	100.0%	ERC*	\$ 418	\$ 29,559	\$ 29,977	\$ -	\$ 418
19	675	Office Supplies	1.5%	98.5%	100.0%	ERC*	1,060	69,713	70,773	-	1,060
20	675	Office Utilities	1.5%	98.5%	100.0%	ERC*	181	12,099	12,280	-	181
21	675	Office Maintenance	1.5%	98.5%	100.0%	ERC*	297	19,951	20,248	-	297
22	675	Miscellaneous	1.0%	99.0%	100.0%	ERC*	170	17,569	17,739	-	170
23	650	Transportation Expenses	0.0%	100.0%	100.0%	ERC*	-	109,070	109,070	-	-
24	620,675	Operators Expense	1.4%	98.6%	100.0%	ERC*	184	12,508	12,692	-	184
25		Sub-Total O & M Expenses					\$ 2,310	\$ 270,470	\$ 272,780	\$ -	\$ 2,310
26											
27	408	Taxes Other Than Income	0.0%	0.0%	0.0%	ERC*	\$ -	\$ -	\$ -	\$ -	\$ -
28	403	Depreciation	0.7%	99.3%	100.0%	ERC*	889	132,169	133,058	-	889
29		Total Expenses					\$ 3,199	\$ 402,639	\$ 405,838	\$ -	\$ 3,199

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

Net Depreciation Expenses - Sewer

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	24,404	-	24,404	0%	-
8	360.2 Collection Sewers - Force	6,630	-	6,630	0%	-
9	361.2 Collection Sewers - Gravity	14,734	-	14,734	0%	-
10	362.2 Special Collecting Structures	-	-	-	0%	-
11	363.2 Services to Customers	-	-	-	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	-	-	-	0%	-
24	354.4 Structures & Improvements	-	-	-	0%	-
25	380.4 Treatment & Disposal Equipment	16,633	-	16,633	0%	-
26	381.4 Plant Sewers	-	-	-	0%	-
27	382.4 Outfall Sewer Lines	-	-	-	0%	-
28	389.4 Other Plant & Misc. Equipment	-	-	-	0%	-
29	GENERAL PLANT	-	-	-	0%	-
30	353.5 Land & Land Rights	-	-	-	0%	-
31	354.5 Structures & Improvements	-	-	-	0%	-
32	390.5 Office Furniture & Equipment	35	-	35	0%	-
33	391.5 Transportation Equipment	7,879	-	7,879	0%	-
34	392.5 Stores Equipment	-	-	-	0%	-
35	393.5 Tools, Shop & Garage Equipment	1,115	-	1,115	0%	-
36	394.5 Laboratory Equipment	251	-	251	0%	-
37	395.5 Power Operated Equipment	-	-	-	0%	-
38	396.5 Communication Equipment	-	-	-	0%	-
39	397.5 Miscellaneous Equipment	687	-	687	0%	-
40	398.5 Other Tangible Plant	-	-	-	0%	-
41	398.5 Other Tangible Plant	-	-	-	0%	-
42	398.5 Other Tangible Plant	-	-	-	0%	-
43	TOTAL	72,368	-	72,368		-
44	Less: Amortization of CIAC	104,665	-	104,665	0%	-
45	NET DEPRECIATION EXPENSE - SEWER	\$ (32,297)	\$ -	\$ (32,297)		\$ -

Recap Schedule: B-2

Taxes Other than Income

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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 (RAFs)	(3) Payroll Taxes	(4) Real Estate & Personal Property	(5) Other	(6) Total
<b>WATER</b>						
1	Test Year Per Books	\$ -	\$ -	\$ -	\$ -	\$ -
2	Adjustments to Test Year (Explain)					
3	Taxes re adj. to Salaries (see WP)	-	-	-	-	-
4	RAFs re actual TY & Annualized rev.	-	-	-	-	-
5	Adj. Prop. Tax for proforma & non used	-	-	-	-	-
6	Total Test Year Adjustments	-	-	-	-	-
7	Adjusted Test Year	-	-	-	-	-
8	RAFs Assoc. with Revenue Increase	-	-	-	-	-
9	Total Balance	\$ -	\$ -	\$ -	\$ -	\$ -
<b>SEWER</b>						
10	Test Year Per Books	\$ 12,059	\$ 9,926	\$ 21,275	\$ -	\$ 43,260
11	Adjustments to Test Year (Explain)					
12	Taxes re adj. to Salaries	-	(325)	-	-	(325)
13	RAFs re actual TY & Annualized rev.	-	-	-	-	-
14	Adj. Prop. Tax for proforma & non used	-	-	-	-	-
15	Total Test Year Adjustments	-	(325)	-	-	(325)
16	Adjusted Test Year	12,059	9,601	21,275	-	42,935
17	RAFs Assoc. with Revenue Increase	44,148	-	-	-	44,148
18	Total Balance	\$ 56,207	\$ 9,601	\$ 21,275	\$ -	\$ 87,083

Recap Schedule: B-1, B-2



**Income Tax**

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	Sewer
1	Current Tax Expense	C-2	\$ (22,540)	\$ (677)	\$ (23,217)	\$ -	\$ (23,217)	\$ -	\$ 101,866
2	Deferred Income Tax Expense	C-5	3,257	(459)	2,799	-	7,391	-	-
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		\$ (19,282)	\$ (1,135)	\$ (20,418)	\$ -	\$ (15,826)	\$ -	\$ 101,866

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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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)	\$ (10,168)	\$ (37,478)	\$ (47,646)	-	(47,646)	-	408,535
1a	Other Income	-	-	-	-	-	-	-
2	Add: Income Tax Expense Per Books (B-1, B-2)	(44,051)	44,051	-	-	-	-	-
3	Subtotal	(54,219)	6,573	(47,646)	-	(47,646)	-	408,535
4	Less: Interest Charges (C-3)	20,639	-	20,639	-	20,639	-	137,347
5	Taxable Income Per Books	(74,858)	6,573	(68,285)	-	(68,285)	-	271,188
Schedule M Adjustments:								
6	Permanent Differences (C-4)	1,349	(1,349)	-	-	-	-	-
7	Timing Differences (C-5)	7,215	(7,215)	-	-	-	-	-
8	Total Schedule M Adjustments	8,564	(8,564)	-	-	-	-	-
9	Taxable Income Before State Taxes	(66,294)	(1,991)	(68,285)	-	(68,285)	-	271,188
10	Less: State Income Tax Exemption (\$5,000)	5,000	-	5,000	-	5,000	-	5,000
11	State Taxable Income	(71,294)	(1,991)	(73,285)	-	(73,285)	-	266,188
12	State Income Tax (5.5% of Line 11)	-	-	-	-	-	-	14,640
13	Emergency Excise Tax	-	-	-	-	-	-	-
14	Credits	-	-	-	-	-	-	-
15	Current State Income Taxes	-	-	-	-	-	-	14,640
16	Federal Taxable Income (Line 9 - Line 15)	(66,294)	(1,991)	(68,285)	-	(68,285)	-	256,547
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)	(22,540)	(677)	(23,217)	-	(23,217)	-	87,226
19	Less: Investment Tax Credit Realized This Year (C-8)	-	-	-	-	-	-	-
20	Current Federal Inc. Taxes (Line 18 - Line 19)	(22,540)	(677)	(23,217)	-	(23,217)	-	87,226
Summary:								
21	Current State Income Tax (Line 15)	-	-	-	-	-	-	14,640
22	Current Federal Income Tax (Line 20)	(22,540)	(677)	(23,217)	-	(23,217)	-	87,226
23	Total Current Income Tax Expense (To C-1)	\$ (22,540)	\$ (677)	\$ (23,217)	\$ -	\$ (23,217)	\$ -	\$ 101,866

Supporting Schedules: 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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	21,988	-	21,988	-	21,988
5	AFUDC	(1,349)	-	(1,349)	-	(1,349)
6	ITC Interest Synchronization	-	-	-	-	-
7	Total Used for Tax Calculation	<u>\$ 20,639</u>	<u>\$ -</u>	<u>\$ 20,639</u>	<u>\$ -</u>	<u>\$ 20,639</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: Utilities Inc. of Sandalhaven  
Docket No.: 060258-SU  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Interim  or Final   
Historic  or Projected

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

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>1,349</u>
---	------------------------------------	----	--------------

Deferred Tax Expense

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ (18,613)	\$ -	\$ (18,613)	\$ -	\$ (48,583)
3	Book Depreciation and Amortization	3,101	-	3,101	-	3,101
4	Difference	(21,714)	-	(21,714)	-	(51,684)
5 Other Timing Differences (Itemize)						
6	Tap Fees	-	-	-	-	-
7	AFUDC	1,349	(1,349)	-	-	-
8	Org. Exp. Amort.	5,421	-	5,421	-	5,421
9	Def. R.C. Exp.	22,159	-	22,159	-	22,159
10	Total Timing Differences (to C-2)	7,215	(1,349)	5,866	-	(24,104)
11	State Tax Rate	0.055	0.055	0.055	0.055	0.055
12	State Deferred Tax (Line 9 x Line 11)	1,219	-	1,219	-	1,219
13	(Limited by NOL)	-	-	-	-	-
14 Timing Differences for Federal Taxes						
15	(Line 10 - Line 12)	5,996	(1,349)	4,647	-	(25,323)
16	Federal Rate	0.340	0.340	0.340	0.340	0.340
17	Federal Deferred Taxes (L16xL15)	2,039	(459)	1,580	-	(8,610)
18	Add: State Deferred Taxes (L12)	1,219	-	1,219	-	1,219
19	Total Deferred Tax Expense (to C-1)	\$ 3,257	\$ (459)	\$ 2,799	\$ -	\$ (7,391)

Accumulated Deferred Income Taxes - Summary

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  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	2000	-	-	-	-	-	-	-	-	-
2	2001	-	-	-	-	-	-	11,650	11,751	23,401
3	2002	-	11,308	11,308	-	-	-	18,817	41,514	60,331
4	2003	-	16,240	16,240	-	-	-	19,661	77,580	97,241
5	2004	-	11,652	11,652	-	6,522	6,522	19,992	122,898	142,890
6	2005	-	7,120	7,120	-	5,149	5,149	20,866	127,999	148,865

Year	Account No. 190.1024			Account No. 190.1031		
	State	Federal	Total	State	Federal	Total
7	2000	-	-	-	-	-
8	2001	-	-	-	11,751	11,751
9	2002	-	-	-	30,206	30,206
10	2003	-	5,231	5,231	56,109	56,109
11	2004	-	9,381	9,381	95,343	95,343
12	2005	-	11,123	11,123	104,607	104,607

Year	Account No. 190.2020			Account No. 190.2021		
	State	Federal	Total	State	Federal	Total
13	2000	-	-	-	-	-
14	2001	-	-	-	-	-
15	2002	1,936	-	1,936	-	-
16	2003	2,780	-	2,780	-	-
17	2004	1,995	-	1,995	1,116	1,116
18	2005	1,220	-	1,220	881	881

Year	Account No. 190.2024			Account No. 190.2031		
	State	Federal	Total	State	Federal	Total
19	2000	-	-	-	-	-
20	2001	11,650	-	11,650	-	-
21	2002	16,881	-	16,881	-	-
22	2003	16,881	-	16,881	-	-
23	2004	16,881	-	16,881	-	-
24	2005	17,179	-	17,179	1,586	1,586

Supporting Schedules: C6 (p2-p3)

Recap Schedules: A19, A-19, D-2

Accumulated Deferred Income Taxes - State

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060251-SU  
 Test Year End: December 31, 2005  
 Interim  or Final   
 Historic  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	2000	-	-	-	-	-	-	-	-	-	-
2	2001	-	-	-	-	-	-	-	-	-	-
3	2002	-	1,936	-	-	1,936	-	-	-	-	-
4	2003	1,936	1,205	(361)	-	2,780	-	-	-	-	-
5	2004	2,780	-	(785)	-	1,995	-	1,116	-	-	1,116
6	2005	1,995	10	(785)	-	1,220	1,116	-	(235)	-	881

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
7	2000	-	-	-	-	-	-	-	-	-	-
8	2001	-	-	-	-	11,650	-	-	-	-	-
9	2002	11,650	5,231	-	-	16,881	-	-	-	-	-
10	2003	16,881	-	-	-	16,881	-	-	-	-	-
11	2004	16,881	-	-	-	16,881	-	-	-	-	-
12	2005	16,881	298	-	-	17,179	-	2,630	(1,044)	-	1,586

Recap Schedules: C6 (p1)



Accumulated Deferred Income Taxes - Federal

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [X]  
 Historic [X] or Projected [ ]

Schedule: C-6  
 Page 3 of 3  
 Preparer: Virehow, 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)
1	2000	-	-	-	-	-	-	-	-	
2	2001	-	-	-	-	-	-	-	-	
3	2002	-	11,308	-	-	-	-	-	-	
4	2003	11,308	7,041	(2,109)	11,308	-	-	-	-	
5	2004	16,240	-	(4,598)	16,240	-	-	-	-	
6	2005	11,652	56	(4,598)	11,652	6,522	-	-	6,522	
					7,120	6,522	-	(1,373)	-	5,149

Line No.	Year	Account No. 190-1024 Def. Tax Cr. - Orig. 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)
7	2000	-	-	-	-	-	-	-	-	
8	2001	-	-	-	-	-	-	-	-	
9	2002	-	-	-	-	11,751	18,655	(200)	-	
10	2003	-	5,231	-	5,231	30,206	25,903	-	-	
11	2004	5,231	4,150	-	9,381	56,109	39,234	-	-	
12	2005	9,381	1,742	-	11,123	95,343	15,363	(6,099)	-	
										104,607

**Investment Tax Credits**

**Florida Public Service Commission**

**Company: Utilities Inc. of Sandalhaven**  
**Docket No.: 060258-SU**  
**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						
		Beginning Balance	Current Year	Amount Realised		Amortization		Beginning Balance	Current Year	Amount Realised		Amortization		Ending Balance
				Prior Year Adjust	Current Year	Prior Year Adjust	Ending Balance			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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Schedule Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] 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	\$ -	\$ -	\$ -	\$ -

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

Recap Schedules: C-3

Income Tax Returns

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060258-SU  
Test Year End: December 31, 2005  
Schedule Year End: December 31, 2005  
Interim [ ] or Final [x]  
Historic [x] 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: Utilities Inc. of Sandalhaven

Schedule: C-10

Docket No.: 060258-SU

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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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	\$ 1,875,759	54.84%	6.81%	3.73%
2	Short Term Debt	171,586	5.02%	2.00%	0.10%
3	Preferred Stock	-	0.00%	0.00%	0.00%
4	Common Equity	1,372,860	40.14%	11.77%	4.72%
5	Customer Deposits	16,500	0.01%	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	145,878	0.06%	0.00%	0.00%
9	Other (Explain)	-	0.00%	0.00%	0.00%
10	Total	\$ <u>3,582,582</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.

Reconciliation of Capital Structure to Rate Base

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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)	(5)	(6)	(7)
		Prior Year 12/31/2004	Test Year 12/31/2005	Average	Reconciliation Adjustments		Reconciled To Requested Rate Base	
					Pro Rata	Prorata %		
1	Long Term Debt	\$ 112,803,215	\$ 135,285,191	\$ 124,044,203	\$ (124,044,203)	54.84%	\$	1,875,759
2	Short Term Debt	18,768,000	3,926,000	11,347,000	(11,347,000)	5.02%		171,586
3	Preferred Stock	-	-	-	-	0.00%		-
4	Common Equity	88,963,597	92,611,247	90,787,422	(90,787,422)	40.14%		1,372,860
5	Customer Deposits	16,500	16,500	16,500	-	0.01%		16,500
6	Tax Credits - Zero Cost	-	-	-	-	0.00%		-
7	Tax Credits - Weighted Cost	-	-	-	-	0.00%		-
8	Accumulated Deferred Income Taxes	142,890	148,865	145,878	-	0.06%		145,878
9	Other (Explain)	-	-	-	-	0.00%		-
10	Total	\$ 220,694,202	\$ 231,987,803	\$ 226,341,003	\$ (226,178,625)	100.07%	\$	3,582,582

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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Utility [ ] or Parent [X]  
 Interim [ ] or Final [X]  
 Historic [X] 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

Simple Average Cost Short-Term Debt

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: D-4

Docket No.: 060258-SU

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Kirsten E. Weeks

Utility  or Parent

Interim  or Final

Historic  or Projected

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%

Recap Schedules: A-19, D-2

Long-Term Debt - Beginning & End of Year Average

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Utility [ ] or Parent [X]  
 Interim [ ] or Final [X]  
 Historic [X] 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		\$ 171,500,000	\$ 124,044,203	\$ 9,862,667	\$ -	\$ -	\$ -	\$ 279,607	\$ 8,165,100	\$ 8,444,707	6.81%

Supporting Schedules: D-6  
 Recap Schedules: A19, D-2

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

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Utility  or Parent   
 Interim  or Final   
 Historic  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 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: A19, D-2, D-5

Customer Deposits

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: D-7

Docket No.: 060258-SU

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)	(1)	(2)	(3)	(4)	(5)
Line No.	For the Year Ended	Beginning Balance	Deposits Received	Deposits Refunded	Ending Balance (2+3-4)
1	December 31, 2005	16,500	-	-	16,500

Recap Schedules: A19, D-2



Rate Schedule - Present, Interim, and Final

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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
1			
2	Wastewater(1)		
3			
4	69020 5/8" Reserved Capacity	13.13	43.00
5	69022 5/8" Residential Base Charge	13.13	43.00
6	69024 1" Residential Base Charge	13.13	43.00
7	69023 3" Multi-Residential Base Charge	13.13	43.00
8	69025 6" Multi-Residential Base Charge	13.13	43.00
9	69029 5/8" General Service Base Charge	13.13	43.00
10	69030 1" General Service Base Charge	32.85	107.50
11	69032 1.5" General Service Base Charge	65.69	214.99
12	69033 2" General Service Base Charge	105.10	343.99
13	3" General Service Base Charge	197.06	752.47
14	4" General Service Base Charge	328.42	1,074.96
15	6" General Service Base Charge	656.85	2,149.92
13	69028 1" General Service [Restaurant]	32.85	107.50
14	69090 Reuse Flat Charge [stated as a monthly rate]	345.27	1,130.86
15	Gallonge Charge per 1,000 Gallons		
16	69022 5/8" Residential (8,000 Gal. Cap)	3.70	27.87
17	69024 1" Residential (8,000 Gal. Cap)	3.70	27.87
18	69023 3" Multi-Residential	4.43	33.44
19	69025 6" Multi-Residential	4.43	33.44
20	69029 5/8" General Service	4.43	33.44
21	69030 1" General Service	4.43	33.44
22	69032 1.5" General Service	4.43	33.44
23	69033 2" General Service	4.43	33.44
	3" General Service	4.43	33.82
	4" General Service	4.43	33.82
	6" General Service	4.43	33.82
24	69028 General Service [Restaurant]	4.43	33.44

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

Calculation of TYE 12/31/05 Sewer Revenues

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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-2  
 Page 1 of 2  
 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		(4) Test Year		(5)	(6)	(7)
		1-1 to 9-4 Invoices/Gal	9-5 to 12-31 Invoices/Gal	Rate 1-1 to 9-4	Rate 9-5 to 12-31	Revenue	Test Year Revenue Adjustment	
<b>Sewer Customers<sup>(1)</sup></b>								
1	69020 5/8" Service Avail. Charge <sup>(4)</sup>	944.59	407.39	\$ 12.68	\$ 13.13	\$ 17,326	\$ 425	
2	69022 5/8" Residential Base Charge	5,789.33	2,793.67	\$ 12.68	\$ 13.13	110,090	2,605	
3	69024 1" Residential Base Charge	8.13	3.87	\$ 12.68	\$ 13.13	154	4	
4	69023 3" Multi-Residential Base Charge <sup>(5)</sup>	142.73	108.27	\$ 12.68	\$ 13.13	3,231	64	
5	69025 6" Multi-Residential Base Charge <sup>(6)</sup>	360.00	135.00	\$ 12.68	\$ 13.13	6,337	162	
6	69029 5/8" General Service Base Charge	133.00	64.00	\$ 12.68	\$ 13.13	2,527	60	
7	69030 1" General Service Base Charge	8.13	3.87	\$ 31.71	\$ 32.85	385	9	
8	69032 1.5" General Service Base Charge	24.40	11.60	\$ 63.42	\$ 65.69	2,309	55	
9	69033 2" General Service Base Charge	24.40	10.60	\$ 101.47	\$ 105.10	3,590	89	
10	69028 1" General Service [Restaurant]	8.13	3.87	\$ 31.71	\$ 32.85	385	(352)	
11	69090 Reuse Flat Charge	8.00	3.00	\$ 333.33	\$ 345.27	3,702	96	
12	Gallonage Charge per 1,000 Gallons							
13								
14	69022 5/8" Residential (8,000 Gal. Cap) <sup>(1)(2)</sup>	13,520,933	4,418,067	\$ 3.57	\$ 3.70	64,617	1,758	
15	69024 1" Residential (8,000 Gal. Cap) <sup>(1)(2)</sup>	23,267	10,733	\$ 3.57	\$ 3.70	123	3	
16	69023 3" Multi-Residential	1,430,067	644,933	\$ 4.28	\$ 4.43	8,978	215	
17	69025 6" Multi-Residential	941,000	263,000	\$ 4.28	\$ 4.43	5,193	141	
18	69029 5/8" General Service	1,351,000	650,000	\$ 4.28	\$ 4.43	8,662	203	
19	69030 1" General Service	104,800	37,200	\$ 4.28	\$ 4.43	613	16	
20	69032 1.5" General Service	426,400	192,600	\$ 4.28	\$ 4.43	2,678	64	
21	69033 2" General Service	326,533	72,467	\$ 4.28	\$ 4.43	1,719	49	
22	69028 1" General Service [Restaurant]	797,867	348,133	\$ 4.28	\$ 4.43	4,957	120	
23								
24	<b>Total Sewer Revenues</b>					<b>\$ 247,576</b>	<b>\$ 5,784</b>	
25								
26				Misc Revenues		6,862		
27								
28				<b>Total Revenues</b>		<b>\$ 254,438</b>		
29	Revenues per General Ledger		263,656					
30	Adjustments		6,862					
31	Adjusted Revenues per General Ledger		<b>\$ 270,518</b>					
32								
33	Revenues per Above		254,438					
34	Unreconcilable Difference		\$ 16,080					
35	Unreconcilable Difference Percent		6%					
36								
37	Average Bill:		Total Bills	Total Revenues	Total Gallons			
38	Residential	\$ 19.33	9,947	\$ 192,309	17,973,000			
39	Multi-Residential	\$ 31.82	746	23,739	3,279,000			
40	General Service	\$ 80.30	280	22,483	3,161,000			
41	Restaurant	\$ 445.17	12	5,342	1,146,000			
42	Reuse	\$ 336.59	11	3,702	-			

- (1) Residential class customers have maximum monthly gallonage 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]
- (4) Bill Code 69020 consists of 777 invoices and roughly 1.74 units were billed per invoice
- (5) Bill Code 69023 consists of 11 invoices and roughly 23 units were billed per invoice
- (6) Bill Code 69025 consists of 11 invoices and roughly 45 units were billed per invoice



Calculation of Proposed Revenues

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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-2  
 Page 2 of 2  
 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>Sewer Customers</b>				
1	69020 5/8" Service Avail. Charge <sup>(3)</sup>	1,352	\$ 43.00	\$ 58,133
2	69022 5/8" Residential Base Charge	8,583	\$ 43.00	369,055
3	69024 1" Residential Base Charge	12	\$ 43.00	516
4	69023 3" Multi-Residential Base Charge (4)	251	\$ 43.00	10,793
5	69025 6" Multi-Residential Base Charge (5)	495	\$ 43.00	21,284
2	69029 5/8" General Service Base Charge	197	\$ 43.00	8,471
3	69030 1" General Service Base Charge	12	\$ 107.50	1,290
4	69032 1.5" General Service Base Charge	36	\$ 214.99	7,740
5	69033 2" General Service Base Charge	35	\$ 343.99	12,040
6	69028 Restaurant All	12	\$ 107.50	1,290
7	69090 Reuse Flat Charge	11	\$ 1,130.86	12,439
8	Charge per 1,000 Gallons			
9				
10	69022 5/8" Residential (8,000 Gal. Cap)(1) (2)	17,939,000	\$ 27.87	499,935
11	69024 1" Residential (8,000 Gal. Cap)(1) (2)	34,000	\$ 27.87	948
12	69023 3" Multi-Residential	2,075,000	\$ 33.44	69,393
13	69025 6" Multi-Residential	1,204,000	\$ 33.44	40,265
14	69029 5/8" General Service	2,001,000	\$ 33.44	66,918
15	69030 1" General Service	142,000	\$ 33.44	4,749
16	69032 1.5" General Service	619,000	\$ 33.44	20,701
17	69033 2" General Service	399,000	\$ 33.44	13,344
18	69028 Restaurant All	1,146,000	\$ 33.44	38,325
19				
20				
21				
22				
23				
24	<b>Total Sewer Revenues</b>			<b>\$ 1,257,627</b>
25				
26			Misc Charges	6,862
27				
28			<b>Total Revenues</b>	<b>\$ 1,264,489</b>
29				
30				
31				
32				

Average Bill:		Total Revenues
Residential	\$ 93.35	\$ 928,587
Multi-Residential	\$ 189.99	141,734
General Service	\$ 483.04	135,251
Restaurant	\$ 3,301.24	39,615
Reuse	\$ 1,130.86	12,439

- (1) Residential class customers have maximum monthly gallonage charge of 8,000 gallons.
- (2) Consolidated Factor (Column 7, Scheule E-14) is used for capped gallons
- (3) Bill Code 69020 consists of 777 invoices and roughly 1.74 units were billed per invoice
- (4) Bill Code 69023 consists of 11 invoices and roughly 23 units were billed per invoice
- (5) Bill Code 69025 consists of 11 invoices and roughly 45 units were billed per invoice

Customer Monthly Billing Schedule

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: E-3

Docket No.: 060258-SU

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Virchow, Krause

Water  or Sewer

Interim  or Final

Historic  or Projected

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

WASTEWATER

Line No.	(1) Month/ Year	(2) Residential	(3) Multi- Residential	(4) General Service	(5) Restaurant	(6) Reuse	(7) Reserved Capacity	(8) Total
1	January-2005	748	2	26	1	1	73	851
2	February-2005	717	2	24	1	1	77	822
3	March-2005	709	2	22	1	1	55	790
4	April-2005	714	2	24	1	1	75	817
5	May-2005	710	2	23	1	1	61	798
6	June-2005	704	2	24	1	1	76	808
7	July-2005	701	1	22	1	1	58	784
8	August-2005	701	2	22	1	1	60	787
9	September-2005	701	1	22	1	1	59	785
10	October-2005	729	2	24	1	1	65	822
11	November-2005	731	2	23	1	-	58	815
12	December-2005	730	2	24	1	1	60	818
13	Total	8,595	22	280	12	11	777	9,697

Miscellaneous Service Charges

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 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>Wastewater</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	Actual Cost	Actual Cost	Actual Cost	Actual Cost
4	Premises Visit	10.00	10.00	10.00	15.00

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

\$	30.00
	<u>1.5</u>
\$	<u>45.00</u>

Miscellaneous Service Charges Revenues

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: E-5

Docket No.: 060258-SU

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	\$ 1,980	\$ -	\$ -	\$ 4,882	\$ 6,862
2	Other Charges as follows:				
3	Miscellaneous			762	
4	NSF Check Charge			75	
5	Cut-Off Charge			4,045	
6				<u>\$ 4,882</u>	

Public Fire Hydrants Schedule

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: E-6

Docket No.: 060258-SU

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	None				
2					
3					
4					
5					
6					

Private Fire Protection Service

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: E-7

Docket No.: 060258-SU

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: Utilities Inc. of Sandalhaven**  
**Docket No.: 060258-SU**  
**Test Year End: December 31, 2005**  
**Schedule Year Ended: December 31, 2005**  
**Interim [ ] or Final [x]**  
**Historic [x] 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	Commercial	Wildwood Golf Course Reuse Agreement

Tax or Franchise Fee

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060258-SU  
Test Year End: December 31, 2005  
Schedule Year Ended: December 31, 2005  
Interim [ ] or Final [x]  
Historic [x] 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: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Water [ ] or Sewer [x]  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

Schedule: E-10  
 Page 1 of 1  
 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 (190 GPD)	-	1,064.00
3	All others-per Gallon/Day	-	5.60
4			
5	Plant Capacity Charge		
6	Residential-per ERC (190 GPD)	1,250.00	1,429.51
7	or per Lot	-	-
8	All others-per Gallon/Day	6.28	7.52
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	Service (Lateral) Installation Charge		
18	5/8" x 3/4"	Actual Cost (1)	Actual Cost (1)
19	1"	Actual Cost (1)	Actual Cost (1)
20	1-1/2"	Actual Cost (1)	Actual Cost (1)
21	2"	Actual Cost (1)	Actual Cost (1)
22	Over 2"	Actual Cost (1)	Actual Cost (1)
23			
24	Back Flow Preventor Installation Charge		
25	5/8" x 3/4"	Actual Cost (1)	Actual Cost (1)
26	1"	Actual Cost (1)	Actual Cost (1)
27	1-1/2"	Actual Cost (1)	Actual Cost (1)
28	2"	Actual Cost (1)	Actual Cost (1)
29	Over 2"	Actual Cost (1)	Actual Cost (1)
30			
31	Plan Review Charge	Actual Cost (1)	Actual Cost (1)
32			
33	Inspection Charge	Actual Cost (1)	Actual Cost (1)
34			
35	Guaranteed Revenue Charge (Monthly)		
36	With prepayment of Serv. Avail. Charges		
37	Residential-per ERC (190 GPD)/Month	-	-
38	All others-per Gallon/Month	-	-
39	Without prepayment of Serv. Avail. Charges		
40	Residential-per ERC (190 GPD)/Month	Applicable BFC per month	Applicable BFC per month
41	All others-per Gallon/Month	Applicable BFC per month	Applicable BFC per month
42			
43	Allowance for Funds Prudently Invested (AFPI)	-	-
44			
45			
46	(1) Actual Cost is equal to the total cost incurred for services rendered		
47			
48	Calculation of proposed:		
49	System Capacity Charge [Englewood Water District]		
50	Capacity Charge/Costs		3,761,863.15
51	Treatment Capacity Reserved GPD		500,000.00
52	Cost per gallon		7.52
53	Cost per ERC (190 GPD)		1,429.51
54			
55	Plant Capacity Charge [Force Main/Interconnection]		
56	Plant Infrastructure Charge		2,800,000.00
57	Capacity Reserved		500,000.00
58	Cost per gallon		5.60
	Cost per ERC (190 GPD)		1,064.00

Guaranteed Revenues Received

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: E-11

Docket No.: 060258-SU

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	12/31/2005	762.00	0	0	762.00

2 There are no contracts. Guaranteed revenues are collected in accordance with an approved tariff rate.

3 See MFR Schedule E-10.

**Class A Utility Cost of Service**

**Florida Public Service Commission**

**Company: Utilities Inc. of Sandalhaven**

**Schedule: E-12**

**Docket No.: 060258-SU**

**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: Utilities Inc. of Sandalhaven

Schedule: E-13

Docket No.: 060258-SU

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: Utilities Inc. of Sandalhaven

Schedule: E-14

Docket No.: 060258-SU

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  
 In Millions of Gallons  
 Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

Florida Public Service Commission  
 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 DEP. The other uses may include plant use, flushing of hydrants and water and sewer lines, line breakages 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%, then Columns 4 & 5 may be omitted.

Month/ Year	(1) Total Gallons Pumped	(2) Gallons Purchased	(3) Gallons Sold	(4) Other Uses	(5) Unaccounted For Water (1)+(2)-(3)-(4)	(6) % Unaccounted For Water
Not applicable						
Jan-05	-	-	-	-	-	0.00%
Feb-05	-	-	-	-	-	0.00%
Mar-05	-	-	-	-	-	0.00%
Apr-05	-	-	-	-	-	0.00%
May-05	-	-	-	-	-	0.00%
Jun-05	-	-	-	-	-	0.00%
Jul-05	-	-	-	-	-	0.00%
Aug-05	-	-	-	-	-	0.00%
Sep-05	-	-	-	-	-	0.00%
Oct-05	-	-	-	-	-	0.00%
Nov-05	-	-	-	-	-	0.00%
Dec-05	-	-	-	-	-	0.00%
Total	-	-	-	-	-	0.00%

(Above data in millions of gallons)

Gallons of Wastewater Treated  
In Millions of Gallons

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060285-SU  
Test Year End: December 31, 2005  
Schedule Year Ended: December 31, 2005  
Interim [ ] or Final [x]  
Historic [x] or Projected [ ]

Schedule F-2  
Page 1 of 1  
Preparer: Frank Seldman

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)
	Individual Plant Flows (000)				Total Plant Flows	Total Purch. Sewage Treatment
	#1	N/A	N/A	N/A		
1/2005	3.446				3.446	none
2/2005	3.206				3.206	
3/2005	4.259				4.259	
4/2005	3.134				3.134	
5/2005	2.685				2.685	
6/2005	3.145				3.145	
7/2005	3.454				3.454	
8/2005	2.305				2.305	
9/2005	2.011				2.011	
10/2005	2.693				2.693	
11/2005	2.649				2.649	
12/2005	2.552				2.552	
<b>Total</b>	<u>35.539</u>	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>	<u>35.539</u>	<u>-</u>



Water Treatment Plant Data

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule: F-3

Docket No.: 060258-SU

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Frank Seidman

Water  or Sewer

Interim  or Final

Historic  or Projected

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 Protection.

Line #	Description	Date	GPD
1	Not applicable		

Wastewater Treatment Plant Data

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060285-SU  
Test Year End: December 31, 2005  
Interim  or Final   
Historic  or Projected

Schedule F-4  
Page 1 of 1  
Preparer: Frank Seldman

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 (AADF)		<u>150,000</u>
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 - Test Year	<u>3/2005</u>	<u>137,387</u>
3. Average Annual Daily Flow (AADF) - Test Year		<u>97,367</u>

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 indication that this peak month was influenced by any abnormal infiltration)

**Used and Useful Calculations (Water)**

**Florida Public Service Commission**

**Company: Utilities Inc. of Sandalhaven**

**Schedule: F-5**

**Docket No.: 060258-SU**

**Page 1 of 1**

**Test Year End: December 31, 2005**

**Preparer: Frank Seidman**

**Water  or Sewer**

**Interim  or Final**

**Historic  or Projected**

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

Not Applicable

Used and Useful Calculations  
Wastewater Treatment Plant

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060285-SU  
Test Year End: December 31, 2005  
Interim  or Final   
Historic  or Projected

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).

Line No.		
1	(A)	Used and useful flow (000):
2		AADF - year 2005
3		97,367
4	(B)	Property needs for post test year period (See F-8) (5% per year max)
5		24,342
6	(C)	Permitted capacity
7		150,000
8	(D)	Used and useful percentage = (A) + (B) / (C)
9		81.14
10	(E)	Non-used and useful percentage
11		18.86
12	(F)	Use for Used and useful percentage (see Used & Useful Analysis)
13		100.00
14		
15		<u>Used &amp; Useful Analysis</u>
16		The calculated U&U based on a cap of 5% per growth understates the recent historic growth and committed near term growth.
17		When this is considered, it is evident that the requirement for treatment capacity will be doubling in less than 5 years (See Sch F-8)
18		This rapid rate of growth has necessitated action by Sandalhaven to increase its treatment and disposal capacity.
19		Sandalhaven should not be penalized by an artificially capped U&U percentage, while it is in the process of expanding capacity. Since the last TY (2001), the AADF has increased 38% from 70,792 gpd to 97,376 gpd - nearly 10% per year -
20		due to an increase in customers and an increase in year round occupancy.
21		
22		
23		Sandalhaven has considered expanding its WWTP, however, the utility is faced with very limited
24		options for disposal of effluent. The golf course to which it has provided treated effluent for irrigation is closing down
25		and will be redeveloped as housing. It cannot discharge to surface waters. In October, 2005, Sandalhaven signed an agreement
26		with the Englewood Water District (EWD) to purchase 100,000 gpd of wastewater treatment & disposal service.
27		To accommodate this arrangement will require Sandalhaven to construct approximately 3.5 miles of 10" and 12" force mains
28		to interconnect with EWD and to reroute flows from existing customers and serve the additional customers..
29		Until the interconnection is activated Sandalhaven will continue to utilize the existing plant.
30		
31		
32		
33		Used & Useful based on expressed growth in demand for next five years:
34		
35	(A)	Used and useful flow (000):
36		AADF - year 2005
37		97,367
38	(B)	Property needs for post test year period (See F-8) (5% per year max)
39		95,846
40	(C)	Permitted capacity
41		150,000
42	(D)	Used and useful percentage = (A) + (B) / (C)
43		128.81
44	(E)	Non-used and useful percentage
45		(28.81)
46	(F)	Use for Used and useful percentage (see Used & Useful Analysis)
		100.00

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

Used and Useful Calculations  
Water Distribution and Wastewater Collection Systems

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
Docket No.: 060285-SU  
Test Year End: December 31, 2005  
Interim  or Final   
Historic  or Projected

Schedule F-7  
Page 1 of 1  
Preparer: Frank Seldman

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

---

Line No.	
1	Virtually all wastewater mains and lift stations are contributed by the developer(s). Therefore, plant, net of CIAC remains virtually zero. Under the circumstances, a used & useful analysis of collection plant was not performed.
2	With regard to the construction of force mains to accommodate interconnection with the Engelwood Water District, these mains are considered trunk mains benefiting all customers. They are considered 100% used & useful.

Margin Reserve Calculations

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven

Schedule F-8

Docket No.: 060285-SU

Page 1 of 1

Test Year End: December 31, 2005

Preparer: Frank Seldman

Interim [ ] or Final [x]

Historic [x] or Projected [ ]

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.

---

<u>Line</u>		
<u>No.</u>		
1	Wastewater Treatment	
2	$PN = EG \times PT \times U$	
	where:	
3	EG = Equivalent annual growth in ERCs (see F-10)	202 ERC/yr
4	PT = Post test year period per statute	5 yrs
5	U = Unit of measure utilized in U&U calculations	95 gpd/ERC *
6	PN = Property needed expressed in U units	95,846 gpd
	* TY AADF (Schedule F-4) divided by TY ERCs (Schedule F-10)	
	5% per year maximum allowable growth rate	24,342 gpd

Equivalent Residential Connections - Water

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060258-SU  
 Test Year End: December 31, 2005  
 Water  or Sewer   
 Interim  or Final   
 Historic  or Projected

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)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Year	Beginning	Ending	Average	Sold	Gallons/ SFR	Total Gallons Sold	Total ERCs	Annual % Incr. in ERCs

1 Not applicable

Equivalent Residential Connections - Wastewater

Florida Public Service Commission

Company: Utilities Inc. of Sandalhaven  
 Docket No.: 060285-SU  
 Test Year End: December 31, 2005  
 Interim [ ] or Final [x]  
 Historic [x] or Projected [ ]

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

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

Line No.	(1)	(2)	(3)		(5)	(6)	(7)	(8)	(9)	
	Year	Beginning	Ending	Average	SFR Gallons Sold	Gallons/SFR (5)/(4)	Total Gallons Sold	Total ERCs (7)/(8)	Annual % Incr. in ERCs	
1	2001	665	672	669	18,962,900	28,366	28,019,000	988		
2	2002	672	693	683	25,086,025	36,756	29,294,025	797	-19.31%	
3	2003	693	693	693	20,427,193	29,476	27,727,193	941	18.03%	
4	2004	693	713	703	23,991,769	34,128	32,316,769	947	0.67%	
5	2005	713	730	722	17,973,000	24,911	25,559,000	1,026	6.35%	
								Average Growth Through 5-Year Period (Col. 8)		1.93%

Note: E - Estimated based on 9 months flows.

Regression Analysis per Rule 25-30.431(2)(C)

	X	Y
Constant:	800.4593967	1 988
X Coefficient:	42.68889395	2 797
R <sup>2</sup> :	0.804862729	3 941
		4 947
		5 1,026
		10 1,227

Five year growth 201 ERCs  
 Annual average growth 40 ERCs

NOTE: The historical trend in growth of 40 ERCs per year is not indicative of the future rate of growth for the next several years. Developers have indicated the expectation that following additional units will be completed by the end of 2008: Hacienda Del Mar - 112 condo units; Hammocks @ Cape Haze - 234 condo units; Cape Haze Resort - 242 units; Placida - 422 units. The total is 1,010 units. This will essentially double the customer base in 3-5 years. Assuming a conservative 5 year buildout, the annual rate is 202 units per year.