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**Palm Terrace
Water and Sewer**

Docket No. 060368-WS

Application to Increase Rates and Charges
For a "Class A" Utility
In

Pasco County, Florida

VOLUME 1

Containing
Financial, Rate and Engineering
Minimum Filing Requirements

For Historical Test Year Ending December 31, 2005
Projected Rate Year Ending December 31, 2007
Year-End Balances and 13-Month Averages

CMP	_____
COM	<u>5</u> _____
CTR	_____
ECR	<u>()</u> _____
GCL	<u>2</u> _____
OPC	<u>1</u> _____
RCA	<u>1</u> _____
SCR	_____
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SEC	<u>1</u> _____
OTH	_____

Aqua Utilities Florida, Inc.

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**Palm Terrace
RATE BASE**

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Schedule of Water Rate Base

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Test Year Ending December 31 of
 Historical 2005, Projected 2006 & 2007

Schedule: A-1
 Page: 1 of 1
 Preparer: Robert M. Griffin

Explanation: Provide the calculation of the average Water rate base for the test year, showing all adjustments.
 All non-used and useful items should be reported as Plant Held For Future Use.

(1) Line No. Description	(2) Historical Base Year 2005		(5) Intermediate Year 2006		(7) Projected Test Year 2007		(9) Supporting Schedules	
	(3) Average Balance Per Books	(4) Adjusted Average Balance	(5) Adjustments	(6) Adjusted Average Balance	(7) Adjustments	(8) Adjusted Average Balance		
1 Utility Plant in Service	0	266,100	266,100	35,789	301,890	77,570	379,460	A-5
2 Utility Land & Land Rights	0	23,477	23,477	0	23,477	0	23,477	A-5
3 Less: Non-Used & Useful Plant	0	0	0	0	0	0	0	A-7
4 Construction Work in Progress	0	0	0	0	0	0	0	
5 Less: Accumulated Depreciation	0	(133,044)	(133,044)	4,002	(129,042)	(6,450)	(135,492)	A-9
6 Less: CIAC	0	(138,157)	(138,157)	0	(138,157)	0	(138,157)	A-12
7 Accumulated Amortization of CIAC	0	85,708	85,708	3,141	88,849	3,603	92,452	A-14
8 Acquisition Adjustments	0	0	0	0	0	0	0	
9 Less: Accum. Amort. of Acq. Adjustments	0	0	0	0	0	0	0	
10 Less: Advances For Construction		0	0	0	0	0	0	A-16
11 Working Capital Allowance	0	125,688	125,688	(4,540)	121,147	44,441	165,588	A-17
12 Total Rate Base	0	229,772	229,772	38,392	268,164	119,163	387,327	

Note: 2005 Per Book balances are zero since system's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Sewer Rate Base

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Test Year Ending December 31 of
Historical 2005, Projected 2006 & 2007

Schedule: A-2
Page: 1 of 1
Preparer: Robert M. Griffin

Explanation: Provide the calculation of the average Sewer rate base for the test year, showing all adjustments.
All non-used and useful items should be reported as Plant Held For Future Use.

(1) Line No. Description	(2) Historical Base Year 2005		(4) Adjusted Average Balance		(5) Intermediate Year 2006		(6) Adjusted Average Balance		(7) Projected Test Year 2007		(8) Adjusted Average Balance	(9) Supporting Schedules
	(3) Average Balance Per Books	(3) Adjustments	(4) Average Balance	(5) Adjustments	(6) Average Balance	(7) Adjustments	(8) Average Balance					
1 Utility Plant in Service	0	591,519	591,519	47,880	639,399	425,799	1,065,197	A-6				
2 Utility Land & Land Rights	0	70,890	70,890	0	70,890	0	70,890	A-6				
3 Less: Non-Used & Useful Plant	0	0	0	0	0	0	0	A-7				
4 Construction Work in Progress	0	0	0	0	0	0	0					
5 Less: Accumulated Depreciation	0	(322,063)	(322,063)	(17,718)	(339,781)	(26,280)	(366,061)	A-10				
6 Less: CIAC	0	(343,113)	(343,113)	0	(343,113)	0	(343,113)	A-12				
7 Accumulated Amortization of CIAC	0	281,722	281,722	17,439	299,160	16,393	315,554	A-14				
8 Acquisition Adjustments	0	0	0	0	0	0	0					
9 Less: Accum. Amort. of Acq. Adjustments	0	0	0	0	0	0	0					
10 Less: Advances For Construction		0	0	0	0	0	0	A-16				
11 Working Capital Allowance	0	110,568	110,568	(4,339)	106,229	37,787	144,017	A-17				
12 Total Rate Base	0	389,523	389,523	43,261	432,784	453,699	886,483					

Note: 2005 Per Book balances are zero since system's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ending 12/31/05

Interim [X] Final []

Historical [X] Projected []

Schedule: A-3

Page: 1 of 3

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Water Average	(3) Sewer Average	(4) Supporting Schedules
1	UTILITY PLANT IN SERVICE			A-5, A-6
2	Additions and retirements	7,906	11,924	
	Record 6/30/04 Balances per PSC 2/27/06 Amendatory			
3	Order	258,194	579,595	
4	Total Adjustments	266,100	591,519	
5				
6	UTILITY LAND & LAND RIGHTS			A-5, A-6
7	Additions and retirements	0	0	
	Record 6/30/04 Balances per PSC 2/27/06 Amendatory			
8	Order	23,477	70,890	
9	Total Adjustments	23,477	70,890	
10				
11	(-)NON-USED & USEFUL			A-7
	Plant & CIAC additions, retirements, depreciation and			
12	amortization	0	0	
13				
14	CONSTRUCTION WORK IN PROGRESS			
15	Not Applicable	0	0	
16				
17	(-)ACCUMULATED DEPRECIATION			A-9, A-10
18	Depreciation and retirements	(6,648)	(21,782)	
	Record 6/30/04 Balances per PSC 2/27/06 Amendatory			
19	Order	(126,396)	(300,281)	
20	Total Adjustments	(133,044)	(322,063)	
21				
22	(-)CIAC			A-12
23	New connections	0	0	
	Record 6/30/04 Balances per PSC 2/27/06 Amendatory			
24	Order	(138,157)	(343,113)	
25	Total Adjustments	(138,157)	(343,113)	
26				
27	ACCUMULATED AMORTIZATION OF CIAC			A-14
28	Amortization	3,108	17,555	
	Record 6/30/04 Balances per PSC 2/27/06 Amendatory			
29	Order	82,600	264,167	
30		85,708	281,722	
31				
32	ACQUISITION ADJUSTMENTS			
33	Not Applicable	0	0	
34				
35	(-)ACCUMULATED AMORT. OF ACQ. ADJUSTMENTS			
36	Not Applicable	0	0	
37				
38	(-)ADVANCES FOR CONSTRUCTION			A-16
39	Not Applicable	0	0	
40				
41	WORKING CAPITAL ALLOWANCE			A-17
42	Based on Balance Sheet method	125,688	110,568	
43				
44	OTHER			
45	Not Applicable	0	0	
46				
47	TOTAL RATE BASE ADJUSTMENTS	229,772	389,523	

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ending 12/31/06

Interim [] Final [X]

Historical [] Projected [X]

Schedule: A-3

Page: 2 of 3

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Water Average	(3) Sewer Average	(4) Supporting Schedules
1	UTILITY PLANT IN SERVICE			A-5, A-6
2	Additions and retirements	35,789	47,880	
3				
4	UTILITY LAND & LAND RIGHTS			A-5, A-6
5	Additions and retirements	0	0	
6				
7	(-)NON-USED & USEFUL			A-7
8	Plant & CIAC additions, retirements, depreciation and amortization	0	0	
9				
10	CONSTRUCTION WORK IN PROGRESS			
11	Not Applicable	0	0	
12				
13	(-)ACCUMULATED DEPRECIATION			A-9, A-10
14	Depreciation and retirements	4,002	(17,718)	
15				
16	(-)CIAC			A-12
17	New connections	0	0	
18				
19	ACCUMULATED AMORTIZATION OF CIAC			A-14
20	Amortization	3,141	17,439	
21				
22	ACQUISITION ADJUSTMENTS			
23	Not Applicable	0	0	
24				
25	(-)ACCUMULATED AMORT. OF ACQ. ADJUSTMENTS			
26	Not Applicable	0	0	
27				
28	(-)ADVANCES FOR CONSTRUCTION			A-16
29	Not Applicable	0	0	
30				
31	WORKING CAPITAL ALLOWANCE			A-17
32	Based on Balance Sheet method	(4,540)	(4,339)	
33				
34	OTHER			
35	Not Applicable	0	0	
36				
37	TOTAL RATE BASE ADJUSTMENTS	<u>38,392</u>	<u>43,261</u>	

UPIS Water Note:

Replacements of distribution lines, electrical equipment, services and meters.

UPIS Sewer Note:

Install effluent disposal unit per DEP inspection. Prepare an infiltration and inflow study in compliance with DEP regulations. Replacements of collection lines, upgrades to lift stations and manholes.

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ending 12/31/07

Interim [] Final [X]

Historical [] Projected [X]

Schedule: A-3

Page: 3 of 3

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Water Average	(3) Sewer Average	(4) Supporting Schedules
1	UTILITY PLANT IN SERVICE			
2	Additions and retirements	77,570	425,799	A-5, A-6
3				
4	UTILITY LAND & LAND RIGHTS			A-5, A-6
5	Additions and retirements	0	0	
6				
7	(-)NON-USED & USEFUL			A-7
8	Plant & CIAC additions, retirements, depreciation and amortization	0	0	
9				
10	CONSTRUCTION WORK IN PROGRESS			
11	Not Applicable	0	0	
12				
13	(-)ACCUMULATED DEPRECIATION			A-9, A-10
14	Depreciation and retirements	(6,450)	(26,280)	
15				
16	(-)CIAC			A-12
17	New connections	0	0	
18				
19	ACCUMULATED AMORTIZATION OF CIAC			A-14
20	Amortization	3,603	16,393	
21				
22	ACQUISITION ADJUSTMENTS			
23	Not Applicable	0	0	
24				
25	(-)ACCUMULATED AMORT. OF ACQ. ADJUSTMENTS			
26	Not Applicable	0	0	
27				
28	(-)ADVANCES FOR CONSTRUCTION			A-16
29	Not Applicable	0	0	
30				
31	WORKING CAPITAL ALLOWANCE			A-17
32	Based on Balance Sheet method	44,441	37,787	
33				
34	OTHER			
35	Not Applicable	0	0	
36				
37	TOTAL RATE BASE ADJUSTMENTS	119,163	453,699	

UPIS Water Note:

Replacement of filter valves, distribution lines, electrical equipment, services and meters.

UPIS Sewer Note:

Prepare an infiltration and inflow study in compliance with DEP regulations. Replacements of collection lines, upgrades to lift stations and manholes.

**Schedule of Water and Sewer Plant In Service
Annual Balances Subsequent to Last Established Rate Base**

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-4
Page: 1 of 2
Preparer: Robert M. Griffin

Explanation: Provide the annual balance of the original cost of Water 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.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
1	12/31/92 Balance		
	1993		
2	Additions		
3	Retirements		
4	Adjustments		
5	12/31/93 Balance	_____	_____
	1994		
6	Additions		
7	Retirements		
8	Adjustments		
9	12/31/94 Balance	_____	_____
	1995		
10	Additions		
11	Retirements		
12	Adjustments		
13	12/31/95 Balance	_____	_____
	1996		
14	Additions		
15	Retirements		
16	Adjustments		
17	12/31/96 Balance	_____	_____
	1997		
18	Additions		
19	Retirements		
20	Adjustments		
21	12/31/97 Balance	_____	_____
	1998		
22	Additions		
23	Retirements		
24	Adjustments		
25	12/31/98 Balance	_____	_____
	1999		
26	Additions		
27	Retirements		
28	Adjustments		
29	12/31/99 Balance	_____	_____

Schedule of Water and Sewer Plant In Service
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-4
Page: 2 of 2
Preparer: Robert M. Griffin

Explanation: Schedule A-4 continued

Line No.	Description	(1)	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order				
2000				
30	Additions			
31	Retirements			
32	Adjustments			
33	12/31/00 Balance			
2001				
34	Additions			
35	Retirements			
36	Adjustments			
37	12/31/01 Balance			
2002				
38	Additions			
39	Retirements			
40	Adjustments			
41	12/31/02 Balance			
2003				
42	Additions			
43	Retirements			
44	Adjustments			
45	06/30/04 Amend. Order Balance		281,671	650,485
2004				
46	Additions		64	4,042
47	Retirements		0	0
48	Adjustments		0	0
49	12/31/04 Balance		281,735	654,527
2005				
50	Additions		30,387	21,422
51	Retirements		(13,482)	(8,323)
52	Adjustments		13,563	11,775
53	12/31/05 Balance		312,202	679,401
2006				
54	Additions		40,724	306,143
55	Retirements		(9,295)	(8,111)
56	Adjustments		34,188	29,681
57	12/31/06 Balance		377,819	1,007,114
2007				
58	Additions		48,000	307,031
59	Retirements		(9,484)	(3,594)
60	Adjustments		16,763	14,553
61	12/31/07 Balance		433,098	1,325,104

Supporting Schedules: A-5, A-6 (pp 2-5)

Schedule of Water Plant in Service By Primary Account

Florida Public Service Commission

Test Year Average balance

Schedule: A-5

Palm Terrace

Page: 1 of 5

Docket No. 060368-WS

Preparer: Robert M. Griffin

Test Year Ending December 31 of

Historical 2005, Projected 2006 & 2007

Explanation: Provide the Average Water Plant in Service by Primary Account and the calculation of the Average Non-Used and Useful Plant in Service

Line No.	Acct No.	(1) Account Name	(2) Historical Base Year 2005			(6) Intermediate Year 2006			(9) Projected Rate Year 2007		
			Adjusted Balance	(3) Non-Used & Useful %	(4) Adjusted	Adjusted Balance	(6) Non-Used & Useful %	(7) Amount	Adjusted Balance	(9) Non-Used & Useful %	(10) Amount
1		INTANGIBLE PLANT									
2	301.1	Organization	552	0.00%	0	552	0.00%	0	552	0.00%	0
3	302.1	Franchises	3,283	0.00%	0	3,283	0.00%	0	3,283	0.00%	0
4	339.1	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
5		SOURCE OF SUPPLY & PUMPING PLANT									
6	303.2	Land & Land Rights	23,102	0.00%	0	23,102	0.00%	0	23,102	0.00%	0
7	304.2	Structures & Improvements	21,451	0.00%	0	21,451	0.00%	0	21,451	0.00%	0
8	305.2	Collect. & Impound Reservoirs	0	0.00%	0	0	0.00%	0	0	0.00%	0
9	306.2	Lake, River & Other Intakes	0	0.00%	0	0	0.00%	0	0	0.00%	0
10	307.2	Wells & Springs	8,689	0.00%	0	8,689	0.00%	0	8,689	0.00%	0
11	308.2	Infiltration Galleries & Tunnels	0	0.00%	0	0	0.00%	0	0	0.00%	0
12	309.2	Supply Mains	20,810	0.00%	0	21,733	0.00%	0	26,810	0.00%	0
13	310.2	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
14	311.2	Pumping Equipment	7,644	0.00%	0	7,644	0.00%	0	7,644	0.00%	0
15	339.2	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
16		WATER TREATMENT PLANT									
17	303.3	Land & Land Rights	375	0.00%	0	375	0.00%	0	375	0.00%	0
18	304.3	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
19	311.3	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
20	320.3	Water Treatment Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
21	339.3	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
22		TRANSMISSION & DISTRIBUTION PLANT									
23	303.4	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
24	304.4	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
25	311.4	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
26	330.4	Distr. Reservoirs & Standpipes	10,000	0.00%	0	10,000	0.00%	0	10,000	0.00%	0
27	331.4	Transm. & Distribution Mains	121,655	0.00%	0	127,368	0.00%	0	157,414	0.00%	0
28	333.4	Services	5,757	0.00%	0	5,757	0.00%	0	5,757	0.00%	0
29	334.4	Meters & Meter Installations	55,333	0.00%	0	59,863	0.00%	0	65,736	0.00%	0
30	335.4	Hydrants	0	0.00%	0	0	0.00%	0	0	0.00%	0
31	336.4	Backflow Prevention	0	0.00%	0	0	0.00%	0	0	0.00%	0
32	339.4	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
33		GENERAL PLANT									
34	303.5	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
35	304.5	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
36	340.5	Office Furniture & Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
37	340.51	Computer Equipment	2,594	0.00%	0	19,998	0.00%	0	56,573	0.00%	0
38	341.5	Transportation Equipment	3,213	0.00%	0	6,962	0.00%	0	6,962	0.00%	0
39	342.5	Stores Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
40	343.5	Tools, Shop & Garage Equipment	400	0.00%	0	400	0.00%	0	400	0.00%	0
41	344.5	Laboratory Equipment	2,613	0.00%	0	2,613	0.00%	0	2,613	0.00%	0
42	345.5	Power Operated Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
43	346.5	Communication Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
44	347.5	Miscellaneous Equipment	2,106	0.00%	0	5,577	0.00%	0	5,577	0.00%	0
45	348.5	Other Tangible Plant	0	0.00%	0	0	0.00%	0	0	0.00%	0
46		TOTAL	<u>289,577</u>		<u>0</u>	<u>325,367</u>		<u>0</u>	<u>402,937</u>		<u>0</u>
		Total Land and Land Rights	<u>23,477</u>		<u>0</u>	<u>23,477</u>		<u>0</u>	<u>23,477</u>		<u>0</u>

Schedule of Water Plant in Service By Primary Account
 Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05
 Historical [X] Projected []

Florida Public Service Commission

Schedule: A-5
 Page: 2 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the month ending Per Books balances for Water Plant in Service by primary account for each month of the Historical Test Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3	302.1	Franchises	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	304.2	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	331.4	Transm. & Distribution Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	333.4	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	334.4	Meters & Meter Installations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38	341.5	Transportation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
41	344.5	Laboratory Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0
47		Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note: 2005 Per Book balances are zero since system's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Water Plant in Service By Primary Account

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/05

Historical [X] Projected []

Florida Public Service Commission

Schedule: A-5

Page: 3 of 5

Preparer: Robert M. Griffin

Explanation: Provide the month ending **Adjusted** balances for Water Plant in Service by primary account for each month of the **Historical Test Year** and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	552	552	552	552	552	552	552	552	552	552	552	552	552	552
3	302.1	Franchises	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102
7	304.2	Structures & Improvements	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	375	375	375	375	375	375	375	375	375	375	375	375	375	375
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
27	331.4	Transm. & Distribution Mains	121,578	121,578	121,578	121,578	121,578	121,578	121,578	121,578	121,578	121,578	121,578	121,578	122,582	121,655
28	333.4	Services	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757
29	334.4	Meters & Meter Installations	55,041	55,041	55,041	55,041	55,041	55,041	55,041	55,041	55,041	55,041	55,041	55,041	58,843	55,333
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	0	0	0	0	0	0	0	0	0	1,268	8,345	10,544	13,563	2,594
38	341.5	Transportation Equipment	0	0	0	0	0	0	0	6,962	6,962	6,962	6,962	6,962	6,962	3,213
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	400	400	400	400	400	400	400	400	400	400	400	400	400	400
41	344.5	Laboratory Equipment	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	440	440	440	440	440	440	440	3,285	3,285	3,285	3,285	5,577	5,577	2,106
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	281,735	281,735	281,735	281,735	281,735	281,735	281,735	291,542	291,542	292,810	299,887	304,378	312,202	289,577
47		Subtotal Land & Land Rights	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477

Schedule of Water Plant in Service By Primary Account

Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ending 12/31/06
 Historical [] Projected [X]

Florida Public Service Commission

Schedule: A-5
 Page: 4 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the month ending Adjusted balances for Water Plant in Service by primary account for each month of the Intermediate Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/05	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	552	552	552	552	552	552	552	552	552	552	552	552	552	552
3	302.1	Franchises	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102
7	304.2	Structures & Improvements	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	20,810	26,810	26,810	21,733
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	375	375	375	375	375	375	375	375	375	375	375	375	375	375
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
27	331.4	Transm. & Distribution Mains	122,582	122,582	122,582	122,582	122,582	122,582	127,038	127,038	127,038	131,494	131,494	131,494	144,696	127,368
28	333.4	Services	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757
29	334.4	Meters & Meter Installations	58,843	58,843	58,843	58,843	58,843	58,843	59,948	59,948	59,948	61,053	61,053	61,053	62,158	59,863
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	13,563	13,563	13,563	14,741	14,741	19,552	20,417	20,417	20,417	20,417	20,417	20,417	47,750	19,998
38	341.5	Transportation Equipment	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	400	400	400	400	400	400	400	400	400	400	400	400	400	400
41	344.5	Laboratory Equipment	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	312,202	312,202	312,202	313,381	313,381	318,192	324,617	324,617	324,617	330,178	330,178	336,178	377,819	325,367
47		Subtotal Land & Land Rights	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477

Schedule of Water Plant in Service By Primary Account

Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ending 12/31/07
 Historical [] Projected [X]

Florida Public Service Commission

Schedule: A-5
 Page: 5 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the month ending Adjusted balances for Water Plant in Service by primary account for each month of the Projected Rate Year and the ending balance for the prior year.

Line	Acct No.	(1) Account Name	(2) Prior Year 12/31/06	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	552	552	552	552	552	552	552	552	552	552	552	552	552	552
3	302.1	Franchises	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283	3,283
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102	23,102
7	304.2	Structures & Improvements	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451	21,451
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689	8,689
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810	26,810
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644	7,644
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	375	375	375	375	375	375	375	375	375	375	375	375	375	375
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
27	331.4	Transm. & Distribution Mains	144,696	144,696	144,696	152,211	152,211	152,211	159,726	159,726	159,726	167,241	167,241	167,241	174,756	157,414
28	333.4	Services	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757	5,757
29	334.4	Meters & Meter Installations	62,158	62,158	62,158	64,272	64,272	64,272	66,386	66,386	66,386	68,500	68,500	68,500	70,614	65,736
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	47,750	48,700	49,951	52,335	54,251	55,766	57,277	58,439	59,476	61,345	62,343	63,299	64,513	56,573
38	341.5	Transportation Equipment	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962	6,962
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	400	400	400	400	400	400	400	400	400	400	400	400	400	400
41	344.5	Laboratory Equipment	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613	2,613
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	377,819	378,769	380,020	392,033	393,948	395,464	406,603	407,766	408,802	420,301	421,298	422,254	433,098	402,937
47		Subtotal Land & Land Rights	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477	23,477

Schedule of Sewer Plant in Service By Primary Account

Florida Public Service Commission

Test Year Average balance
Palm Terrace

Schedule: A-6
Page: 1 of 5
Preparer: Robert M. Griffin

Docket No. 060368-WS

Test Year Ending December 31 of
Historical 2005, Projected 2006 & 2007

Explanation: Provide the Average Sewer Plant in Service by Primary Account and the calculation of the Average Non-Used and Useful Plant in Service

Line No.	Acct No.	Account Name	(1) Historical Base Year 2005			(5) Intermediate Year 2006			(8) Projected Rate Year 2007		
			(2) Adjusted Balance	(3) Non-Used & Useful %	(4) Adjusted	(5) Adjusted Balance	(6) Non-Used & Useful %	(7) Amount	(8) Adjusted Balance	(9) Non-Used & Useful %	(10) Amount
1		INTANGIBLE PLANT									
2	351.1	Organization	552	0.00%	0	552	0.00%	0	552	0.00%	0
3	352.1	Franchises	2,878	0.00%	0	2,878	0.00%	0	2,878	0.00%	0
4	389.1	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
5		COLLECTION PLANT									
6	353.2	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
7	354.2	Structures & Improvements	53,238	0.00%	0	54,727	0.00%	0	74,231	0.00%	0
8	355.2	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
9	360.2	Collection Sewers - Force	15,276	0.00%	0	24,515	0.00%	0	72,564	0.00%	0
10	361.2	Collection Sewers - Gravity	232,422	0.00%	0	242,190	0.00%	0	437,177	0.00%	0
11	362.2	Special Collecting Structures	0	0.00%	0	0	0.00%	0	0	0.00%	0
12	363.2	Services to Customers	2,099	0.00%	0	2,099	0.00%	0	2,099	0.00%	0
13	364.2	Flow Measuring Devices	7,476	0.00%	0	8,768	0.00%	0	8,768	0.00%	0
14	365.2	Flow Measuring Installations	0	0.00%	0	0	0.00%	0	0	0.00%	0
15	389.2	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
16		SYSTEM PUMPING PLANT									
17	353.3	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
18	354.3	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
19	355.3	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
20	370.3	Receiving Wells	13,851	0.00%	0	13,851	0.00%	0	13,851	0.00%	0
21	371.3	Pumping Equipment	54,739	0.00%	0	54,781	0.00%	0	59,163	0.00%	0
22	389.3	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
23		TREATMENT AND DISPOSAL PLANT									
24	353.4	Land & Land Rights	70,890	0.00%	0	70,890	0.00%	0	70,890	0.00%	0
25	354.4	Structures & Improvements	2,991	0.00%	0	4,861	0.00%	0	4,861	0.00%	0
26	355.4	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
27	380.4	Treatment & Disposal Equipment	195,875	0.00%	0	197,357	0.00%	0	239,495	0.00%	0
28	381.4	Plant Sewers	4,058	0.00%	0	9,891	0.00%	0	79,887	0.00%	0
29	382.4	Outfall Sewer Lines	0	0.00%	0	0	0.00%	0	0	0.00%	0
30	389.4	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
31		RECLAIMED WATER TREATMENT PLANT									
32	353.5	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
33	354.5	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
34	355.5	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
35	371.5	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
36	374.5	Reuse Distribution Reservoirs	0	0.00%	0	0	0.00%	0	0	0.00%	0
37	380.5	Treatment & Disposal Equipment	21	0.00%	0	139	0.00%	0	139	0.00%	0
38	381.5	Plant Sewers	0	0.00%	0	0	0.00%	0	0	0.00%	0
39	389.5	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
40		RECLAIMED WATER DISTRIBUTION PLANT									
41	352.6	Franchises	0	0.00%	0	0	0.00%	0	0	0.00%	0
42	353.6	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
43	354.6	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
44	355.6	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
45	366.6	Reuse Services	0	0.00%	0	0	0.00%	0	0	0.00%	0
46	367.6	Reuse Meters & Meter Installations	0	0.00%	0	0	0.00%	0	0	0.00%	0
47	371.6	Pumping Equipment	214	0.00%	0	309	0.00%	0	309	0.00%	0
48	375.6	Reuse Transmission & Distr. Sys.	0	0.00%	0	0	0.00%	0	0	0.00%	0
49	389.6	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
50		GENERAL PLANT									
51	353.7	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
52	354.7	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
53	390.7	Office Furniture & Equipment	123	0.00%	0	533	0.00%	0	533	0.00%	0
54	390.71	Computer Equipment	2,252	0.00%	0	17,362	0.00%	0	49,115	0.00%	0
55	391.7	Transportation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
56	392.7	Stores Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
57	393.7	Tools, Shop & Garage Equipment	400	0.00%	0	785	0.00%	0	5,400	0.00%	0
58	394.7	Laboratory Equipment	2,613	0.00%	0	2,613	0.00%	0	2,613	0.00%	0
59	395.7	Power Operated Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
60	396.7	Communication Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
61	397.7	Miscellaneous Equipment	440	0.00%	0	1,189	0.00%	0	11,562	0.00%	0
62	398.7	Other Tangible Plant	0	0.00%	0	0	0.00%	0	0	0.00%	0
63		TOTAL	662,409		0	710,289		0	1,136,087		0
64		Total Land and Land Rights	70,890		0	70,890		0	70,890		0

Explanation: Provide the month ending Per Books balances for Sewer Plant in Service by primary account for each month of the Test Year and the ending balance for the prior year.

Line No.	Account Name	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1	INTANGIBLE PLANT														
2	351.1 Organization	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3	352.1 Franchises	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4	389.1 Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	COLLECTION PLANT														
6	353.2 Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	354.2 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	355.2 Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	360.2 Collection Sewers - Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	361.2 Collection Sewers - Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	362.2 Special Collecting Structures	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	363.2 Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	364.2 Flow Measuring Devices	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	365.2 Flow Measuring Installations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	369.2 Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16	SYSTEM PUMPING PLANT														
17	353.3 Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	354.3 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	355.3 Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	370.3 Receiving Wells	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	371.3 Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	389.3 Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	TREATMENT AND DISPOSAL PLANT														
24	353.4 Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	354.4 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	355.4 Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	380.4 Treatment & Disposal Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	381.4 Plant Sewers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	382.4 Outfall Sewer Lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	389.4 Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	RECLAIMED WATER TREATMENT PLANT														
32	353.5 Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33	354.5 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34	355.5 Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	371.5 Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	374.5 Reuse Distribution Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	380.5 Treatment & Disposal Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38	381.5 Plant Sewers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	389.5 Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	RECLAIMED WATER DISTRIBUTION PLANT														
41	352.6 Franchises	0	0	0	0	0	0	0	0	0	0	0	0	0	0
42	353.6 Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	354.6 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	355.6 Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
45	366.6 Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46	367.6 Reuse Meters & Meter Installations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
47	371.6 Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
48	375.6 Reuse Transmission & Distr. Sys.	0	0	0	0	0	0	0	0	0	0	0	0	0	0
49	389.6 Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
50	GENERAL PLANT														
51	353.7 Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
52	354.7 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
53	390.7 Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
54	390.71 Computer Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
55	391.7 Transportation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
56	392.7 Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
57	393.7 Tools, Shop & Garage Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
58	394.7 Laboratory Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
59	395.7 Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
60	396.7 Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
61	397.7 Miscellaneous Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
62	398.7 Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
63	TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0
64	Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note: 2005 Per Book balances are zero since system's balances were aggregated at an Administrative Level pending the FSC Order regarding proper balances at 6/04 acquisition.

Non-Used and Useful Plant - Summary

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Test Year Ending December 31 of
Historical 2005, Projected 2006 & 2007

Schedule: A-7

Page: 1 of 1

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2)	(3)	(4)	(5)	(6)	(9) Supporting Schedules
		<u>Base Year 2005</u> Adjusted Balance	<u>Intermediate Year 2006</u> Adjustments	<u>Adjusted Balance</u>	<u>Projected Rate Year 2007</u> Adjustments	<u>Adjusted Balance</u>	
Water							
1	Plant in Service	0	0	0	0	0	A-5
2	Land	0	0	0	0	0	A-5
3	Less: Accumulated Depreciation	0	0	0	0	0	A-9
4	Less: CIAC	0	0	0	0	0	A-12
5	Accumulated Amort. of CIAC	0	0	0	0	0	A-14
6	Less: Advances for Construction	0	0	0	0	0	A-16
7	Other (Explain)		0		0		
8	TOTAL	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Sewer							
9	Plant in Service	0	0	0	0	0	A-6
10	Land	0	0	0	0	0	A-6
11	Less: Accumulated Depreciation	0	0	0	0	0	A-10
12	Less: CIAC	0	0	0	0	0	A-12
13	Accumulated Amort. Of CIAC	0	0	0	0	0	A-14
14	Less: Advances for Construction	0	0	0	0	0	A-16
15	Other (Explain)		0		0		
16	TOTAL	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	

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

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-8
Page: 1 of 2
Preparer: Robert M. Griffin

Explanation: Provide the annual balance per books of Water Accumulated Depreciation, 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.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
1	12/31/92 Balance		
	1993		
2	Additions		
3	Retirements		
4	Adjustments		
5	12/31/93 Balance		
	1994		
6	Additions		
7	Retirements		
8	Adjustments		
9	12/31/94 Balance		
	1995		
10	Additions		
11	Retirements		
12	Adjustments		
13	12/31/95 Balance		
	1996		
14	Additions		
15	Retirements		
16	Adjustments		
17	12/31/96 Balance		
	1997		
18	Additions		
19	Retirements		
20	Adjustments		
21	12/31/97 Balance		
	1998		
22	Additions		
23	Retirements		
24	Adjustments		
25	12/31/98 Balance		
	1999		
26	Additions		
27	Retirements		
28	Adjustments		
29	12/31/99 Balance		

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

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-8
Page: 2 of 2
Preparer: Robert M. Griffin

Explanation: Schedule A-8 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
	2000		
30	Additions		
31	Retirements		
32	Adjustments		
33	12/31/00 Balance		
	2001		
34	Additions		
35	Retirements		
36	Adjustments		
37	12/31/01 Balance		
	2002		
38	Additions		
39	Retirements		
40	Adjustments		
41	12/31/02 Balance		
	2003		
42	Additions		
43	Retirements		
44	Adjustments		
45	06/30/04 Amend. Order Balance	126,396	300,281
	2004		
46	Additions	4,054	11,096
47	Retirements	0	0
48	Adjustments	0	0
49	12/31/04 Balance	130,450	311,377
	2005		
50	Additions	8,103	23,446
51	Retirements	(13,482)	(8,323)
52	Adjustments	468	407
53	12/31/05 Balance	125,539	326,907
	2006		
54	Additions	9,715	25,139
55	Retirements	(9,295)	(8,111)
56	Adjustments	3,422	2,971
57	12/31/06 Balance	129,381	346,906
	2007		
58	Additions	11,312	35,905
59	Retirements	(9,484)	(3,594)
60	Adjustments	9,551	8,292
61	12/31/07 Balance	140,760	387,510

Supporting Schedules: A-9, A-10 (pp 2-5)

Schedule of Water Accumulated Depreciation By Primary Account
 Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending December 31 of
 Historical 2005, Projected 2006 & 2007

Florida Public Service Commission

Schedule: A-9
 Page: 1 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the Average Water Accumulated Depreciation by Primary Account and the calculation of the Average Non-Used and Useful amounts.

Line No.	Acct No.	(1) Account Name	(2) Historical Base Year 2005			(5) Intermediate Year 2006			(8) Projected Rate Year 2007		
			Adjusted Balance	(3) Non-Used & Useful %	(4) Adjusted	Adjusted Balance	(6) Non-Used & Useful %	(7) Amount	Adjusted Balance	(9) Non-Used & Useful %	(10) Amount
1		INTANGIBLE PLANT									
2	301.1	Organization	497	0.00%	0	511	0.00%	0	524	0.00%	0
3	302.1	Franchises	906	0.00%	0	988	0.00%	0	1,070	0.00%	0
4	339.1	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
5		SOURCE OF SUPPLY & PUMPING PLANT									
6	303.2	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
7	304.2	Structures & Improvements	13,052	0.00%	0	13,707	0.00%	0	14,376	0.00%	0
8	305.2	Collect. & Impound Reservoirs	0	0.00%	0	0	0.00%	0	0	0.00%	0
9	306.2	Lake, River & Other Intakes	0	0.00%	0	0	0.00%	0	0	0.00%	0
10	307.2	Wells & Springs	4,183	0.00%	0	3,842	0.00%	0	4,132	0.00%	0
11	308.2	Infiltration Galleries & Tunnels	0	0.00%	0	0	0.00%	0	0	0.00%	0
12	309.2	Supply Mains	2,381	0.00%	0	2,978	0.00%	0	3,684	0.00%	0
13	310.2	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
14	311.2	Pumping Equipment	2,526	0.00%	0	2,908	0.00%	0	3,291	0.00%	0
15	339.2	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
16		WATER TREATMENT PLANT									
17	303.3	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
18	304.3	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
19	311.3	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
20	320.3	Water Treatment Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
21	339.3	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
22		TRANSMISSION & DISTRIBUTION PLANT									
23	303.4	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
24	304.4	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
25	311.4	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
26	330.4	Distr. Reservoirs & Standpipes	2,934	0.00%	0	3,205	0.00%	0	3,475	0.00%	0
27	331.4	Transm. & Distribution Mains	72,368	0.00%	0	72,587	0.00%	0	72,481	0.00%	0
28	333.4	Services	1,300	0.00%	0	1,372	0.00%	0	1,516	0.00%	0
29	334.4	Meters & Meter Installations	30,580	0.00%	0	22,040	0.00%	0	17,869	0.00%	0
30	335.4	Hydrants	0	0.00%	0	0	0.00%	0	0	0.00%	0
31	336.4	Backflow Prevention	0	0.00%	0	0	0.00%	0	0	0.00%	0
32	339.4	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
33		GENERAL PLANT									
34	303.5	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
35	304.5	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
36	340.5	Office Furniture & Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
37	340.51	Computer Equipment	69	0.00%	0	1,908	0.00%	0	8,446	0.00%	0
38	341.5	Transportation Equipment	0	0.00%	0	268	0.00%	0	1,354	0.00%	0
39	342.5	Stores Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
40	343.5	Tools, Shop & Garage Equipment	425	0.00%	0	438	0.00%	0	438	0.00%	0
41	344.5	Laboratory Equipment	1,588	0.00%	0	1,762	0.00%	0	1,937	0.00%	0
42	345.5	Power Operated Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
43	346.5	Communication Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
44	347.5	Miscellaneous Equipment	236	0.00%	0	528	0.00%	0	900	0.00%	0
45	348.5	Other Tangible Plant	0	0.00%	0	0	0.00%	0	0	0.00%	0
46		TOTAL	133,044		0	129,042		0	135,492		0
		Total Land and Land Rights	0		0	0		0	0		0

Schedule of Water Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/05

Historical [X] Projected []

Schedule: A-9

Page: 2 of 5

Preparer: Robert M. Griffin

Explanation: Provide the month ending Per Books balances for Water Accumulated Depreciation by primary account for each month of the Test Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3	302.1	Franchises	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	304.2	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	331.4	Transm. & Distribution Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	333.4	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	334.4	Meters & Meter Installations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38	341.5	Transportation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
41	344.5	Laboratory Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0
47		Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note: 2005 Per Book balances are zero since system's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Water Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/05

Historical [X] Projected []

Schedule: A-9

Page: 3 of 5

Preparer: Robert M. Griffin

Explanation: Provide the month ending Adjusted balances for Water Accumulated Depreciation by primary account for each month of the Test Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	490	491	492	493	495	496	497	498	499	500	501	503	504	497
3	302.1	Franchises	865	872	879	886	892	899	906	913	920	927	933	940	947	906
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	304.2	Structures & Improvements	12,727	12,781	12,835	12,890	12,944	12,998	13,052	13,106	13,160	13,215	13,269	13,323	13,377	13,052
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	4,578	4,602	4,626	4,650	4,674	4,698	4,723	3,577	3,601	3,625	3,649	3,673	3,697	4,183
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	2,083	2,133	2,182	2,232	2,281	2,331	2,381	2,430	2,480	2,529	2,579	2,628	2,678	2,381
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	2,335	2,367	2,399	2,431	2,463	2,494	2,526	2,558	2,590	2,622	2,654	2,685	2,717	2,526
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	2,799	2,822	2,844	2,867	2,889	2,912	2,934	2,957	2,979	3,002	3,024	3,047	3,069	2,934
27	331.4	Transm. & Distribution Mains	71,180	71,405	71,631	71,856	72,081	72,306	72,531	72,756	72,981	73,207	73,432	73,657	73,882	72,368
28	333.4	Services	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300
29	334.4	Meters & Meter Installations	29,986	30,215	30,445	30,674	30,903	31,133	31,362	31,591	31,821	32,050	32,279	32,509	32,739	30,580
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	0	0	0	0	0	0	0	0	0	18	134	280	468	69
38	341.5	Transportation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	413	415	417	419	421	423	425	427	429	431	433	435	438	425
41	344.5	Laboratory Equipment	1,501	1,516	1,530	1,545	1,559	1,574	1,588	1,603	1,617	1,632	1,646	1,661	1,675	1,588
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	193	195	198	200	202	205	207	226	244	262	280	311	342	236
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46	TOTAL		130,450	131,114	131,777	132,441	133,105	133,769	134,432	133,942	134,621	135,319	136,114	136,953	125,539	133,044
47		Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Schedule of Water Accumulated Depreciation By Primary Account
 Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ending 12/31/06
 Historical [] Projected [X]

Florida Public Service Commission

Schedule: A-9
 Page: 4 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the month ending Adjusted balances for Water Accumulated Depreciation by primary account for each month of the Intermediate Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/05	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	504	505	506	507	508	509	511	512	513	514	515	516	518	511
3	302.1	Franchises	947	954	961	968	974	981	988	995	1,002	1,009	1,016	1,022	1,029	988
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	304.2	Structures & Improvements	13,377	13,431	13,485	13,540	13,594	13,650	13,705	13,761	13,817	13,873	13,929	13,985	14,041	13,707
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	3,697	3,722	3,746	3,770	3,794	3,818	3,842	3,866	3,891	3,915	3,939	3,963	3,987	3,842
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	2,678	2,727	2,777	2,827	2,876	2,926	2,975	3,025	3,074	3,124	3,173	3,237	3,301	2,978
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	2,717	2,749	2,781	2,813	2,845	2,877	2,908	2,940	2,972	3,004	3,036	3,068	3,100	2,908
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	3,069	3,092	3,114	3,137	3,159	3,182	3,205	3,227	3,250	3,272	3,295	3,317	3,340	3,205
27	331.4	Transm. & Distribution Mains	71,757	71,984	72,211	72,438	72,665	72,902	73,129	73,356	73,583	73,810	74,037	74,264	74,491	72,587
28	333.4	Services	1,300	1,312	1,324	1,336	1,348	1,360	1,372	1,384	1,396	1,408	1,420	1,432	1,444	1,372
29	334.4	Meters & Meter Installations	22,569	22,814	23,059	23,304	23,550	23,795	24,040	24,285	24,530	24,775	25,020	25,265	25,510	22,040
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	468	657	845	1,050	1,255	1,526	1,810	2,093	2,377	2,660	2,944	3,228	3,891	1,908
38	341.5	Transportation Equipment	0	0	0	0	0	97	193	290	387	483	580	677	774	268
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	438	438	438	438	438	438	438	438	438	438	438	438	438	438
41	344.5	Laboratory Equipment	1,675	1,690	1,704	1,719	1,733	1,748	1,762	1,777	1,791	1,806	1,820	1,835	1,850	1,762
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	342	373	404	435	466	497	528	559	590	621	652	683	714	528
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	125,539	126,447	127,356	128,280	129,205	130,305	128,705	129,830	130,956	129,369	130,508	131,661	129,381	129,042
47		Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Schedule of Water Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ending 12/31/07
 Historical [] Projected [X]

Schedule: A-9
 Page: 5 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the month ending Adjusted balances for Water Accumulated Depreciation by primary account for each month of the Projected Rate Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/06	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	301.1	Organization	518	519	520	521	522	523	524	526	527	528	529	530	531	524
3	302.1	Franchises	1,029	1,036	1,043	1,050	1,057	1,063	1,070	1,077	1,084	1,091	1,098	1,104	1,111	1,070
4	339.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		SOURCE OF SUPPLY & PUMPING PLANT														
6	303.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	304.2	Structures & Improvements	14,041	14,096	14,152	14,208	14,264	14,320	14,376	14,432	14,488	14,543	14,599	14,655	14,711	14,376
8	305.2	Collect. & Impound Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	306.2	Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	307.2	Wells & Springs	3,987	4,011	4,035	4,059	4,084	4,108	4,132	4,156	4,180	4,204	4,228	4,253	4,277	4,132
11	308.2	Infiltration Galleries & Tunnels	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	309.2	Supply Mains	3,301	3,365	3,429	3,493	3,556	3,620	3,684	3,748	3,812	3,876	3,939	4,003	4,067	3,684
13	310.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	311.2	Pumping Equipment	3,100	3,131	3,163	3,195	3,227	3,259	3,291	3,322	3,354	3,386	3,418	3,450	3,482	3,291
15	339.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		WATER TREATMENT PLANT														
17	303.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	304.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	311.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	320.3	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	339.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		TRANSMISSION & DISTRIBUTION PLANT														
23	303.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	304.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	311.4	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	330.4	Distr. Reservoirs & Standpipes	3,340	3,362	3,385	3,407	3,430	3,452	3,475	3,497	3,520	3,542	3,565	3,587	3,610	3,475
27	331.4	Transm. & Distribution Mains	71,937	72,217	72,498	72,058	72,353	72,648	72,222	72,532	72,841	72,430	72,755	73,079	72,682	72,481
28	333.4	Services	1,444	1,456	1,468	1,480	1,492	1,504	1,516	1,528	1,540	1,552	1,564	1,576	1,588	1,516
29	334.4	Meters & Meter Installations	19,020	19,279	19,538	18,170	18,438	18,706	17,346	17,623	17,900	16,549	16,834	17,120	15,778	17,869
30	335.4	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	336.4	Backflow Prevention	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	339.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33		GENERAL PLANT														
34	303.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	304.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	340.5	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	340.51	Computer Equipment	3,891	4,567	5,261	5,988	6,741	7,516	8,311	9,123	9,949	10,801	11,667	12,546	13,442	8,446
38	341.5	Transportation Equipment	774	870	967	1,064	1,160	1,257	1,354	1,450	1,547	1,644	1,741	1,837	1,934	1,354
39	342.5	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	343.5	Tools, Shop & Garage Equipment	438	438	438	438	438	438	438	438	438	438	438	438	438	438
41	344.5	Laboratory Equipment	1,850	1,864	1,879	1,893	1,908	1,922	1,937	1,951	1,966	1,980	1,995	2,009	2,024	1,937
42	345.5	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	346.5	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	347.5	Miscellaneous Equipment	714	745	776	807	838	869	900	931	962	993	1,024	1,055	1,086	900
45	348.5	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46		TOTAL	129,381	130,957	132,551	131,830	133,506	135,204	134,575	136,333	138,106	137,557	139,393	141,242	140,760	135,492
47		Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Schedule of Sewer Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending December 31 of

Historical 2005, Projected 2006 & 2007

Schedule: A-10

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Preparer: Robert M. Griffin

Line No.	Acct No.	(1) Account Name	(2) Historical Base Year 2005			(5) Intermediate Year 2006			(8) Projected Rate Year 2007		
			(3) Adjusted Balance	(4) Non-Used & Useful %	(4) Useful Adjusted	(5) Adjusted Balance	(6) Non-Used & Useful %	(7) Useful Amount	(8) Adjusted Balance	(9) Non-Used & Useful %	(10) Useful Amount
1		INTANGIBLE PLANT									
2	351.1	Organization	264	0.00%	0	284	0.00%	0	299	0.00%	0
3	352.1	Franchises	1,120	0.00%	0	1,192	0.00%	0	1,264	0.00%	0
4	389.1	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
5		COLLECTION PLANT									
6	353.2	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
7	354.2	Structures & Improvements	22,140	0.00%	0	23,376	0.00%	0	19,719	0.00%	0
8	355.2	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
9	360.2	Collection Sewers - Force	5,717	0.00%	0	(247)	0.00%	0	1,432	0.00%	0
10	361.2	Collection Sewers - Gravity	142,082	0.00%	0	147,261	0.00%	0	154,485	0.00%	0
11	362.2	Special Collecting Structures	0	0.00%	0	0	0.00%	0	0	0.00%	0
12	363.2	Services to Customers	917	0.00%	0	972	0.00%	0	1,028	0.00%	0
13	364.2	Flow Measuring Devices	6,284	0.00%	0	7,869	0.00%	0	8,880	0.00%	0
14	365.2	Flow Measuring Installations	0	0.00%	0	0	0.00%	0	0	0.00%	0
15	389.2	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
16		SYSTEM PUMPING PLANT									
17	353.3	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
18	354.3	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
19	355.3	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
20	370.3	Receiving Wells	11,328	0.00%	0	12,027	0.00%	0	12,509	0.00%	0
21	371.3	Pumping Equipment	(912)	0.00%	0	2,029	0.00%	0	4,091	0.00%	0
22	389.3	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
23		TREATMENT AND DISPOSAL PLANT									
24	353.4	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
25	354.4	Structures & Improvements	35	0.00%	0	177	0.00%	0	329	0.00%	0
26	355.4	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
27	380.4	Treatment & Disposal Equipment	128,806	0.00%	0	139,035	0.00%	0	148,662	0.00%	0
28	381.4	Plant Sewers	2,277	0.00%	0	2,407	0.00%	0	3,773	0.00%	0
29	382.4	Outfall Sewer Lines	0	0.00%	0	0	0.00%	0	0	0.00%	0
30	389.4	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
31		RECLAIMED WATER TREATMENT PLANT									
32	353.5	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
33	354.5	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
34	355.5	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
35	371.5	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
36	374.5	Reuse Distribution Reservoirs	0	0.00%	0	0	0.00%	0	0	0.00%	0
37	380.5	Treatment & Disposal Equipment	(52)	0.00%	0	(332)	0.00%	0	(324)	0.00%	0
38	381.5	Plant Sewers	0	0.00%	0	0	0.00%	0	0	0.00%	0
39	389.5	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
40		RECLAIMED WATER DISTRIBUTION PLANT									
41	352.6	Franchises	0	0.00%	0	0	0.00%	0	0	0.00%	0
42	353.6	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
43	354.6	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
44	355.6	Power Generation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
45	366.6	Reuse Services	0	0.00%	0	0	0.00%	0	0	0.00%	0
46	367.6	Reuse Meters & Meter Installations	0	0.00%	0	0	0.00%	0	0	0.00%	0
47	371.6	Pumping Equipment	5	0.00%	0	21	0.00%	0	39	0.00%	0
48	375.6	Reuse Transmission & Distr. Sys.	0	0.00%	0	0	0.00%	0	0	0.00%	0
49	389.6	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
50		GENERAL PLANT									
51	353.7	Land & Land Rights	0	0.00%	0	0	0.00%	0	0	0.00%	0
52	354.7	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
53	390.7	Office Furniture & Equipment	0	0.00%	0	8	0.00%	0	41	0.00%	0
54	390.71	Computer Equipment	60	0.00%	0	1,656	0.00%	0	7,333	0.00%	0
55	391.7	Transportation Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
56	392.7	Stores Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
57	393.7	Tools, Shop & Garage Equipment	400	0.00%	0	402	0.00%	0	597	0.00%	0
58	394.7	Laboratory Equipment	1,414	0.00%	0	1,454	0.00%	0	1,617	0.00%	0
59	395.7	Power Operated Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
60	396.7	Communication Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
61	397.7	Miscellaneous Equipment	178	0.00%	0	189	0.00%	0	288	0.00%	0
62	398.7	Other Tangible Plant	0	0.00%	0	0	0.00%	0	0	0.00%	0
63		TOTAL	<u>322,063</u>		<u>0</u>	<u>339,781</u>		<u>0</u>	<u>366,061</u>		<u>0</u>
64		Total Land and Land Rights	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>

Schedule of Sewer Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/05

Historical [X] Projected []

Schedule: A-10

Page: 2 of 5

Preparer: Robert M. Griffin

Explanation: Provide the month ending Per Books balances for Sewer Accumulated Depreciation by primary account for each month of the Test Year and the ending balance for the prior year.

Line No.	Acct No.	(1) Account Name	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec	(15) Average Balance
1		INTANGIBLE PLANT														
2	351.1	Organization	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3	352.1	Franchises	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4	389.1	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		COLLECTION PLANT														
6	353.2	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	354.2	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	355.2	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	360.2	Collection Sewers - Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	361.2	Collection Sewers - Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	362.2	Special Collecting Structures	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	363.2	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	364.2	Flow Measuring Devices	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	365.2	Flow Measuring Installations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	389.2	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		SYSTEM PUMPING PLANT														
17	353.3	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	354.3	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	355.3	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	370.3	Receiving Wells	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	371.3	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	389.3	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23		TREATMENT AND DISPOSAL PLANT														
24	353.4	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	354.4	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	355.4	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	380.4	Treatment & Disposal Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	381.4	Plant Sewers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	382.4	Outfall Sewer Lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	389.4	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31		RECLAIMED WATER TREATMENT PLANT														
32	353.5	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33	354.5	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34	355.5	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	371.5	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	374.5	Reuse Distribution Reservoirs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	380.5	Treatment & Disposal Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38	381.5	Plant Sewers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	389.5	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40		RECLAIMED WATER DISTRIBUTION PLANT														
41	352.6	Franchises	0	0	0	0	0	0	0	0	0	0	0	0	0	0
42	353.6	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
43	354.6	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
44	355.6	Power Generation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
45	366.6	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
46	367.6	Reuse Meters & Meter Installations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
47	371.6	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
48	375.6	Reuse Transmission & Distr. Sys.	0	0	0	0	0	0	0	0	0	0	0	0	0	0
49	389.6	Other Plant & Misc. Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
50		GENERAL PLANT														
51	353.7	Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0
52	354.7	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
53	390.7	Office Furniture & Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
54	390.71	Computer Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
55	391.7	Transportation Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
56	392.7	Stores Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
57	393.7	Tools, Shop & Garage Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
58	394.7	Laboratory Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
59	395.7	Power Operated Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
60	396.7	Communication Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
61	397.7	Miscellaneous Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
62	398.7	Other Tangible Plant	0	0	0	0	0	0	0	0	0	0	0	0	0	0
63		TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0
64		Subtotal Land & Land Rights	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note: 2005 Per Book balances are zero since system's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Sewer Accumulated Depreciation By Primary Account

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/05

Historical [X] Projected []

Florida Public Service Commission

Schedule: A-10

Page: 3 of 5

Preparer: Robert M. Griffin

Explanation: Provide the month ending Adjusted balances for Sewer Accumulated Depreciation by primary account for each month of the Test Year and the ending balance for the prior year.

Table with columns for Line No., Acct No., Account Name, Prior Year, and months Jan through Dec, plus Average Balance. Includes categories like INTANGIBLE PLANT, COLLECTION PLANT, SYSTEM PUMPING PLANT, TREATMENT AND DISPOSAL PLANT, RECLAIMED WATER TREATMENT PLANT, RECLAIMED WATER DISTRIBUTION PLANT, and GENERAL PLANT.

Schedule of Water and Sewer Contributions in Aid of Construction Florida Public Service Commission
 Annual Balances Subsequent to Last Established Rate Base

Palm Terrace
 Docket No. 060368-WS
 Projected Test Year Ending 12/31/07

Schedule: A-11
 Page: 1 of 2
 Preparer: Robert M. Griffin

Explanation: Provide the annual balance of Water contributions in aid of construction 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.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
1	12/31/92 Balance		
	1993		
2	Additions		
3	Adjustments		
4	12/31/93 Balance		
	1994		
5	Additions		
6	Adjustments		
7	12/31/94 Balance		
	1995		
8	Additions		
9	Adjustments		
10	12/31/95 Balance		
	1996		
11	Additions		
12	Adjustments		
13	12/31/96 Balance		
	1997		
14	Additions		
15	Adjustments		
16	12/31/97 Balance		
	1998		
17	Additions		
18	Adjustments		
19	12/31/98 Balance		
	1999		
20	Additions		
21	Adjustments		
22	12/31/99 Balance		

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

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Projected Test Year Ending 12/31/07

Schedule: A-11

Page: 2 of 2

Preparer: Robert M. Griffin

Explanation: Schedule A-11 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
	2000		
23	Additions		
24	Adjustments		
25	12/31/00 Balance		
	2001		
26	Additions		
27	Adjustments		
28	12/31/01 Balance		
	2002		
29	Additions		
30	Adjustments		
31	12/31/02 Balance		
	2003		
32	Additions		
33	Adjustments		
34	06/30/04 Amend. Order Balance	138,157	343,113
	2004		
35	Additions	0	0
36	Adjustments	0	0
37	12/31/04 Balance	138,157	343,113
	2005		
38	Additions	0	0
39	Adjustments	0	0
40	12/31/05 Balance	138,157	343,113
	2006		
41	Additions	0	0
42	Adjustments	0	0
43	12/31/06 Balance	138,157	343,113
	2007		
44	Additions	0	0
45	Adjustments	0	0
46	12/31/07 Balance	138,157	343,113

Supporting Schedules: A-12 (pp 2-5)

Schedule of Water Contributions in Aid of Construction By Classification

Florida Public Service Commission

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending December 31 of

Historical 2005, Projected 2006 & 2007

Schedule: A-12

Page: 1 of 5

Preparer: Robert M. Griffin

Explanation: Provide the average CIAC balances by classification and Non-Used & useful calculations.
If a projected year is employed, provide breakdown for test year, base year and intermediate year also.

Line No.	(1) Description	(2) Historical Base Year 2005			(5) Intermediate Year 2006			(8) Projected Rate Year 2007		
		Adjusted Balance	(3) Non-Used %	(4) Useful Amount	Adjusted Balance	(6) Non-Used %	(7) Useful Amount	Adjusted Balance	(9) Non-Used %	(10) Useful Amount
WATER										
Cash CIAC:										
1	Water Treatment Equipment	52	0.00%	0	52	0.00%	0	52	0.00%	0
2	Meter Fees	1,313	0.00%	0	1,313	0.00%	0	1,313	0.00%	0
3	Main Extension Charge	136,363	0.00%	0	136,363	0.00%	0	136,363	0.00%	0
4	Service Installation Fees	429	0.00%	0	429	0.00%	0	429	0.00%	0
5	Total Cash CIAC	138,157		0	138,157		0	138,157		0
Property CIAC:										
6	Dist Reservoirs & Standpipes	0	0.00%	0	0	0.00%	0	0	0.00%	0
7	T&D Mains	0	0.00%	0	0	0.00%	0	0	0.00%	0
8	Services	0	0.00%	0	0	0.00%	0	0	0.00%	0
9	Meters/Meter Installation	0	0.00%	0	0	0.00%	0	0	0.00%	0
10	Hydrants	0	0.00%	0	0	0.00%	0	0	0.00%	0
11	Total Property CIAC	0		0	0		0	0		0
12	Total Water CIAC	138,157		0	138,157		0	138,157		0
SEWER										
Cash CIAC:										
13	Treatment & Disposal Equipment	342,633	0.00%	0	342,633	0.00%	0	342,633	0.00%	0
14	Other	0	0.00%	0	0	0.00%	0	0	0.00%	0
15	Main Extension Charge	480	0.00%	0	480	0.00%	0	480	0.00%	0
16	Service Installation Fees	0	0.00%	0	0	0.00%	0	0	0.00%	0
17	Total Cash CIAC	343,113		0	343,113		0	343,113		0
Property CIAC:										
18	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
19	Collection Sewers- Force	0	0.00%	0	0	0.00%	0	0	0.00%	0
20	Collection Sewers- Gravity	0	0.00%	0	0	0.00%	0	0	0.00%	0
21	Services to Customers	0	0.00%	0	0	0.00%	0	0	0.00%	0
22	Lift Stations	0	0.00%	0	0	0.00%	0	0	0.00%	0
23	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
24	Reuse Services	0	0.00%	0	0	0.00%	0	0	0.00%	0
25	Reuse Transmission & Dist Mains	0	0.00%	0	0	0.00%	0	0	0.00%	0
26	Other Plant Misc Equip	0	0.00%	0	0	0.00%	0	0	0.00%	0
27	Total Property CIAC	0		0	0		0	0		0
28	Total Sewer CIAC	343,113		0	343,113		0	343,113		0

Schedule of Water Contributions in Aid of Construction By Classification

Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Florida Public Service Commission

Schedule: A-12
 Page: 2 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the Per Books monthly and average CIAC balances by classification. If a projected year is employed, provide breakdown for last year, base year and intermediate year also.

Line No	(1) Description	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash CIAC:															
1	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2	Meter Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3	Main Extension Charge	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	Total Cash CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Property CIAC:															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
SEWER															
Cash CIAC:															
13	Treatment & Disposal Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Property CIAC:															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note: 2005 Per Book balances are zero since system 's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Water Contributions in Aid of Construction By Classification

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/05

Florida Public Service Commission

Schedule: A-12

Page: 3 of 5

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash CIAC:															
1	Water Treatment Equipment	52	52	52	52	52	52	52	52	52	52	52	52	52	52
2	Meter Fees	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313
3	Main Extension Charge	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363
4	Service Installation Fees	429	429	429	429	429	429	429	429	429	429	429	429	429	429
5	Total Cash CIAC	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157
Property CIAC:															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water CIAC	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157
SEWER															
Cash CIAC:															
13	Treatment & Disposal Equipment	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	480	480	480	480	480	480	480	480	480	480	480	480	480	480
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash CIAC	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113
Property CIAC:															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer CIAC	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113

Schedule of Water Contributions in Aid of Construction By Classification

Test Year Average balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/06

Florida Public Service Commission

Schedule: A-12
 Page: 4 of 5
 Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Prior Year 12/31/05	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash CIAC:															
1	Water Treatment Equipment	52	52	52	52	52	52	52	52	52	52	52	52	52	52
2	Meter Fees	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313
3	Main Extension Charge	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363
4	Service Installation Fees	429	429	429	429	429	429	429	429	429	429	429	429	429	429
5	Total Cash CIAC	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157
Property CIAC:															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water CIAC	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157
SEWER															
Cash CIAC:															
13	Treatment & Disposal Equipment	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	480	480	480	480	480	480	480	480	480	480	480	480	480	480
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash CIAC	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113
Property CIAC:															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer CIAC	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113

Schedule of Water Contributions in Aid of Construction By Classification

Test Year Average balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/07

Florida Public Service Commission

Schedule: A-12

Page: 5 of 5

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Prior Year 12/31/06	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash CIAC:															
1	Water Treatment Equipment	52	52	52	52	52	52	52	52	52	52	52	52	52	52
2	Meter Fees	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,313
3	Main Extension Charge	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363	136,363
4	Service Installation Fees	429	429	429	429	429	429	429	429	429	429	429	429	429	429
5	Total Cash CIAC	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157
Property CIAC:															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water CIAC	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157	138,157
SEWER															
Cash CIAC:															
13	Treatment & Disposal Equipment	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633	342,633
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	480	480	480	480	480	480	480	480	480	480	480	480	480	480
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash CIAC	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113
Property CIAC:															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer CIAC	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113	343,113

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

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-13
Page: 1 of 2
Preparer: Robert M. Griffin

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, 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.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
1	12/31/92 Balance		
	1993		
2	Additions		
3	Adjustments		
4	12/31/93 Balance	_____	_____
	1994		
5	Additions		
6	Adjustments		
7	12/31/94 Balance	_____	_____
	1995		
8	Additions		
9	Adjustments		
10	12/31/95 Balance	_____	_____
	1996		
11	Additions		
12	Adjustments		
13	12/31/96 Balance	_____	_____
	1997		
14	Additions		
15	Adjustments		
16	12/31/97 Balance	_____	_____
	1998		
17	Additions		
18	Adjustments		
19	12/31/98 Balance	_____	_____
	1999		
20	Additions		
21	Adjustments		
22	12/31/99 Balance	_____	_____

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

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-13
Page: 2 of 2
Preparer: Robert M. Griffin

Explanation: Schedule A-11 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
The balances for this system begin June 30, 2004 in accordance with PSC Amendatory Order			
2000			
23	Additions		
24	Adjustments		
25	12/31/00 Balance		
2001			
26	Additions		
27	Adjustments		
28	12/31/01 Balance		
2002			
29	Additions		
30	Adjustments		
31	12/31/02 Balance		
2003			
32	Additions		
33	Adjustments		
34	06/30/04 Amend. Order Balance	82,600	264,167
2004			
35	Additions	1,554	8,773
36	Adjustments	0	0
37	12/31/04 Balance	84,154	272,940
2005			
38	Additions	3,108	17,564
39	Adjustments	0	0
40	12/31/05 Balance	87,262	290,504
2006			
41	Additions	3,202	17,244
42	Adjustments	0	0
43	12/31/06 Balance	90,465	307,748
2007			
44	Additions	3,974	15,612
45	Adjustments	0	0
46	12/31/07 Balance	94,439	323,360

Supporting Schedules: A-12 (pp 2-5)

Schedule of Accumulated Amortization of CIAC by Classification

Florida Public Service Commission

Test Year Average Balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending December 31 of
 Historical 2005, Projected 2006 & 2007

Schedule: A-14
 Page: 1 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the average Accumulated Amortization of CIAC balances by classification and Non-Used & useful calculations.
 If a projected year is employed, provide breakdown for test year, base year and intermediate year also.

Line No.	(1) Description	(2) Historical Base Year 2005			(5) Intermediate Year 2006			(8) Projected rate Year 2007		
		(2) Adjusted Balance	(3) Non-Used & Useful %	(4) Adjusted	(5) Adjusted Balance	(6) Non-Used & Useful %	(7) Amount	(8) Adjusted Balance	(9) Non-Used & Useful %	(10) Amount
WATER										
Cash										
1	Water Treatment Equipment	82,172	0.00%	0	82,173	0.00%	0	82,175	0.00%	0
2	Meter Fees	401	0.00%	0	466	0.00%	0	532	0.00%	0
3	Main Extension Charge	3,082	0.00%	0	6,145	0.00%	0	9,670	0.00%	0
4	Service Installation Fees	54	0.00%	0	64	0.00%	0	75	0.00%	0
5	Total Cash	85,708		0	88,849		0	92,452		0
Property										
6	Dist Reservoirs & Standpipes	0	0.00%	0	0	0.00%	0	0	0.00%	0
7	T&D Mains	0	0.00%	0	0	0.00%	0	0	0.00%	0
8	Services	0	0.00%	0	0	0.00%	0	0	0.00%	0
9	Meters/Meter Installation	0	0.00%	0	0	0.00%	0	0	0.00%	0
10	Hydrants	0	0.00%	0	0	0.00%	0	0	0.00%	0
11	Total Property	0		0	0		0	0		0
12	Total Water	85,708		0	88,849		0	92,452		0
SEWER										
Cash										
13	Treatment & Disposal Equipment	281,640	0.00%	0	299,068	0.00%	0	315,451	0.00%	0
14	Other	0	0.00%	0	0	0.00%	0	0	0.00%	0
15	Main Extension Charge	82	0.00%	0	92	0.00%	0	103	0.00%	0
16	Service Installation Fees	0	0.00%	0	0	0.00%	0	0	0.00%	0
17	Total Cash	281,722		0	299,160		0	315,554		0
Property										
18	Structures & Improvements	0	0.00%	0	0	0.00%	0	0	0.00%	0
19	Collection Sewers- Force	0	0.00%	0	0	0.00%	0	0	0.00%	0
20	Collection Sewers- Gravity	0	0.00%	0	0	0.00%	0	0	0.00%	0
21	Services to Customers	0	0.00%	0	0	0.00%	0	0	0.00%	0
22	Lift Stations	0	0.00%	0	0	0.00%	0	0	0.00%	0
23	Pumping Equipment	0	0.00%	0	0	0.00%	0	0	0.00%	0
24	Reuse Services	0	0.00%	0	0	0.00%	0	0	0.00%	0
25	Reuse Transmission & Dist Mains	0	0.00%	0	0	0.00%	0	0	0.00%	0
26	Other Plant Misc Equip	0	0.00%	0	0	0.00%	0	0	0.00%	0
27	Total Property	0		0	0		0	0		0
28	Total Sewer	281,722		0	299,160		0	315,554		0

Schedule of Accumulated Amortization of CIAC by Classification
 Test Year Average Balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Florida Public Service Commission

Schedule: A-14
 Page: 2 of 5
 Preparer: Robert M. Griffin

Explanation: Provide the Per Books monthly and average Accumulated Amortization of CIAC balances by classification. If a projected year is employed, provide breakdown for test year, base year and intermediate year also.

Line No.	(1) Description	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash															
1	Water Treatment Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2	Meter Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3	Main Extension Charge	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	Total Cash	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Property															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water	0	0	0	0	0	0	0	0	0	0	0	0	0	0
SEWER															
Cash															
13	Treatment & Disposal Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Property															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note: 2005 Per Book balances are zero since system 's balances were aggregated at an Administrative Level pending the PSC Order regarding proper balances at 6/04 acquisition.

Schedule of Accumulated Amortization of CIAC by Classification
 Test Year Average Balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Florida Public Service Commission

Schedule: A-14
 Page: 3 of 5
 Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Prior Year 12/31/04	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash															
1	Water Treatment Equipment	82,171	82,171	82,171	82,171	82,171	82,171	82,172	82,172	82,172	82,172	82,172	82,172	82,172	82,172
2	Meter Fees	368	373	379	384	390	395	401	406	412	417	423	428	433	401
3	Main Extension Charge	1,567	1,820	2,072	2,325	2,577	2,830	3,082	3,335	3,587	3,840	4,092	4,345	4,597	3,082
4	Service Installation Fees	48	49	50	51	52	53	54	55	56	56	57	58	59	54
5	Total Cash	84,154	84,413	84,672	84,931	85,190	85,449	85,708	85,967	86,226	86,485	86,744	87,003	87,262	85,708
Property															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water	84,154	84,413	84,672	84,931	85,190	85,449	85,708	85,967	86,226	86,485	86,744	87,003	87,262	85,708
SEWER															
Cash															
13	Treatment & Disposal Equipment	272,863	274,326	275,789	277,252	278,715	280,177	281,640	283,103	284,566	286,029	287,491	288,954	290,417	281,640
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	76	77	78	79	80	81	82	83	83	84	85	86	87	82
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash	272,940	274,403	275,867	277,331	278,794	280,258	281,722	283,186	284,649	286,113	287,577	289,040	290,504	281,722
Property															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer	272,940	274,403	275,867	277,331	278,794	280,258	281,722	283,186	284,649	286,113	287,577	289,040	290,504	281,722

Schedule of Accumulated Amortization of CIAC by Classification

Florida Public Service Commission

Test Year Average Balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending 12/31/06

Schedule: A-14

Page: 4 of 5

Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Prior Year 12/31/05	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash															
1	Water Treatment Equipment	82,172	82,173	82,173	82,173	82,173	82,173	82,173	82,173	82,174	82,174	82,174	82,174	82,174	82,173
2	Meter Fees	433	439	444	450	455	461	466	472	477	483	488	494	499	466
3	Main Extension Charge	4,597	4,850	5,102	5,355	5,608	5,872	6,136	6,400	6,665	6,929	7,193	7,457	7,722	6,145
4	Service Installation Fees	59	60	61	62	63	64	64	65	66	67	68	69	70	64
5	Total Cash	87,262	87,521	87,780	88,039	88,299	88,569	88,840	89,111	89,382	89,652	89,923	90,194	90,465	88,849
Property															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water	87,262	87,521	87,780	88,039	88,299	88,569	88,840	89,111	89,382	89,652	89,923	90,194	90,465	88,849
SEWER															
Cash															
13	Treatment & Disposal Equipment	290,417	291,872	293,327	294,782	296,236	297,663	299,090	300,517	301,943	303,370	304,797	306,223	307,650	299,068
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	87	88	89	90	91	91	92	93	94	95	96	97	98	92
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash	290,504	291,960	293,416	294,871	296,327	297,755	299,182	300,610	302,037	303,465	304,892	306,320	307,748	299,160
Property															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer	290,504	291,960	293,416	294,871	296,327	297,755	299,182	300,610	302,037	303,465	304,892	306,320	307,748	299,160

Schedule of Accumulated Amortization of CIAC by Classification
 Test Year Average Balance
 Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/07

Florida Public Service Commission

Schedule: A-14
 Page: 5 of 5
 Preparer: Robert M. Griffin

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

Line No.	(1) Description	(2) Prior Year 12/31/06	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Test Year End Dec	(15) Average Balance
WATER															
Cash															
1	Water Treatment Equipment	82,174	82,174	82,174	82,175	82,175	82,175	82,175	82,175	82,175	82,175	82,175	82,176	82,176	82,175
2	Meter Fees	499	505	510	515	521	526	532	537	543	548	554	559	565	532
3	Main Extension Charge	7,722	8,046	8,371	8,696	9,020	9,345	9,670	9,994	10,319	10,644	10,968	11,293	11,618	9,670
4	Service Installation Fees	70	71	72	72	73	74	75	76	77	78	79	80	81	75
5	Total Cash	90,465	90,796	91,127	91,458	91,789	92,121	92,452	92,783	93,114	93,445	93,776	94,108	94,439	92,452
Property															
6	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Total Water	90,465	90,796	91,127	91,458	91,789	92,121	92,452	92,783	93,114	93,445	93,776	94,108	94,439	92,452
SEWER															
Cash															
13	Treatment & Disposal Equipment	307,650	308,950	310,250	311,550	312,851	314,151	315,451	316,751	318,051	319,351	320,651	321,952	323,252	315,451
14	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Main Extension Charge	98	99	99	100	101	102	103	104	105	106	107	107	108	103
16	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Total Cash	307,748	309,049	310,350	311,651	312,952	314,253	315,554	316,855	318,156	319,457	320,758	322,059	323,360	315,554
Property															
18	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27	Total Property	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	Total Sewer	307,748	309,049	310,350	311,651	312,952	314,253	315,554	316,855	318,156	319,457	320,758	322,059	323,360	315,554

Schedule of Annual AFUDC Rates Used

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Projected Test Years Ending 12/31/06 & 12/31/07

Schedule: A-15

Page: 1 of 1

Preparer: Robert M. Griffin

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

<u>Year</u>	<u>Water Rate</u>	<u>Sewer Rate</u>
effective 1/1/06	8.85%	8.85%

Note: AFUDC has not been applied to balances closed to Utility Plant in Service for years prior to 2006. The above rate has been applied to selected qualifying projects beginning January 1, 2006 based on an AFUDC filing with the Florida Public Service Commission dated October 19, 2006. This rate remains in effect until a Corporate Restructuring takes effect based on the company's October 2, 2006 Consolidated Filing. Subsequent AFUDC rate changes will result from future filings with the PSC.

**Schedule of Water and Sewer Advances for Construction
Annual Balances Subsequent to Last Established Rate Base**

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Projected Test Year Ending 12/31/07

Schedule: A-16
Page: 1 of 1
Preparer: Robert M. Griffin

Explanation: Provide the annual **book** balance of Water Advances For Construction 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.

(1)	(2)	(3)
Line No. Description	Water Year End Balance	Sewer Year End Balance

Not Applicable. Advances For Constructuon are not being and have not been collected.

Schedule of Working Capital Allowance Calculation

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Test Year Ending December 31 of
Historical 2005, Projected 2006 & 2007

Schedule: A-17

Page: 1 of 1

Preparer: Robert M. Griffin

Explanation: Provide the calculation of working capital using the balance sheet method.

The calculation should not include accounts that are reported in other rate base or cost of capital accounts. Unless otherwise explained, this calculation should include both current and deferred debits and credits. All adjustments to the per book accounts should be explained.

Line No.	(1) Description	(2) Historical Test Year 2005 Average	(3) Intermediate Year 2006 Average	(4) Projected Rate Year 2007 Average
Balance Sheet Accounts				
For All Systems:				
1	Accounts Rec'd - Customer	1,554,936	1,356,338	1,731,634
2	Allowance for Bad Debts	(193,973)	(28,531)	(35,533)
3	Temporary Investments	27,141	581	(0)
4	Materials & Supplies	9,893	0	0
5	Unbilled Revenues	642,613	695,977	891,916
6	Prepayments	126,208	133,991	140,000
7	TOTAL CURRENT ASSETS	<u>2,166,818</u>	<u>2,158,355</u>	<u>2,728,017</u>
Less:				
8	Accounts Payable	445,567	646,110	409,615
9	Accrued Taxes	(255,913)	298,129	693,933
10	Accrued Interest	12,822	14,193	17,385
11	Misc. Current & Accrued Liabilities	444,996	395,963	406,834
12	TOTAL CURRENT & ACC. LIABILITIES	<u>647,472</u>	<u>1,354,396</u>	<u>1,527,768</u>
Total Working Capital Balance Sheet				
13	Accounts- All Systems	<u>1,519,346</u>	<u>803,960</u>	<u>1,200,249</u>
Allocation for this System: Note: Allocation is by number of customers of all systems in Aqua Utilities FL, Inc..				
14	Allocation Percentage - Water	3.213%	3.213%	3.213%
15	Assets Allocated - Water (line 7 x line 14)	69,615	69,343	87,644
16	Liabilities Allocated - Water (line 12 x line 14)	20,802	43,513	49,083
17	Allocation Percentage - Sewer	2.789%	2.789%	2.789%
18	Assets Allocated - Sewer (line 7 x line 17)	60,438	60,202	76,091
19	Liabilities Allocated - Sewer (line 12 x line 17)	18,060	37,777	42,613
Direct Assignment of CWC Accounts:				
Deferred Rate Case Expense				
20	Water	9,702	31,504	69,930
21	Sewer	8,423	27,351	60,712
Other Regulatory Assets				
22	Water	67,173	63,814	57,097
23	Sewer	57,199	54,339	48,619
Other Deferred Debits				
24	Water	0	0	0
25	Sewer	2,568	2,115	1,208
Total Balance Sheet CWC-this system				
26	Water (Lines 15-16+20+22+24)	<u>125,688</u>	<u>121,147</u>	<u>165,588</u>
27	Sewer (Lines 18-19+21+23+25)	<u>110,568</u>	<u>106,229</u>	<u>144,017</u>

Supporting Schedules: A-18, A-19

Comparative Balance Sheet - Assets

Aqua Utilities Florida, Inc.

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ended: 2005
 Historical [X] Projected []

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

Schedule: A-18
 Page: 1 of 3
 Preparer: Robert M. Griffin

Line No.	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	ASSETS	12/31/04	1/31/05	2/28/05	3/31/05	4/30/05	5/31/05	6/30/05	7/31/05	8/31/05	9/30/05	10/31/05	11/30/05	12/31/05	Average Balance
1	Utility Plant	72,950,136	72,950,136	72,950,136	71,913,317	72,453,874	72,716,902	72,740,118	72,745,554	72,793,037	72,844,085	72,571,168	72,641,242	74,040,794	72,793,115
2	Construction Work in Progress	1,811,581	1,850,284	2,103,492	3,006,366	2,981,605	3,110,516	4,264,021	4,945,503	5,361,503	5,698,734	6,644,403	8,983,714	10,504,654	4,712,798
3	Utility Plant Acquisition	(11,572)	(11,621)	(11,584)	(11,547)	(11,510)	(11,473)	(11,436)	(11,399)	(11,362)	(11,325)	(11,288)	(11,251)	(1,056,914)	(91,868)
4	GROSS UTILITY PLANT	74,750,145	74,788,799	75,042,044	74,908,136	75,423,969	75,815,946	76,992,703	77,679,658	78,143,178	78,531,494	79,204,283	81,613,704	83,488,534	77,414,046
5	Less: Accumulated Depreciation	(24,978,029)	(25,173,813)	(25,375,464)	(25,483,914)	(25,642,253)	(25,801,460)	(26,152,719)	(26,360,444)	(26,541,969)	(26,748,897)	(26,437,500)	(26,644,929)	(27,117,048)	(26,035,264)
6	NET UTILITY PLANT	49,772,116	49,614,986	49,666,580	49,424,222	49,781,716	50,014,486	50,839,985	51,319,214	51,601,209	51,782,597	52,766,783	54,968,775	56,371,486	51,378,781
7	OTHER PHYSICAL PROPERTY	2,007,361	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,566
8	Cash	3,477	3,477	3,477	0	0	0	(24)	0	0	0	0	0	0	801
9	Accounts Receivable Customer	1,815,677	1,614,863	1,784,975	1,576,855	1,818,013	1,773,654	1,673,614	1,605,553	1,482,366	1,495,775	1,196,584	1,168,243	1,208,001	1,554,936
10	Allowance for Bad Debts	(319,546)	(229,818)	(237,436)	(268,058)	(280,819)	(282,063)	(271,710)	(248,014)	(240,092)	(42,343)	(38,808)	(27,757)	(35,188)	(193,973)
11	Accounts Receivable Other	3,956	2,150	2,150	2,150	1,000	1,000	1,000	1,000	1,000	4,741	1,659	10,151	17,983	3,842
12	Materials & Supplies	14,693	14,693	14,693	14,693	14,693	14,693	14,693	12,881	12,881	0	0	0	0	9,893
13	Temporary Investments	51,742	56,812	47,883	30,215	30,215	30,215	22,661	22,661	15,107	15,107	15,107	7,554	7,554	27,141
14	Unbilled Revenue	655,756	671,431	665,719	632,217	666,946	658,976	636,726	636,726	636,726	632,224	623,159	640,757	596,599	642,613
15	Prepayments	111,578	124,542	111,290	126,641	127,376	132,007	105,322	114,345	160,330	125,120	136,081	131,107	134,962	126,208
16	TOTAL CURRENT ASSETS	2,337,334	2,258,151	2,392,752	2,114,714	2,377,424	2,328,482	2,182,282	2,145,152	2,068,319	2,230,625	1,933,783	1,930,054	1,929,910	2,171,460
17	Prelim Survey & Investigation Chgs	4,240	4,240	4,240	16,045	18,325	18,325	15,100	18,275	20,205	18,595	18,595	18,595	18,595	14,875
18	Deferred Rate Case Expense	254,016	247,871	267,224	299,338	335,456	401,769	410,728	432,807	447,113	470,506	489,534	498,134	520,603	390,392
19	Regulatory Assets	1,959,931	1,924,301	1,888,671	1,853,041	1,817,411	1,781,781	1,746,151	1,695,602	1,670,504	1,645,407	1,620,309	1,595,211	1,570,114	1,751,418
20	Other Deferred Debits	169,174	165,945	175,864	181,223	194,537	193,495	195,247	222,430	189,991	367,569	356,460	306,152	302,077	232,320
21	RWIP	0	0	0	0	0	(13,780)	(13,780)	(13,780)	(15,280)	(21,630)	(21,630)	(21,630)	(8,430)	(9,995)
22															
23															
24	TOTAL DEFERRED DEBITS	2,387,360	2,342,357	2,335,998	2,349,647	2,365,728	2,381,590	2,353,446	2,355,334	2,312,533	2,480,447	2,463,268	2,396,461	2,402,958	2,379,010
25	TOTAL ASSETS	56,504,172	56,215,493	56,395,330	55,888,582	56,524,868	56,724,558	57,375,713	57,819,700	57,982,061	58,493,670	59,163,834	61,295,290	62,704,354	57,929,817

Comparative Balance Sheet - Assets

Aqua Utilities Florida, Inc.

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ended: 2006
 Historical [] Projected [X]

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

Schedule: A-18
 Page: 2 of 3
 Preparer: Robert M. Griffin

Line No.	(1) ASSETS	(2) Prior Year 12/31/05	(3) 1/31/06	(4) 2/28/06	(5) 3/31/06	(6) 4/30/06	(7) 5/31/06	(8) 6/30/06	(9) 7/31/06	(10) 8/31/06	(11) 9/30/06	(12) 10/31/06	(13) 11/30/06	(14) Test Year Enc 12/31/06	(15) Average Balance
1	Utility Plant	74,040,794	74,655,534	74,893,273	75,399,796	75,436,181	77,417,336	77,249,303	76,976,721	76,950,257	77,272,592	77,282,592	78,012,592	90,892,592	77,421,505
2	Construction Work in Progress	10,504,654	10,311,539	11,141,392	12,394,416	13,848,877	13,446,934	13,706,283	14,892,529	15,815,014	16,576,655	16,576,655	16,576,655	9,576,655	13,489,866
3	Utility Plant Acquisition	(1,056,914)	(1,052,167)	(1,047,420)	(2,491,666)	(2,472,276)	(2,452,887)	(2,433,498)	(2,414,109)	(2,394,720)	(2,375,331)	(2,355,942)	(2,336,553)	(2,317,164)	(2,092,357)
4	GROSS UTILITY PLANT	83,488,534	83,914,906	84,987,246	85,302,546	86,812,782	88,411,384	88,522,088	89,455,141	90,370,551	91,473,916	91,503,305	92,252,694	98,152,083	88,819,014
5	Less: Accumulated Depreciation	(27,117,048)	(27,337,985)	(27,565,528)	(28,735,457)	(28,979,537)	(29,280,240)	(29,182,911)	(29,149,185)	(29,329,139)	(29,809,589)	(30,034,997)	(30,262,533)	(29,727,637)	(28,962,445)
6	NET UTILITY PLANT	56,371,486	56,576,921	57,421,717	56,567,089	57,833,245	59,131,143	59,339,177	60,305,956	61,041,412	61,664,327	61,468,309	61,990,161	68,424,447	59,856,569
7	OTHER PHYSICAL PROPERTY	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
8	Cash	0	0	0	(25,297)	(19,291)	(12,445)	(14,829)	46,112	101,862	40,714	25,000	25,000	25,000	14,756
9	Accounts Receivable Customer	1,208,001	1,353,476	1,404,317	1,259,539	1,528,336	1,316,267	1,387,814	1,311,640	1,209,048	1,396,400	1,419,184	1,419,184	1,419,184	1,356,338
10	Allowance for Bad Debts	(35,188)	(34,469)	(23,650)	(19,487)	(21,808)	(27,403)	(26,754)	(31,854)	(30,098)	(32,831)	(29,122)	(29,122)	(29,122)	(28,531)
11	Accounts Receivable Other	17,983	27,047	10,905	20,871	13,169	20,176	10,842	12,216	17,103	17,707	0	0	0	12,925
12	Materials & Supplies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	Temporary Investments	7,554	0	0	0	0	0	0	0	(0)	(0)	(0)	(0)	(0)	581
14	Unbilled Revenue	596,599	684,821	689,920	686,114	752,018	710,160	707,524	678,101	658,971	690,529	730,982	730,982	730,982	695,977
15	Prepayments	134,962	113,059	108,716	112,645	106,078	138,213	136,550	143,652	166,987	161,023	140,000	140,000	140,000	133,991
16	TOTAL CURRENT ASSETS	1,929,910	2,143,933	2,190,207	2,034,384	2,358,501	2,144,968	2,201,147	2,159,867	2,123,873	2,273,542	2,286,044	2,286,044	2,286,044	2,186,036
17	Prelim Survey & Investigation Chgs	18,595	18,595	18,595	18,595	18,595	18,595	18,595	18,595	18,595	18,595	0	0	0	14,304
18	Deferred Rate Case Expense	520,603	542,441	551,416	562,099	578,182	602,932	631,379	786,460	835,947	878,906	973,333	1,142,760	1,262,187	759,127
19	Regulatory Assets	1,570,114	1,545,016	1,519,918	2,231,106	2,194,560	2,158,015	2,121,469	2,084,923	2,048,377	2,011,831	1,975,285	1,938,739	1,902,193	1,946,273
20	Other Deferred Debits	302,077	327,468	309,455	298,726	289,362	294,932	293,460	304,833	328,477	395,097	354,757	314,417	274,077	314,395
21	RWIP	(8,430)	(13,630)	(13,630)	(13,630)	(13,630)	0	0	(1,500)	(1,500)	(1,500)	(1,500)	(1,500)	0	(5,419)
22															
23															
24	TOTAL DEFERRED DEBITS	2,402,958	2,419,890	2,385,755	3,096,896	3,067,070	3,074,474	3,064,903	3,193,311	3,229,896	3,302,929	3,301,876	3,394,417	3,438,458	3,028,679
25	TOTAL ASSETS	62,704,354	63,140,744	63,997,679	63,698,369	65,258,816	66,350,585	66,605,226	67,659,134	68,395,181	69,240,798	69,056,228	69,670,622	76,148,948	67,071,284

Comparative Balance Sheet - Assets

Aqua Utilities Florida, Inc.

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ended: 2007
 Historical [] Projected [X]

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

Schedule: A-18
 Page: 3 of 3
 Preparer: Robert M. Griffin

Line No.	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	ASSETS	Prior Year 12/31/06	1/31/07	2/28/07	3/31/07	4/30/07	5/31/07	6/30/07	7/31/07	8/31/07	9/30/07	10/31/07	11/30/07	Test Year Enc 12/31/07	Average Balance
1	Utility Plant	90,892,592	94,922,592	94,962,592	95,857,592	95,952,592	96,027,592	97,917,592	97,957,592	98,477,592	99,412,592	99,442,592	99,472,592	100,342,592	97,049,130
2	Construction Work in Progress	9,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,576,655	5,884,347
3	Utility Plant Acquisition	(2,317,164)	(2,297,775)	(2,278,386)	(2,258,997)	(2,239,608)	(2,220,219)	(2,200,830)	(2,181,441)	(2,162,052)	(2,142,663)	(2,123,274)	(2,103,885)	(2,084,496)	(2,200,830)
4	GROSS UTILITY PLANT	98,152,083	98,201,472	98,260,861	99,175,250	99,289,639	99,384,028	101,293,417	101,352,806	101,892,195	102,846,584	102,895,973	102,945,362	103,834,751	100,732,648
5	Less: Accumulated Depreciation	(29,727,637)	(30,004,494)	(30,281,468)	(30,456,053)	(30,730,915)	(31,010,995)	(31,136,588)	(31,422,298)	(31,699,524)	(31,874,478)	(32,164,519)	(32,454,647)	(32,642,313)	(31,200,456)
6	NET UTILITY PLANT	68,424,447	68,196,978	67,979,393	68,719,197	68,558,725	68,373,033	70,156,829	69,930,508	70,192,671	70,972,107	70,731,455	70,490,715	71,192,439	69,532,192
7	OTHER PHYSICAL PROPERTY	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
8	Cash	25,000	16,667	8,333	0	0	0	0	0	0	0	0	0	0	3,846
9	Accounts Receivable Customer	1,419,184	1,573,747	1,739,494	1,720,055	1,881,243	1,826,816	1,799,594	1,716,980	1,701,794	1,758,198	1,785,877	1,791,085	1,797,171	1,731,634
10	Allowance for Bad Debts	(29,122)	(32,293)	(35,694)	(35,296)	(38,603)	(37,486)	(36,928)	(35,232)	(34,921)	(36,078)	(36,646)	(36,753)	(36,878)	(35,533)
11	Accounts Receivable Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Materials & Supplies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	Temporary Investments	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)
14	Unbilled Revenue	730,982	810,593	895,965	885,953	968,976	940,942	926,921	884,369	876,547	905,599	919,856	922,538	925,673	891,916
15	Prepayments	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000
16	TOTAL CURRENT ASSETS	2,286,044	2,508,714	2,748,097	2,710,712	2,951,615	2,870,271	2,829,586	2,706,116	2,683,420	2,767,718	2,809,086	2,816,869	2,825,965	2,731,863
17	Prelim Survey & Investigation Chgs	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	Deferred Rate Case Expense	1,262,187	1,337,344	1,393,229	1,424,114	1,455,000	1,485,885	1,516,770	1,547,656	1,578,541	1,566,980	1,522,866	1,478,751	1,434,636	1,461,843
19	Regulatory Assets	1,902,193	1,865,647	1,829,101	1,792,555	1,756,010	1,719,464	1,682,918	1,646,372	1,609,826	1,573,280	1,536,734	1,500,188	1,463,642	1,682,918
20	Other Deferred Debits	274,077	271,744	269,410	267,077	264,744	262,410	260,077	257,744	255,410	253,077	250,744	248,410	246,077	260,077
21	RWIP	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22															
23															
24	TOTAL DEFERRED DEBITS	3,438,458	3,474,735	3,491,741	3,483,747	3,475,753	3,467,759	3,459,765	3,451,771	3,443,777	3,393,337	3,310,343	3,227,349	3,144,355	3,404,838
25	TOTAL ASSETS	76,148,948	76,180,426	76,219,230	76,913,656	76,986,093	76,711,063	78,446,180	78,088,395	78,319,868	79,133,162	78,850,884	78,534,934	79,162,759	77,668,892

Comparative Balance Sheet - Equity Capital & Liabilities

Consolidated for Aqua Utilities Florida

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ended: 2005
 Historical [X] Projected []

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

Schedule: A-19
 Page: 1 of 3
 Preparer: Robert M. Griffin

Line No.	(1) Liabilities	(2) Prior Year 12/31/04	(3) 1/31/05	(4) 2/28/05	(5) 3/31/05	(6) 4/30/05	(7) 5/31/05	(8) 6/30/05	(9) 7/31/05	(10) 8/31/05	(11) 9/30/05	(12) 10/31/05	(13) 11/30/05	(14) Test Year End 12/31/05	(15) Average Balance
1	Common Stock Issued	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742
2	Preferred Stock Issued														0
3	Additional Paid in Capital											3,396,411	3,396,411	6,927,553	1,055,413
4	Retained Earnings	(14,801,624)	(14,709,858)	(14,656,402)	(14,638,887)	(14,483,792)	(14,438,060)	(14,466,151)	(14,473,470)	(14,667,845)	(14,568,454)	(14,570,913)	(14,659,171)	(14,614,037)	(14,596,051)
5	Other Equity Capital														0
6	TOTAL EQUITY CAPITAL	37,923,118	38,014,884	38,068,340	38,085,855	38,240,950	38,286,681	38,258,591	38,251,271	38,056,897	38,156,288	41,550,240	41,461,982	45,038,257	39,184,104
7	TOTAL LONG TERM DEBT	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Accounts Payable	1,003,999	55,136	212,005	175,410	141,251	150,167	168,509	77,068	77,898	285,925	689,364	1,288,015	1,467,620	445,567
9	Accts & Int. Payable-Assoc Cos	1,195,311	1,816,001	1,504,799	1,263,685	1,760,535	1,539,120	2,401,733	3,002,592	3,312,695	3,197,336	(3,739)	2,211,744	0	1,784,755
10	Customer Deposits	566,194	563,075	567,855	575,841	583,474	589,151	579,781	581,790	589,578	591,713	599,513	604,418	625,567	585,996
11	Accrued Taxes	(574,975)	(605,149)	(419,810)	(278,010)	(212,845)	(93,342)	(32,296)	(123,716)	(128,804)	24,563	73,838	(631,904)	(324,416)	(255,913)
12	Accrued Interest	15,804	12,270	13,697	11,141	5,265	7,110	9,152	11,343	12,658	14,736	16,924	19,202	17,385	12,822
13	Accrued Dividends	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	Misc. Current & Accrued Liabilities	605,374	616,560	694,676	295,474	287,816	301,124	326,905	418,091	479,975	374,101	394,465	468,901	521,482	444,996
15	TOTAL CURRENT & ACC LIABILITIES	2,811,707	2,457,893	2,573,223	2,043,541	2,565,496	2,493,331	3,453,784	3,967,169	4,344,001	4,488,373	1,770,365	3,960,377	2,307,638	3,018,223
16	Other Deferred Credits & Oper. Reserves	14,300	14,300	14,300	14,300	14,300	14,300	0	0	0	0	0	0	0	6,600
17	Contributions in Aid of Construction	24,893,071	24,913,354	24,974,314	25,018,316	25,018,316	25,285,204	25,329,684	25,331,370	25,375,013	25,706,598	25,769,915	25,863,472	26,035,036	25,347,205
18	Less: Accum Amort of CIAC	(9,474,261)	(9,521,175)	(9,571,083)	(9,609,666)	(9,650,430)	(9,691,195)	(10,002,582)	(10,066,347)	(10,130,086)	(10,193,825)	(10,262,923)	(10,326,776)	(10,525,056)	(9,925,031)
19	Accumulated Deferred Income Taxes	336,237	336,237	336,237	336,237	336,237	336,237	336,237	336,237	336,237	336,237	336,237	336,237	(151,521)	298,717
20	Total CIAC & Def Taxes	15,755,047	15,728,416	15,739,467	15,744,886	15,704,122	15,930,246	15,663,338	15,601,260	15,581,164	15,849,010	15,843,229	15,872,932	15,358,459	15,720,890
21	TOTAL EQUITY CAPITAL & LIABILITIES	56,504,172	56,215,493	56,395,330	55,888,582	56,524,868	56,724,558	57,375,713	57,819,700	57,982,061	58,493,670	59,163,834	61,295,290	62,704,354	57,929,817

Comparative Balance Sheet - Equity Capital & Liabilities

Consolidated for Aqua Utilities Florida

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ended 2006
 Historical [] Projected [X]

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

Schedule: A-19
 Page: 2 of 3
 Preparer: Robert M. Griffin

Line No.	(1) Liabilities	(2) Prior Year 12/31/05	(3) 1/31/06	(4) 2/28/06	(5) 3/31/06	(6) 4/30/06	(7) 5/31/06	(8) 6/30/06	(9) 7/31/06	(10) 8/31/06	(11) 9/30/06	(12) 10/31/06	(13) 11/30/06	(14) Test Year End 12/31/06	(15) Average Balance
1	Common Stock Issued	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742
2	Preferred Stock Issued														0
3	Additional Paid in Capital	6,927,553	6,931,392	8,171,620	8,996,527	8,352,772	9,347,932	10,155,891	11,158,353	11,971,525	11,677,611	(8,243,785)	(7,013,863)	(4,849,688)	5,660,295
4	Retained Earnings	(14,614,037)	(14,434,244)	(14,317,005)	(14,220,746)	(14,086,928)	(14,081,027)	(14,002,606)	(13,999,732)	(13,996,858)	(13,993,984)	(13,920,854)	(13,847,723)	(13,774,593)	(14,099,257)
5	Other Equity Capital														0
6	TOTAL EQUITY CAPITAL	45,038,257	45,221,891	46,579,358	47,500,523	46,990,586	47,991,646	48,878,027	49,883,363	50,699,409	50,408,369	30,560,103	31,863,156	34,100,461	44,285,781
7	TOTAL LONG TERM DEBT	0	0	0	0	0	0	0	0	0	0	20,163,348	20,163,348	22,733,641	4,850,795
8	Accounts Payable	1,467,620	588,143	352,026	361,616	632,190	803,444	397,975	782,029	741,362	698,018	525,000	525,000	525,000	646,110
9	Accts & Int. Payable-Assoc Cos	0	1,236,389	822,812	(662,984)	990,233	803,106	898,341	724,883	705,606	996,372	750,000	750,000	750,000	674,212
10	Customer Deposits	625,567	632,356	629,657	624,200	626,598	634,358	623,482	600,000	600,000	600,000	600,000	600,000	600,000	615,094
11	Accrued Taxes	(324,416)	(327,377)	(147,644)	(38,433)	124,128	233,054	155,389	42,070	168,641	938,167	958,212	312,212	1,781,680	298,129
12	Accrued Interest	17,385	13,635	13,056	12,566	5,686	7,730	10,144	17,385	17,385	17,385	17,385	17,385	17,385	14,193
13	Accrued Dividends														0
14	Misc. Current & Accrued Liabilities	521,482	450,083	476,753	336,125	357,110	403,902	376,263	420,862	351,297	344,148	321,500	356,500	431,500	395,963
15	TOTAL CURRENT & ACC LIABILITIES	2,307,638	2,593,229	2,146,660	633,089	2,735,945	2,885,595	2,461,594	2,587,229	2,584,291	3,594,090	3,172,097	2,561,097	4,105,565	2,643,701
16	Other Deferred Credits & Oper. Reserves	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Contributions in Aid of Construction	26,035,036	26,065,848	26,094,056	26,483,709	26,522,798	26,552,878	26,421,227	26,509,977	26,601,147	26,462,949	26,462,949	26,462,949	26,612,949	26,406,806
18	Less: Accum Amort of CIAC	(10,525,056)	(10,588,703)	(10,670,874)	(10,767,430)	(10,838,993)	(10,928,013)	(11,004,101)	(11,081,163)	(11,158,225)	(11,235,884)	(11,348,462)	(11,432,899)	(11,517,815)	(11,007,509)
19	Accumulated Deferred Income Taxes	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(151,521)	(4,694)
20	Total CIAC & Def Taxes	15,358,459	15,325,624	15,271,661	15,564,758	15,532,284	15,473,344	15,265,605	15,188,543	15,111,481	15,238,339	15,160,680	15,083,022	15,209,283	15,291,006
21	TOTAL EQUITY CAPITAL & LIABILITIES	62,704,354	63,140,744	63,997,679	63,698,369	65,258,815	66,350,585	66,605,227	67,659,135	68,395,181	69,240,798	69,056,228	69,670,621	76,148,948	67,071,283

Comparative Balance Sheet - Equity Capital & Liabilities

Consolidated for Aqua Utilities Florida

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ended 2007
 Historical [] Projected [X]

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

Schedule: A-19
 Page: 3 of 3
 Preparer: Robert M. Griffin

Line No.	(1) Liabilities	(2) Prior Year 12/31/06	(3) 1/31/07	(4) 2/28/07	(5) 3/31/07	(6) 4/30/07	(7) 5/31/07	(8) 6/30/07	(9) 7/31/07	(10) 8/31/07	(11) 9/30/07	(12) 10/31/07	(13) 11/30/07	(14) Test Year End 12/31/07	(15) Average Balance
1	Common Stock Issued	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742	52,724,742
2	Preferred Stock Issued														0
3	Additional Paid in Capital	(4,849,688)	(4,978,068)	(5,301,355)	(5,213,296)	(5,196,875)	(5,855,930)	(4,968,251)	(5,471,716)	(5,529,259)	(5,257,893)	(5,762,795)	(5,662,552)	(3,136,939)	(5,168,047)
4	Retained Earnings	(13,774,593)	(13,574,593)	(13,374,593)	(13,174,593)	(12,974,593)	(12,774,593)	(12,574,593)	(12,374,593)	(12,174,593)	(11,974,593)	(11,774,593)	(11,574,593)	(13,847,516)	(12,764,817)
5	Other Equity Capital														0
6	TOTAL EQUITY CAPITAL	34,100,461	34,172,081	34,048,794	34,336,853	34,553,274	34,094,219	35,181,898	34,878,433	35,020,890	35,492,256	35,187,354	35,487,597	35,740,287	34,791,877
7	TOTAL LONG TERM DEBT	22,733,641	22,733,641	22,733,641	22,891,235	22,891,235	22,891,235	23,454,599	23,454,599	23,454,599	23,661,504	23,661,504	23,661,504	23,826,858	23,234,600
8	Accounts Payable	525,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	409,615
9	Accts & Int. Payable-Assoc Cos	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
10	Customer Deposits	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
11	Accrued Taxes	1,781,680	249,650	451,011	650,567	552,672	755,688	672,753	640,576	871,605	818,952	935,176	352,053	288,750	693,933
12	Accrued Interest	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385	17,385
13	Accrued Dividends														0
14	Misc. Current & Accrued Liabilities	431,500	472,587	500,591	352,931	374,965	424,097	395,076	441,905	368,862	361,355	337,575	374,325	453,075	406,834
15	TOTAL CURRENT & ACC LIABILITIES	4,105,565	2,489,622	2,718,986	2,770,883	2,695,022	2,947,169	2,835,214	2,849,866	3,007,852	2,947,693	3,040,136	2,493,763	2,509,210	2,877,768
16	Other Deferred Credits & Oper. Reserves	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17	Contributions in Aid of Construction	26,612,949	26,612,949	26,612,949	26,877,949	26,877,949	26,877,949	27,142,949	27,142,949	27,142,949	27,407,949	27,407,949	27,407,949	27,672,949	27,061,411
18	Less: Accum Amort of CIAC	(11,517,815)	(11,602,976)	(11,688,138)	(11,774,147)	(11,860,157)	(11,946,166)	(12,033,024)	(12,119,881)	(12,206,738)	(12,294,444)	(12,382,149)	(12,469,855)	(12,558,408)	(12,034,915)
19	Accumulated Deferred Income Taxes	1,757,224	1,775,110	1,792,997	1,810,884	1,828,770	1,846,657	1,864,543	1,882,430	1,900,317	1,918,203	1,936,090	1,953,976	1,971,863	1,864,543
20	Total CIAC & Def Taxes	15,209,283	16,785,083	16,717,808	16,914,685	16,846,562	16,778,440	16,974,469	16,905,498	16,836,527	17,031,708	16,961,889	16,892,070	17,086,404	16,764,648
23	TOTAL EQUITY CAPITAL & LIABILITIES	76,148,948	76,180,426	76,219,230	76,913,656	76,986,093	76,711,063	78,446,180	78,088,395	78,319,868	79,133,162	78,850,884	78,534,934	79,162,759	77,668,892







**Palm Terrace
NET OPERATING INCOME**

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Schedule of Water Net Operating Income

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:
Historical 2005, Projected 2006 & 2007

Schedule: B-1
Page: 1 of 1
Preparer: Jack Schreyer

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) Per Books 2005	(3) Utility Test Year Adjustment	(4) Adjusted Test Year 2005	(5) Adjustments 2005-06	(6) Adjusted Intermd. Yr 2006	(7) Adjustments 2006-07	(8) Adjusted Rate Year 2007	(9) Requested Revenue Adjustment	(10) Requested Annual Revenues	(11) Supporting Schedules
1	OPERATING REVENUES	330,839	(1,676)	329,163	7,460	336,623	0	336,623	262,737	599,360	B-4
2	Operation & Maintenance	430,122	10,387	440,509	(47,666)	392,843	105,726	498,568	3,880	502,449	B-5
3	Depreciation, net of CIAC Amort.,U&U	0	5,463	5,463	4,472	9,935	6,954	16,889	0	16,889	B-13
4	Amortization	0	0	0	6,717	6,717	0	6,717	0	6,717	B-3
5	Taxes Other Than Income	20,714	0	20,714	(2,791)	17,924	5,451	23,374	11,823	35,197	B-15
6	Provision for Income Taxes	(46,289)	(6,983)	(53,273)	16,816	(36,456)	(46,327)	(82,783)	94,533	11,749	C-1
7	OPERATING EXPENSES	404,547	8,866	413,414	(22,452)	390,962	71,804	462,766	110,236	573,002	
8	NET OPERATING INCOME	(73,709)	(10,542)	(84,251)	29,912	(54,339)	(71,804)	(126,143)	152,501	26,358	
9	RATE BASE	0	229,772	229,772	38,392	268,164	119,163	387,327		387,327	A-1
10	RATE OF RETURN	-		-36.67%						6.81%	

Schedule of Sewer Net Operating Income

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS

Schedule Year Ended December 31 of:
Historical 2005, Projected 2006 & 2007

Schedule: B-2
Page: 1 of 1
Preparer: Jack Schreyer

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) Per Books 2005	(3) Utility Test Year Adjustment	(4) Adjusted Test Year 2005	(5) Adjustments 2005-06	(6) Adjusted Intermd. Yr 2006	(7) Adjustments 2006-07	(8) Adjusted Rate Year 2007	(9) Requested Revenue Adjustment	(10) Requested Annual Revenues	(11) Supporting Schedules
1	OPERATING REVENUES	400,768	(3,161)	397,607	4,649	402,256	0	402,256	(3,165)	399,091	B-4
2	Operation & Maintenance	210,279	12,748	223,027	(55,675)	167,353	63,707	231,060	(47)	231,013	B-6
3	Depreciation, net of CIAC Amort., U&U	0	6,288	6,288	4,579	10,867	17,718	28,585	0	28,585	B-14
4	Amortization	0	0	0	5,720	5,720	0	5,720	0	5,720	B-3
5	Taxes Other Than Income	33,617	0	33,617	(8,823)	24,794	8,471	33,265	(142)	33,123	B-15
6	Provision for Income Taxes	60,169	(8,143)	52,026	21,208	73,234	(37,556)	35,678	(4,518)	31,160	C-1
7	OPERATING EXPENSES	304,065	10,894	314,959	(32,992)	281,967	52,341	334,308	(4,707)	329,600	
8	NET OPERATING INCOME	96,703	(14,055)	82,648	37,641	120,289	(52,341)	67,948	1,542	69,490	
9	RATE BASE	0	389,523	389,523	43,261	432,784	453,699	886,483		886,483	A-2
10	RATE OF RETURN	-		21.22%						7.84%	

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2005

Schedule: B-3
 Page: 1 of 5
 Preparer: Jack Schreyer

Historical [X] Projected []

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

Line No.	(1) Description	(2) Water	(3) Sewer	(4) Supporting Schedules
UTILITY TEST YEAR ADJUSTMENTS - 2005				
1	A. REVENUES			E-2
2	To reconcile booked revenues with billing analysis	(1,676)	(3,161)	
3	TOTAL	<u>(1,676)</u>	<u>(3,161)</u>	
4				
5	B. OPERATIONS & MAINTENANCE			B-5, B-6
6	Materials & Supplies	Remove non-recurring hurricane expense from prior periods.	0	0
7	Contractual Services - Legal	2004 Accrual true up - Non-recurring	1,542	1,292
8	Contractual Services - Other	Remove non-recurring hurricane expense from prior periods.	0	0
9	Transportation Expenses	Non-recurring True-up entry-2004 Accrual-(Out of Period) & Non-recurring Vehicle tax refund.	1,060	4,930
10	Bad Debt Expense	Out of Period Bad Debt accrual true-up	5,590	4,686
11	Miscellaneous Expense	Non-recurring transfer from Parent to Utility	<u>2,195</u>	<u>1,840</u>
12	TOTAL	<u>10,387</u>	<u>12,748</u>	
13				
14	C. DEPRECIATION NET OF AMORTIZATION OF CIAC (Used & Useful)			B-13, B-14
15	UPIS depreciation expense adjusted for PSC approved UPIS balances and PSC lives	8,571	23,853	
16	CIAC amortization adjusted for PSC approved balances and rates based on PSC UPIS lives	<u>(3,108)</u>	<u>(17,564)</u>	
17	TOTAL	<u>5,463</u>	<u>6,288</u>	
18				
19	D. AMORTIZATION			
20	-	0	0	
21	-	<u>0</u>	<u>0</u>	
22	TOTAL	<u>0</u>	<u>0</u>	
23				
24	E. TAXES OTHER THAN INCOME TAX			B-15
25	1. Payroll tax adjustment	0	0	
26	2. Property Tax adjustment for Future Use plant	<u>0</u>	<u>0</u>	
27	TOTAL	<u>0</u>	<u>0</u>	
28				
29	F. INCOME TAXES			
30	1. Income tax impact of the adjustments to per book income	<u>(6,983)</u>	<u>(8,143)</u>	C-1
31	TOTAL	<u>(6,983)</u>	<u>(8,143)</u>	
32				
33	TOTAL INCOME ADJUSTMENTS	<u><u>7,190</u></u>	<u><u>7,733</u></u>	

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2006
 Historical [] Projected [X]

Schedule: B-3
 Page: 2 of 5
 Preparer: Jack Schreyer

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.	(1) Description	(2) 2006 Water	(3) 2006 Sewer	(4) Supporting Schedules
UTILITY TEST YEAR ADJUSTMENTS - 2006				
1	A. REVENUES			E-2, E-13
2	Customer growth	7,460	4,649	
3	TOTAL	7,460	4,649	
4				
5	B. OPERATIONS & MAINTENANCE			B-5, B-6
6	Salaries & Wages - Employees	Adjustment for open positions (12,211)	(15,343)	
7	Salaries & Wages - Officers, Exec.	Adjustment for open positions (472)	(287)	
8	Employee Pensions & Benefits	Adj. for open positions, less capitalized benefits (3,387)	(6,415)	
9	Purchased Water / Sewer Treatment	Adj. for usually wet weather, plus increase for growth and inflationary increases (19,901)	(1,286)	
10	Sludge Removal Expense	Adj. for upgraded plants, growth and inflationary increases 0	(8,528)	
11	Purchased Power	Adj. for increase in cost due to storm damage recover surcharges and fuel charges (13,144)	(1,733)	
12	Fuel for Purchased Power	Adj. for increase in cost due to fuel charges (31)	4,316	
13	Chemicals	Adj. for increase in chlorine costs 58	(644)	
14	Materials & Supplies	Adj. for increase in spending to improvement and repairs that are not capital in nature. 1,961	3,466	
15	Contractual Services - Engineering	Adj. for the cost of CCR's that were previously paid by the corporate office. 618	834	
16	Contractual Services - Accounting	Adj. for the cost of setting up Sarbane-Oxley procedures, along with a reduction of cost for the process of the Annual Reports to the FPSC. (5,360)	(5,118)	
17	Contractual Services - Legal	Adj. to account for fees that were previously included in the corporate charges in the past. 15,331	1,517	
18	Contractual Services - Mgmt. Fees	Adj. for several items (engineering, legal & acctg) that were previously recorded in Mgmt Fees that are now recorded on the proper lines. (18,300)	(18,121)	
19	Contractual Services - Testing	Fluctuation between monthly and tri-annual testing. (4,208)	(2,362)	
20	Contractual Services - Other	Adj. for changes occurring due to moving the call center from Florida to Cary, NC (4,139)	(13,273)	
21	Rental of Building/Real Prop.	Change in the admin/operations office rent. (342)	(499)	
22	Rental of Equipment	Adj. for fluctuation for the rental of equipment that is volatile from year to year. (25)	(51)	
23	Transportation Expenses	Adj. for the new procedure that transfers a portion of transportation cost to capital. (10,741)	(10,373)	
24	Insurance - Vehicle	Adj. for the new procedure that transfers a portion of transportation cost to capital. (670)	(491)	
25	Insurance - General Liability	Adj. for increase in liability with additional UPIS 795	695	
26	Insurance - Workman's Comp.	Adj. for decrease related to open positions. (757)	(733)	
27	Insurance - Other	Adj. for volatile charges from year to year. (493)	(509)	
28	Advertising Expense	Adj. for additional advertising for open positions and customer notices for NOV's (17)	(1)	
29	Reg. Comm. Exp. - Rate Case Amort.	None 0	0	
30	Reg. Comm. Exp. - Rate Case Other	None 0	0	
31	Bad Debt Expense	Adj. for improved delinquencies (257)	(1,553)	
32	Miscellaneous Expense	Adj. for various additional expenses (i.e. cellular phones, long distance charges, relocation charges, seminars, travel, and fines. 23,468	20,347	
33	Non-recurring 2005 Bonus True-up	397	333	
34	Purchased Power Rate Increase Pass Through	4,131	110	
35	Non-recurring 2005 Miscellaneous Expense reclassifications	31	26	
36	TOTAL	(47,666)	(55,675)	
37				
38	C. DEPRECIATION NET OF AMORTIZATION OF CIAC (Used & Useful)			B-13, B-14
39	Depreciation expense adjusted for plant additions and retirements	4,566	4,258	
40	CIAC amortization adjusted for additional contributions	(94)	321	
41	TOTAL	4,472	4,579	
42				

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2006 - continued
 Historical [] Projected [X]

Schedule: B-3
 Page: 3 of 5
 Preparer: Jack Schreyer

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.	(1) Description	(2) 2006 Water	(3) 2006 Sewer	(4) Supporting Schedules
43	D. AMORTIZATION			
44	To record annual amortization of regulatory assets per PSC 2/27/06 Amendatory Order	6,717	5,720	
45	-	<u>0</u>	<u>0</u>	
46	TOTAL	<u>6,717</u>	<u>5,720</u>	
47				
48	E. TAXES OTHER THAN INCOME TAX			B-15
49	1. RAF on revenue from customer growth and rate index	336	209	
50	2. Payroll tax adjustment	(1,017)	(1,267)	
51	3. Property taxes associated with plant additions	(2,109)	(7,766)	
52	4. Property Tax adjustment for Future Use plant	<u>0</u>	<u>0</u>	
53	TOTAL	<u>(2,791)</u>	<u>(8,823)</u>	
54				
55	F. INCOME TAXES			C-1
56	1. Income tax impact of the adjustments to per book income	<u>16,816</u>	<u>21,208</u>	
57	TOTAL	<u>16,816</u>	<u>21,208</u>	
58				
59	TOTAL INCOME ADJUSTMENTS	<u>(14,991)</u>	<u>(28,342)</u>	

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/07
 Historical [] Projected [X]

Schedule: B-3
 Page: 4 of 5
 Preparer: Jack Schreyer

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.	(1) Description	(2) 2007 Water	(3) 2007 Sewer	(4) Supporting Schedules
UTILITY TEST YEAR ADJUSTMENTS - 2007				
1	A. REVENUES			E-13
2	Customer growth	0	0	
3	TOTAL	0	0	
4				
5	B. OPERATIONS & MAINTENANCE			B-5, B-6
6	Salaries & Wages - Employees Adj. to include filling open positions and to add	41,996	13,642	
7	Salaries & Wages - Officers, Exec. Adj. to include filling open positions and to add	(762)	(728)	
8	Employee Pensions & Benefits Adj. to include filling open positions and to add	4,001	3,184	
9	Purchased Water / Sewer Treatment Adj. to '07plan, allocated by ERCs, increase is 8.536% for water and 2.003 for sewer	19,046	527	
10	Sludge Removal Expense Adj. to '07plan, alloc'd by ERCs, increase 19.286%	0	6,985	
11	Purchased Power Adj. to '07plan, alloc'd by ERCs, increase 14.219%	(371)	873	
12	Fuel for Purchased Power Adj. to '07plan, alloc'd by ERCs, increase 14.219%	13	904	
13	Chemicals Adj. to '07plan, alloc'd by ERCs, increase 8.271%	202	1,711	
14	Materials & Supplies Adj. to '07plan, alloc'd by ERCs, increase 17.589%	812	1,057	
15	Contractual Services - Engineering Adj. to '07plan, alloc'd by ERCs, increase 0.757%	30	146	
16	Contractual Services - Accounting Adj. to '07plan, alloc'd by ERCs, increase 0.757%	280	52	
17	Contractual Services - Legal Adj. to '07plan, alloc'd by ERCs, increase 0.757%	130	616	
18	Contractual Services - Mgmt. Fees Adj. to '07plan, alloc'd by ERCs, increase 13.351%	2,869	2,000	
19	Contractual Services - Testing Adj. to '07plan, alloc'd by ERCs, increase 0.757%	275	160	
20	Contractual Services - Other Adj. to '07plan, alloc'd by ERCs, increase 0.757%	839	131	
21	Rental of Building/Real Prop. Adj. to '07plan, alloc'd by ERCs, increase 1.755%	145	47	
22	Rental of Equipment Adj. to '07plan, alloc'd by ERCs, increase 1.755%	10	252	
23	Transportation Expenses Adj. to '07plan, alloc'd by ERCs, increase 29.843%	1,681	1,103	
24	Insurance - Vehicle Adj. to '07plan, alloc'd by ERCs, increase 7.195%	56	44	
25	Insurance - General Liability Adj. to '07plan, alloc'd by ERCs, increase 7.195%	249	178	
26	Insurance - Workman's Comp. Adj. to '07plan, alloc'd by ERCs, increase 7.195%	35	50	
27	Insurance - Other Adj. to '07plan, alloc'd by ERCs, increase 7.195%	99	49	
28	Advertising Expense Adj. to '07plan, allocated by ERCs.	7	0	
29	Reg. Comm. Exp. - Rate Case Amort. See MFR Schedule B-12	0	0	
30	Reg. Comm. Exp. - Rate Case Other None	0	0	
31	Bad Debt Expense Adj. to '07plan, allocated by ERCs. Anticipated reduction of delinquencies in 2007.	(8,378)	(924)	
32	Miscellaneous Expense Adj. to '07plan, alloc'd by ERCs, increase 2.571%	6,531	4,982	
33	Non-recurring 2005 Bonus True-up	409	343	
34	Purchased Power Rate Increase Pass Through	4,255	114	
35	Contractual Services - Other Customer Call Center conversion	9,744	8,168	
36	Reg. Comm. Exp. - Rate Case Amort.	22,397	18,775	
37	Non-recurring 2005 Miscellaneous Expense reclassifications; Cust. Call Center conversion	(874)	(733)	
38	TOTAL	105,726	63,707	
39				
40	C. DEPRECIATION NET OF AMORTIZATION OF CIAC (Used & Useful)			B-13, B-14
41	Depreciation expense adjusted for plant additions and retirements	7,726	16,087	
42	CIAC amortization adjusted for additional contributions	(772)	1,631	
43	TOTAL	6,954	17,718	
44				
45	D. AMORTIZATION			
46	-	0	0	
47	-	0	0	
48	TOTAL	0	0	
49				
50	E. TAXES OTHER THAN INCOME TAX			B-15
51	1. RAF on revenue from customer growth and rate index	0	0	
52	2. Payroll tax adjustment	3,448	1,098	
53	3. Property taxes associated with plant additions	2,003	7,374	
54	4. Property Tax adjustment for Future Use plant	0	0	
55	TOTAL	5,451	8,471	
56				
57	F. INCOME TAXES			
58	1. Income tax impact of the adjustments to per book income	(46,327)	(37,556)	C-1
59	TOTAL	(46,327)	(37,556)	
60				
61	TOTAL INCOME ADJUSTMENTS	<u>71,804</u>	<u>52,341</u>	

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/07

Historical [] Projected [X]

Schedule: B-3

Page: 5 of 5

Preparer: Jack Schreyer

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.	(1) Description	(2) 2007 Water	(3) 2007 Sewer	(4) Supporting Schedules
UTILITY PROJECTED REVENUE REQUIREMENT ADJUSTMENTS - 2007				
1	NET OPERATING REVENUE			
2	Required Revenue Adjustment	<u>262,737</u>	<u>(3,165)</u>	
3				
4	OPERATION & MAINTENANCE EXPENSE			
5	Bad Debt Adjustment Due To Proposed Rate Increase	<u>3,880</u>	<u>(47)</u>	
6				
7	TAXES OTHER THAN INCOME TAX			
8	RAF on Revenue Adjustment @	4.50% <u>11,823</u>	<u>(142)</u>	
9				
10	INCOME TAX ADJUSTMENT			
11	Rate Year Revenue at Present Rates	336,623	402,256	
12	Plus Required Revenue Adjustment	<u>262,737</u>	<u>(3,165)</u>	
13	Rate Year Revenue at Proposed Rates	<u>599,360</u>	<u>399,091</u>	
14				
15	Less Operating Expenses Before Income Taxes	(561,252)	(298,441)	
16	Less Interest Expense	(7,657)	(19,873)	
17	Taxable Income	<u>30,451</u>	<u>80,777</u>	
18	Income Tax at Composite Rate of	38.58% 11,746	31,160	
19	Less Income Tax at Present Rates	<u>82,783</u>	<u>(35,678)</u>	
20				
21	Income Tax Adjustment	<u>94,530</u>	<u>(4,518)</u>	

Test Year Operating Revenues

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year Ended: 12/31/05

Schedule: B-4
 Page: 1 of 1
 Preparer: Jack Schreyer

Historical [X] Projected []

Explanation: Complete the following revenue schedule for the historical test year or base year.

Line No.	(1) WATER		(3) SEWER	
	Account No. and Description	Revenues	Account No. and Description	Revenues
1	WATER SALES		SEWER SALES	
2	460	Unmetered Water Revenue	521.1	Flat Rate - Residential 384
3	461.1	Metered - Residential 316,408	521.2	Flat Rate - Commercial
4	461.2	Metered - Commercial 8,210	521.3	Flat Rate - Industrial
5	461.3	Metered - Industrial	521.4	Flat Rate - Public Authorities
6	461.4	Metered - Public Authorities	521.5	Flat Rate - Multi-Family
7	461.5	Metered - Multi-Family 0	521.6	Flat Rate - Other
8	462.1	Public Fire Protection 0	522.1	Measured - Residential 396,888
9	462.2	Private Fire Protection	522.2	Measured - Commercial 335
10	464	Other Sales - Public Authorities	522.3	Measured - Industrial
11	465	Irrigation Customers	522.4	Measured - Public Authorities
12	466	Sales for Resale	522.5	Measured - Multi-Family 0
13	467	Interdepartmental Sales	523	Other Sales - Public Authorities
14	475	Unbilled Revenues 0	524	Revenues From Other Systems
15			525	Interdepartmental Sales
16			526	Effluent
17			527	Unbilled Revenues 0
18	TOTAL WATER SALES 324,618		TOTAL SEWER SALES 397,607	
19				
20	OTHER WATER REVENUES		OTHER SEWER REVENUES	
21	470	Forfeited Discounts	531	Sale Of Sludge
22	471	Misc. Service Revenues 4,545	532	Forfeited Discounts
23	472	Rents From Water Property	534	Rents From Sewer Property
24	473	Interdepartmental Rents	535	Interdepartmental Rents
25	474	Other Water Revenues 0	536	Other Sewer Revenues 0
26	TOTAL OTHER WATER REVENUES 4,545		TOTAL OTHER SEWER REVENUES 0	
27				
28	TOTAL WATER OPERATING REVENUES 329,163		TOTAL SEWER OPERATING REVENUES 397,607	

Detail of Operation & Maintenance Expenses By Month - Water
 SUMMARY OF TOTAL ANNUAL UTILITY ADJUSTED WATER O & M

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2005, 2006, 2007
 Historical [X] Projected [X]

Schedule: B-5
 Page: 1 of 4
 Preparer: Jack Schreyer

Explanation: Provide a schedule that shows adjusted O & M expenses.

Line No.	(1) Account No. and Name	(2) 2005 Per Books	(3) 2005 Adjustments	(4) 2005 Adjusted	(5) 2006 Forecast	(6) 2005-06 Forecast Incr (5)-(4)	(7) 2006 Adjustments	(8) 2006 Adjusted	(9) 2007 Budgeted	(10) 2006-07 Forecast Incr (9)-(8)	(11) 2007 Adjustments	(12) 2007 Adjusted
1	601 Salaries & Wages - Employees	25,422	0	25,422	13,211	(12,211)	397	13,608	55,604	41,996	409	56,014
2	603 Salaries & Wages - Officers, Exec.	2,055	0	2,055	1,584	(472)	0	1,584	822	(762)	0	822
3	604 Employee Pensions & Benefits	7,693	0	7,693	4,306	(3,387)	0	4,306	8,307	4,001	0	8,307
4	610 Purchased Water	227,665	0	227,665	207,764	(19,901)	0	207,764	226,810	19,046	0	226,810
5	615 Purchased Power	38,715	0	38,715	25,571	(13,144)	4,131	29,702	29,331	(371)	4,255	33,586
6	616 Fuel for Purchased Power	95	0	95	64	(31)	0	64	77	13	0	77
7	618 Chemicals	1,387	0	1,387	1,445	58	0	1,445	1,647	202	0	1,647
8	620 Materials & Supplies	2,566	0	2,566	4,527	1,961	0	4,527	5,339	812	0	5,339
9	631 Contractual Services - Engineering	699	0	699	1,317	618	0	1,317	1,346	30	0	1,346
10	632 Contractual Services - Accounting	11,048	0	11,048	5,688	(5,360)	0	5,688	5,968	280	0	5,968
11	633 Contractual Services - Legal	13	1,542	1,554	16,885	15,331	0	16,885	17,015	130	0	17,015
12	634 Contractual Services - Mgmt. Fees	37,621	0	37,621	19,320	(18,300)	0	19,320	22,189	2,869	0	22,189
13	635 Contractual Services - Testing	11,864	0	11,864	7,657	(4,208)	0	7,657	7,932	275	0	7,932
14	636 Contractual Services - Other	17,184	0	17,184	13,045	(4,139)	0	13,045	13,883	839	9,744	23,627
15	641 Rental of Building/Real Prop.	1,039	0	1,039	696	(342)	0	696	841	145	0	841
16	642 Rental of Equipment	75	0	75	50	(25)	0	50	61	10	0	61
17	650 Transportation Expenses	15,908	1,060	16,968	6,227	(10,741)	0	6,227	7,908	1,681	0	7,908
18	656 Insurance - Vehicle	1,080	0	1,080	410	(670)	0	410	465	56	0	465
19	657 Insurance - General Liability	2,040	0	2,040	2,835	795	0	2,835	3,084	249	0	3,084
20	658 Insurance - Workman's Comp.	1,171	0	1,171	414	(757)	0	414	449	35	0	449
21	659 Insurance - Other	1,493	0	1,493	1,000	(493)	0	1,000	1,099	99	0	1,099
22	660 Advertising Expense	53	0	53	35	(17)	0	35	43	7	0	43
23	666 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	22,397	22,397
24	667 Reg. Comm. Exp. - Rate Case Other	0	0	0	0	0	0	0	0	0	0	0
25	670 Bad Debt Expense	17,326	5,590	22,916	22,659	(257)	0	22,659	14,281	(8,378)	0	14,281
26	675 Miscellaneous Expense	5,911	2,195	8,106	31,574	23,468	31	31,605	38,135	6,531	(874)	37,261
27	TOTAL WATER O & M EXPENSES	430,122	10,387	440,509	388,283	(52,225)	4,559	392,843	462,637	69,795	35,931	498,568

Detail of Operation & Maintenance Expenses By Month - Water

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2005
 Historical [X] Projected []

Schedule: B-5
 Page: 2 of 4
 Preparer: Jack Schreyer

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year (unadjusted Per Books).

Line No.	Account No. and Name	(1) 2005 Jan	(2) Feb	(3) Mar	(4) Apr	(5) May	(6) Jun	(7) Jul	(8) Aug	(9) Sep	(10) Oct	(11) Nov	(12) 2005 Dec	(13) Total Per Books Annual
1	601 Salaries & Wages - Employees	1,083	1,147	4,423	1,896	1,709	1,833	2,300	1,126	2,365	1,820	2,156	3,563	25,422
2	603 Salaries & Wages - Officers, Exec.	0	186	421	270	247	308	286	185	294	240	284	(668)	2,055
3	604 Employee Pensions & Benefits	570	722	1,263	928	934	728	672	539	784	(197)	758	(9)	7,693
4	610 Purchased Water	12,276	11,503	13,703	17,028	17,040	21,859	19,384	14,866	19,646	18,012	20,312	42,036	227,665
5	615 Purchased Power	3,508	2,249	4,898	3,555	3,463	3,700	2,368	4,677	3,927	2,307	2,325	1,738	38,715
6	616 Fuel for Purchased Power	0	0	22	8	6	11	9	0	10	6	9	13	95
7	618 Chemicals	179	227	228	81	59	118	98	0	106	59	96	137	1,387
8	620 Materials & Supplies	0	0	700	103	207	252	76	452	183	373	80	140	2,566
9	631 Contractual Services - Engineering	0	0	36	13	9	19	15	0	153	145	151	158	699
10	632 Contractual Services - Accounting	0	190	595	334	296	3,034	2,192	636	1,382	620	807	962	11,048
11	633 Contractual Services - Legal	0	0	3	1	1	2	1	0	1	1	1	2	13
12	634 Contractual Services - Mgmt. Fees	0	1,858	4,403	3,091	3,360	3,523	3,276	3,169	2,810	3,379	4,444	4,308	37,621
13	635 Contractual Services - Testing	2,894	113	1,837	1,248	988	738	299	593	1,227	864	406	657	11,864
14	636 Contractual Services - Other	2,370	414	4,424	1,291	1,200	(249)	1,673	1,087	1,046	1,177	969	1,782	17,184
15	641 Rental of Building/Real Prop.	0	0	241	86	63	125	103	0	112	63	101	145	1,039
16	642 Rental of Equipment	0	0	17	6	5	9	7	0	8	5	7	10	75
17	650 Transportation Expenses	0	886	1,811	1,253	1,277	1,411	1,753	1,149	1,815	1,551	1,780	1,222	15,908
18	656 Insurance - Vehicle	0	75	134	96	90	106	100	75	102	90	100	110	1,080
19	657 Insurance - General Liability	0	142	254	182	171	200	190	142	193	170	188	208	2,040
20	658 Insurance - Workman's Comp.	0	107	107	107	107	107	106	106	106	106	106	106	1,171
21	659 Insurance - Other	0	104	186	133	125	146	139	104	142	124	137	152	1,493
22	660 Advertising Expense	0	0	12	4	3	6	5	0	6	3	5	7	53
23	666 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0
24	667 Reg. Comm. Exp. - Rate Case Other	0	0	0	0	0	0	0	0	0	0	0	0	0
25	670 Bad Debt Expense	6,712	3,587	60	21	5,540	2,101	26	(85)	(45)	16	(20)	(585)	17,326
26	675 Miscellaneous Expense	327	118	1,151	272	571	497	459	263	397	666	465	724	5,911
27	TOTAL WATER O & M EXPENSES	29,919	23,628	40,928	32,010	37,473	40,586	35,537	29,084	36,770	31,600	35,668	56,918	430,122

Detail of Operation & Maintenance Expenses By Month - Water

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2006
 Historical [] Projected [X]

Schedule: B-5
 Page: 3 of 4
 Preparer: Jack Schreyer

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the year 2006 (unadjusted Forecast).

Line No.	Account No. and Name	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
		2006 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2006 Forecast Annual	
1	601 Salaries & Wages - Employees	1,768	1,336	1,652	1,929	1,551	1,460	987	636	595	663	630	2	13,211	
2	603 Salaries & Wages - Officers, Exec.	296	217	(183)	250	204	224	232	78	75	80	78	31	1,584	
3	604 Employee Pensions & Benefits	683	716	(47)	641	497	338	614	194	188	199	194	89	4,306	
4	610 Purchased Water	24,152	19,260	19,652	23,964	23,383	19,582	22,396	12,929	13,272	9,994	9,956	9,224	207,764	
5	615 Purchased Power	1,582	1,569	1,636	1,595	1,563	1,350	129	3,333	3,409	3,184	3,177	3,043	25,571	
6	616 Fuel for Purchased Power	10	3	4	6	2	3	4	7	7	8	7	3	64	
7	618 Chemicals	103	29	38	61	17	627	43	113	112	117	115	70	1,445	
8	620 Materials & Supplies	173	23	197	504	50	34	164	698	712	670	668	634	4,527	
9	631 Contractual Services - Engineering	152	141	142	146	139	142	143	65	66	63	63	56	1,317	
10	632 Contractual Services - Accounting	390	988	626	668	299	622	636	322	331	298	294	214	5,688	
11	633 Contractual Services - Legal	1	0	0	1	0	0	1	1	1	1	1	16,877	16,885	
12	634 Contractual Services - Mgmt. Fees	2,891	2,650	2,513	2,539	2,624	2,764	1,376	447	431	459	445	180	19,320	
13	635 Contractual Services - Testing	241	114	262	197	973	258	141	1,132	1,152	1,090	1,086	1,011	7,657	
14	636 Contractual Services - Other	1,006	852	1,362	812	552	649	684	1,501	1,513	1,464	1,451	1,199	13,045	
15	641 Rental of Building/Real Prop.	109	31	40	65	18	37	46	80	77	82	80	32	696	
16	642 Rental of Equipment	8	2	3	5	1	3	3	6	6	6	6	2	50	
17	650 Transportation Expenses	1,572	1,329	1,251	738	48	170	132	225	217	231	224	90	6,227	
18	656 Insurance - Vehicle	62	42	44	50	38	43	45	20	19	20	20	8	410	
19	657 Insurance - General Liability	415	372	376	388	366	375	379	37	36	38	37	15	2,835	
20	658 Insurance - Workman's Comp.	60	59	59	59	59	59	59	0	0	0	0	0	414	
21	659 Insurance - Other	147	119	123	131	115	122	125	27	26	28	27	11	1,000	
22	660 Advertising Expense	6	2	2	3	1	2	2	4	4	4	4	2	35	
23	666 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0	
24	667 Reg. Comm. Exp. - Rate Case Other	0	0	0	0	0	0	0	0	0	0	0	0	0	
25	670 Bad Debt Expense	27	8	10	16	16,185	1,453	1,867	654	612	613	613	601	22,659	
26	675 Miscellaneous Expense	612	239	549	685	205	360	362	5,855	5,975	5,628	5,621	5,482	31,574	
27	TOTAL WATER O & M EXPENSES	36,465	30,100	30,311	35,454	48,891	30,679	30,571	28,364	28,836	24,940	24,796	38,877	388,283	

Detail of Operation & Maintenance Expenses By Month - Water

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2007

Historical [] Projected [X]

Schedule: B-5

Page: 4 of 4

Preparer: Jack Schreyer

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the year 2007 (unadjusted Budget).

Line No.	Account No. and Name	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
		2007 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2007 Dec	Total Budgeted Annual	
1	601 Salaries & Wages - Employees	5,444	4,201	4,345	4,737	3,991	4,307	4,441	4,983	4,938	5,018	4,978	4,222	55,604	
2	603 Salaries & Wages - Officers, Exec.	129	36	47	76	21	44	54	94	91	97	94	38	822	
3	604 Employee Pensions & Benefits	1,067	1,090	231	1,010	839	664	979	511	504	517	511	384	8,307	
4	610 Purchased Water	26,419	20,963	21,404	26,132	25,413	21,324	24,393	14,184	14,551	11,001	10,955	10,071	226,810	
5	615 Purchased Power	1,827	1,797	1,877	1,834	1,788	1,549	156	3,821	3,907	3,651	3,643	3,481	29,331	
6	616 Fuel for Purchased Power	12	3	4	7	2	4	5	9	9	9	9	4	77	
7	618 Chemicals	124	35	46	74	20	684	52	131	130	137	134	80	1,647	
8	620 Materials & Supplies	207	27	232	595	59	42	194	822	838	790	788	746	5,339	
9	631 Contractual Services - Engineering	157	143	144	149	140	144	145	68	69	66	65	57	1,346	
10	632 Contractual Services - Accounting	431	1,006	644	694	307	639	656	351	360	329	324	227	5,968	
11	633 Contractual Services - Legal	2	0	1	1	0	1	1	1	1	1	1	17,005	17,015	
12	634 Contractual Services - Mgmt. Fees	3,322	3,017	2,864	2,905	2,982	3,150	1,579	540	521	554	538	217	22,189	
13	635 Contractual Services - Testing	276	124	276	218	986	272	156	1,166	1,186	1,124	1,119	1,029	7,932	
14	636 Contractual Services - Other	1,130	891	1,415	886	575	693	739	1,597	1,606	1,562	1,546	1,242	13,883	
15	641 Rental of Building/Real Prop.	132	37	48	78	21	45	55	97	93	99	96	39	841	
16	642 Rental of Equipment	9	3	3	6	2	3	4	7	7	7	7	3	61	
17	650 Transportation Expenses	2,013	1,718	1,614	943	58	211	159	272	262	279	271	109	7,908	
18	656 Insurance - Vehicle	69	46	49	56	42	48	51	24	23	24	24	10	465	
19	657 Insurance - General Liability	451	401	406	420	394	405	410	45	43	46	45	18	3,084	
20	658 Insurance - Workman's Comp.	65	64	64	64	64	64	64	0	0	0	0	0	449	
21	659 Insurance - Other	163	129	132	142	123	131	135	33	32	34	33	13	1,099	
22	660 Advertising Expense	7	2	2	4	1	2	3	5	5	5	5	2	43	
23	666 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0	
24	667 Reg. Comm. Exp. - Rate Case Other	0	0	0	0	0	0	0	0	0	0	0	0	0	
25	670 Bad Debt Expense	33	9	12	19	10,132	915	1,175	421	394	396	395	381	14,281	
26	675 Miscellaneous Expense	739	288	666	828	246	436	437	7,072	7,216	6,798	6,789	6,621	38,135	
27	TOTAL WATER O & M EXPENSES	44,227	36,030	36,528	41,880	48,206	35,778	36,041	36,254	36,784	32,544	32,368	45,998	462,637	

Detail of Operation & Maintenance Expenses By Month - Sewer
 SUMMARY OF TOTAL ANNUAL UTILITY ADJUSTED SEWER O & M

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2005, 2006, 2007

Historical [X] Projected [X]

Schedule: B-6

Page: 1 of 4

Preparer: Jack Schreyer

Explanation: Provide a schedule that shows adjusted O & M expenses.

Line No.	(1) Account No. and Name	(2) 2005			(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
		Per Books	Adjustments	Adjusted	2006 Forecast	2005-06 Forecast Incr (5)-(4)	2006 Adjustments	2006 Adjusted	2007 Budgeted	2006-07 Forecast Incr (9)-(8)	2007 Adjustments	2007 Adjusted
1	701 Salaries & Wages - Employees	27,294	0	27,294	11,951	(15,343)	333	12,284	25,926	13,642	343	26,269
2	703 Salaries & Wages - Officers, Exec.	1,327	0	1,327	1,040	(287)	0	1,040	312	(728)	0	312
3	704 Employee Pensions & Benefits	7,509	0	7,509	1,094	(6,415)	0	1,094	4,278	3,184	0	4,278
4	710 Purchased Sewage Treatment	3,822	0	3,822	2,535	(1,286)	0	2,535	3,062	527	0	3,062
5	711 Sludge Removal Expense	44,345	0	44,345	35,816	(8,528)	0	35,816	42,801	6,985	0	42,801
6	715 Purchased Power	6,847	0	6,847	5,114	(1,733)	110	5,225	6,098	873	114	6,212
7	716 Fuel for Power Production	34	0	34	4,350	4,316	0	4,350	5,254	904	0	5,254
8	718 Chemicals	20,579	0	20,579	19,935	(644)	0	19,935	21,646	1,711	0	21,646
9	720 Materials & Supplies	2,535	0	2,535	6,001	3,466	0	6,001	7,058	1,057	0	7,058
10	731 Contractual Services - Engineering	74	0	74	908	834	0	908	1,053	146	0	1,053
11	732 Contractual Services - Accounting	9,140	0	9,140	4,021	(5,118)	0	4,021	4,073	52	0	4,073
12	733 Contractual Services - Legal	153	1,292	1,445	2,962	1,517	0	2,962	3,578	616	0	3,578
13	734 Contractual Services - Mgmt. Fees	32,536	0	32,536	14,415	(18,121)	0	14,415	16,415	2,000	0	16,415
14	735 Contractual Services - Testing	10,963	0	10,963	8,602	(2,362)	0	8,602	8,761	160	0	8,761
15	736 Contractual Services - Other	25,254	0	25,254	11,981	(13,273)	0	11,981	12,112	131	8,168	20,280
16	741 Rental of Building/Real Prop.	724	0	724	225	(499)	0	225	272	47	0	272
17	742 Rental of Equipment	1,264	0	1,264	1,213	(51)	0	1,213	1,465	252	0	1,465
18	750 Transportation Expenses	9,158	4,930	14,088	3,715	(10,373)	0	3,715	4,818	1,103	0	4,818
19	756 Insurance - Vehicle	846	0	846	355	(491)	0	355	399	44	0	399
20	757 Insurance - General Liability	1,597	0	1,597	2,291	695	0	2,291	2,469	178	0	2,469
21	758 Insurance - Workman's Comp.	1,196	0	1,196	464	(733)	0	464	514	50	0	514
22	759 Insurance - Other	1,170	0	1,170	660	(509)	0	660	709	49	0	709
23	760 Advertising Expense	1	0	1	0	(1)	0	0	0	0	0	0
24	766 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	18,775	18,775
25	767 Reg. Comm. Exp. - Other	0	0	0	0	0	0	0	0	0	0	0
26	770 Bad Debt Expense	0	4,686	4,686	3,133	(1,553)	0	3,133	2,209	(924)	0	2,209
27	775 Miscellaneous Expense	1,913	1,840	3,753	24,100	20,347	26	24,126	29,108	4,982	(733)	28,375
28	TOTAL SEWER O & M EXPENSES	210,279	12,748	223,027	166,883	(56,144)	469	167,353	204,393	37,041	26,667	231,060

Detail of Operation & Maintenance Expenses By Month - Sewer

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2005

Historical [X] Projected []

Schedule: B-6

Page: 2 of 4

Preparer: Jack Schreyer

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year (unadjusted Per Books).

Line No.	Account No. and Name	(1) 2005 Jan	(2) Feb	(3) Mar	(4) Apr	(5) May	(6) Jun	(7) Jul	(8) Aug	(9) Sep	(10) Oct	(11) Nov	(12) 2005 Dec	(13) Total Annual
1	701 Salaries & Wages - Employees	1,766	1,270	3,354	2,143	2,015	2,959	1,700	1,810	2,381	1,835	2,581	3,480	27,294
2	703 Salaries & Wages - Officers, Exec.	0	168	258	200	192	215	200	161	203	180	199	(648)	1,327
3	704 Employee Pensions & Benefits	264	406	1,029	634	602	823	752	748	1,033	111	962	146	7,509
4	710 Purchased Sewage Treatment	4,760	0	886	736	(4,949)	461	380	0	411	231	373	532	3,822
5	711 Sludge Removal Expense	2,747	749	4,782	2,945	8,462	3,324	2,387	2,398	4,534	3,283	4,495	4,238	44,345
6	715 Purchased Power	85	46	1,485	572	409	809	634	100	733	394	674	905	6,847
7	716 Fuel for Power Production	0	0	8	3	2	4	3	0	4	2	3	5	34
8	718 Chemicals	372	653	3,308	1,240	1,119	2,263	1,816	1,333	2,004	2,491	1,352	2,629	20,579
9	720 Materials & Supplies	30	0	329	62	45	90	74	223	307	120	215	1,039	2,535
10	731 Contractual Services - Engineering	0	0	17	6	4	9	7	0	8	4	7	10	74
11	732 Contractual Services - Accounting	0	171	409	256	233	2,584	1,856	553	1,148	509	652	768	9,140
12	733 Contractual Services - Legal	0	0	35	13	9	18	15	0	16	9	15	21	153
13	734 Contractual Services - Mgmt. Fees	0	1,676	3,792	2,724	2,983	3,083	2,787	2,751	2,378	2,899	3,803	3,661	32,536
14	735 Contractual Services - Testing	145	249	2,156	227	487	407	375	2,032	400	2,096	1,029	1,359	10,963
15	736 Contractual Services - Other	1,966	1,099	4,508	2,079	2,706	(286)	1,021	1,652	1,026	941	1,672	6,871	25,254
16	741 Rental of Building/Real Prop.	0	0	168	60	44	87	72	0	78	44	71	101	724
17	742 Rental of Equipment	0	0	79	28	21	41	34	434	527	21	33	47	1,264
18	750 Transportation Expenses	0	799	1,447	1,064	1,103	1,175	1,370	998	1,500	1,304	(2,566)	963	9,158
19	756 Insurance - Vehicle	0	68	95	78	75	82	77	65	77	72	76	81	846
20	757 Insurance - General Liability	0	128	179	146	141	154	145	123	147	136	144	153	1,597
21	758 Insurance - Workman's Comp.	0	96	134	110	106	116	108	92	110	102	108	115	1,196
22	759 Insurance - Other	0	94	131	107	104	113	106	90	107	100	106	112	1,170
23	760 Advertising Expense	0	0	0	0	0	0	0	0	0	0	0	0	1
24	766 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0
25	767 Reg. Comm. Exp. - Other	0	0	0	0	0	0	0	0	0	0	0	0	0
26	770 Bad Debt Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
27	775 Miscellaneous Expense	51	90	316	75	165	117	108	221	89	96	176	408	1,913
28	TOTAL SEWER O & M EXPENSES	12,186	7,762	28,906	15,507	16,077	18,650	16,029	15,784	19,219	16,980	16,181	26,997	210,279

Detail of Operation & Maintenance Expenses By Month - Sewer

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2006
 Historical [] Projected [X]

Schedule: B-6
 Page: 3 of 4
 Preparer: Jack Schreyer

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the year 2006 (unadjusted Forecast).

Line No.	(1) Account No. and Name	(2) - (13)												(14) Total Annual
		2006 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2006 Dec	
1	701 Salaries & Wages - Employees	1,398	1,288	1,901	1,786	1,574	1,619	1,281	302	275	317	297	(87)	11,951
2	703 Salaries & Wages - Officers, Exec.	201	174	(177)	188	169	177	181	29	28	30	29	12	1,040
3	704 Employee Pensions & Benefits	810	836	(2,544)	580	(24)	213	263	216	209	222	216	98	1,094
4	710 Purchased Sewage Treatment	354	121	156	260	64	148	185	284	274	292	283	114	2,535
5	711 Sludge Removal Expense	5,527	1,863	1,898	2,471	1,467	2,407	2,873	3,600	3,654	3,477	3,460	3,120	35,816
6	715 Purchased Power	636	242	360	480	153	387	1,825	262	248	270	256	(5)	5,114
7	716 Fuel for Power Production	607	208	268	447	110	254	318	487	470	500	485	196	4,350
8	718 Chemicals	2,931	1,730	2,220	1,455	1,999	2,033	2,758	923	973	979	982	953	19,935
9	720 Materials & Supplies	869	260	1,432	212	132	358	4	560	573	535	534	531	6,001
10	731 Contractual Services - Engineering	95	33	42	70	17	40	50	122	122	122	120	75	908
11	732 Contractual Services - Accounting	194	817	491	495	237	491	492	173	186	151	150	144	4,021
12	733 Contractual Services - Legal	414	142	183	304	75	173	217	332	320	341	330	133	2,962
13	734 Contractual Services - Mgmt. Fees	2,123	2,200	2,051	1,997	2,219	2,277	1,047	114	110	117	114	46	14,415
14	735 Contractual Services - Testing	262	177	2,073	244	207	1,362	230	833	851	799	798	766	8,602
15	736 Contractual Services - Other	1,087	1,364	490	499	482	861	492	1,374	1,406	1,314	1,313	1,298	11,981
16	741 Rental of Building/Real Prop.	31	11	14	23	6	13	16	25	24	26	25	10	225
17	742 Rental of Equipment	169	58	75	125	31	71	89	136	131	140	135	55	1,213
18	750 Transportation Expenses	1,110	1,015	993	492	(0)	60	8	9	8	9	9	3	3,715
19	756 Insurance - Vehicle	50	37	39	45	34	38	41	16	16	17	16	7	355
20	757 Insurance - General Liability	331	316	318	322	314	317	319	12	12	13	12	5	2,291
21	758 Insurance - Workman's Comp.	67	56	58	62	54	57	59	12	11	12	12	5	464
22	759 Insurance - Other	96	94	94	94	94	94	94	0	0	0	0	0	660
23	760 Advertising Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
24	766 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0
25	767 Reg. Comm. Exp. - Other	0	0	0	0	0	0	0	0	0	0	0	0	0
26	770 Bad Debt Expense	60	21	26	44	11	25	31	621	579	582	580	552	3,133
27	775 Miscellaneous Expense	88	59	329	16	105	109	186	4,739	4,846	4,541	4,541	4,541	24,100
28	TOTAL SEWER O & M EXPENSES	19,513	13,119	12,790	12,712	9,526	13,584	13,059	15,181	15,326	14,805	14,698	12,570	166,883

Detail of Operation & Maintenance Expenses By Month - Sewer

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2007
 Historical [] Projected [X]

Schedule: B-6
 Page: 4 of 4
 Preparer: Jack Schreyer

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the year 2007 (unadjusted Budget).

Line No.	(1) Account No. and Name	(2) - (13)												(14) Total Annual
		2007 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2007 Dec	
1	701 Salaries & Wages - Employees	2,551	1,914	2,010	2,295	1,757	1,987	2,090	2,359	2,332	2,381	2,356	1,895	25,926
2	703 Salaries & Wages - Officers, Exec.	44	15	19	32	8	18	23	35	34	36	35	14	312
3	704 Employee Pensions & Benefits	1,174	1,189	(2,609)	910	219	489	546	501	493	508	500	358	4,278
4	710 Purchased Sewage Treatment	428	146	189	314	77	179	224	343	331	352	342	138	3,062
5	711 Sludge Removal Expense	6,604	2,227	2,268	2,955	1,751	2,876	3,432	4,302	4,366	4,158	4,136	3,726	42,801
6	715 Purchased Power	762	289	428	575	181	458	2,104	327	310	338	321	6	6,098
7	716 Fuel for Power Production	734	251	324	539	133	306	384	588	567	604	586	237	5,254
8	718 Chemicals	3,182	1,876	2,407	1,583	2,165	2,205	2,991	1,006	1,060	1,067	1,071	1,035	21,646
9	720 Materials & Supplies	1,022	306	1,684	249	154	420	4	659	674	630	630	626	7,058
10	731 Contractual Services - Engineering	115	39	51	85	21	48	60	139	137	140	137	82	1,053
11	732 Contractual Services - Accounting	198	825	497	502	238	496	498	178	189	154	154	146	4,073
12	733 Contractual Services - Legal	500	171	221	367	90	209	262	401	386	412	399	161	3,578
13	734 Contractual Services - Mgmt. Fees	2,418	2,497	2,329	2,270	2,516	2,587	1,192	138	133	142	137	55	16,415
14	735 Contractual Services - Testing	277	183	2,094	256	211	1,378	238	850	868	817	815	776	8,761
15	736 Contractual Services - Other	1,102	1,376	496	507	486	870	499	1,389	1,422	1,328	1,327	1,309	12,112
16	741 Rental of Building/Real Prop.	38	13	17	28	7	16	20	30	29	31	30	12	272
17	742 Rental of Equipment	205	70	90	150	37	85	107	164	158	169	163	66	1,465
18	750 Transportation Expenses	1,440	1,317	1,289	638	0	78	10	10	10	11	10	4	4,818
19	756 Insurance - Vehicle	56	40	43	50	36	42	45	20	19	20	20	8	399
20	757 Insurance - General Liability	357	339	341	347	336	341	343	15	14	15	15	6	2,469
21	758 Insurance - Workman's Comp.	74	61	63	68	58	62	64	14	14	15	14	6	514
22	759 Insurance - Other	103	101	101	101	101	101	101	0	0	0	0	0	709
23	760 Advertising Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
24	766 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0
25	767 Reg. Comm. Exp. - Other	0	0	0	0	0	0	0	0	0	0	0	0	0
26	770 Bad Debt Expense	72	25	32	53	13	30	38	417	389	393	391	356	2,209
27	775 Miscellaneous Expense	106	71	398	20	126	132	224	5,723	5,853	5,485	5,485	5,485	29,108
28	TOTAL SEWER O & M EXPENSES	23,562	15,340	14,780	14,894	10,721	15,413	15,499	19,610	19,790	19,203	19,075	16,506	204,393

Operation & Maintenance Expense Comparison - Water

Florida Public Service Commission

Palm Terrace

Schedule: B-7

Docket No. 060368-WS

Page: 1 of 1

Schedule Year Ended: 12/31/2005

Preparer: Jack Schreyer

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.	Acct No.	(1) Account Name	(2) Historical Year 2000	(3) Test Year Adjusted 2005	(4) Difference	(5) % Difference
1	601	Salaries & Wages - Employees	35,447	25,422	(10,025)	-28.28%
2	603	Salaries & Wages - Officers, Exec.	0	2,055	2,055	-
3	604	Employee Pensions & Benefits	11,545	7,693	(3,852)	-33.36%
4	610	Purchased Water	93,528	227,665	134,137	143.42%
5	615	Purchased Power	2,921	38,715	35,794	1225.40%
6	616	Fuel for Power Production	0	95	95	-
7	618	Chemicals	425	1,387	962	226.47%
8	620	Materials & Supplies	3,769	2,566	(1,203)	-31.91%
9	631	Contractual Services - Engineering	2	699	697	34834.47%
10	632	Contractual Services - Accounting	638	11,048	10,410	1631.67%
11	633	Contractual Services - Legal	1,597	1,554	(43)	-2.67%
12	634	Contractual Services - Mgmt. Fees	0	37,621	37,621	-
13	635	Contractual Services - Testing	3,394	11,864	8,470	249.57%
14	636	Contractual Services - Other	19,290	17,184	(2,106)	-10.92%
15	641	Rental of Building/Real Prop.	1,083	1,039	(44)	-4.08%
16	642	Rental of Equipment	72	75	3	4.07%
17	650	Transportation Expenses	4,309	16,968	12,659	293.78%
18	656	Insurance - Vehicle	572	1,080	508	88.80%
19	657	Insurance - General Liability	1,216	2,040	824	67.74%
20	658	Insurance - Workman's Comp.	559	1,171	612	109.48%
21	659	Insurance - Other	152	1,493	1,341	882.48%
22	660	Advertising Expense	358	53	(305)	-85.23%
23	666	Reg. Comm. Exp. - Rate Case Amort.	4,183	0	(4,183)	-100.00%
24	667	Reg. Comm. Exp. - Other	1,218	0	(1,218)	-100.00%
25	670	Bad Debt Expense	1,953	22,916	20,963	1073.36%
26	675	Miscellaneous Expense	11,318	8,106	(3,212)	-28.38%
27	TOTAL WATER O & M EXPENSES		<u>199,549</u>	<u>440,509</u>	<u>240,960</u>	<u>120.75%</u>
28	Total Customers (ERCs)		1,195.6	1,172.3	(23.3)	-1.94%
29	Consumer Price Index - U					<u>10.31%</u>
30	Growth Plus Inflation					<u>8.16%</u>

Supporting Schedules: B-5, F-8

Operation & Maintenance Expense Comparison - Water

Florida Public Service Commission

Palm Terrace

Schedule: B-7 Supl

Docket No. 060368-WS

Page: 1 of 1

Schedule Year Ended: 12/31/2005

Preparer: Jack Schreyer

Explanation: Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U.

Line No.	(1) Acct No.	(2) Explanation	
1	603	Sal.&Wages - Exec.	Prior owner did not allocate all admin costs to entities
2	610	Purchased Water	Due to increase in vendor costs over the five year period
3	615	Purchased Power	Due to storm damage recovery costs and increase in fuel charges
4	618	Chemicals	Prior owner did not allocate all Admin costs to entities; incr. in chlorine costs
5	631	Cont. Services - Eng	Prior owner did not allocate all Admin costs to entities
6	632	Cont. Services - Acctg	Prior owner did not allocate all Admin costs to entities
7	633	Cont. Services - Legal	Prior owner did not allocate all Admin costs to entities
8	634	Cont. Services - Mgmt.	Prior owner did not allocate all Admin costs to entities
9	636	Cont. Services - Other	Non-recurring hurricane expense
10	641	Rental of Bldg/Real Prop	Increase in admin/operations office rent
11	642	Rental of Equipment	Increase in rental of equipment
12	656	Insurance - Vehicle	Increase in insurance costs
13	657	Insurance - Gen.Liability	Increase in liability with additional UPIS
14	658	Insurance - Work.Comp.	Increase for additional positions
15	659	Insurance - Other	Increase in costs from year to year
16	670	Bad Debt Expense	Out of period accrual true-up

Operation & Maintenance Expense Comparison - Sewer

Florida Public Service Commission

Palm Terrace

Schedule: B-8

Docket No. 060368-WS

Page: 1 of 1

Schedule Year Ended: 12/31/2005

Preparer: Jack Schreyer

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.	Acct No.	(1) Account Name	(2) Historical Year 2000	(3) Test Year Adjusted 2005	(4) Difference	(5) % Difference
1	701	Salaries & Wages - Employees	37,025	27,294	(9,731)	-26.28%
2	703	Salaries & Wages - Officers, Exec.	0	1,327	1,327	-
3	704	Employee Pensions & Benefits	12,078	7,509	(4,569)	-37.83%
4	710	Purchased Sewage Treatment	0	3,822	3,822	-
5	711	Sludge Removal Expense	25,740	44,345	18,605	72.28%
6	715	Purchased Power	12,083	6,847	(5,236)	-43.33%
7	716	Fuel for Power Production	0	34	34	-
8	718	Chemicals	9,508	20,579	11,071	116.44%
9	720	Materials & Supplies	15,223	2,535	(12,688)	-83.35%
10	731	Contractual Services - Engineering	220	74	(146)	-66.40%
11	732	Contractual Services - Accounting	553	9,140	8,587	1552.72%
12	733	Contractual Services - Legal	1,384	1,445	61	4.40%
13	734	Contractual Services - Mgmt. Fees	0	32,536	32,536	-
14	735	Contractual Services - Testing	12,867	10,963	(1,904)	-14.80%
15	736	Contractual Services - Other	16,481	25,254	8,773	53.23%
16	741	Rental of Building/Real Prop.	939	724	(215)	-22.86%
17	742	Rental of Equipment	63	1,264	1,201	1905.80%
18	750	Transportation Expenses	3,648	14,088	10,440	286.17%
19	756	Insurance - Vehicle	495	846	351	70.84%
20	757	Insurance - General Liability	1,054	1,597	543	51.48%
21	758	Insurance - Workman's Comp.	550	1,196	646	117.55%
22	759	Insurance - Other	132	1,170	1,038	786.15%
23	760	Advertising Expense	310	1	(309)	-99.83%
24	766	Reg. Comm. Exp. - Rate Case Amort.	3,627	0	(3,627)	-100.00%
25	767	Reg. Comm. Exp. - Other	1,056	0	(1,056)	-100.00%
26	770	Bad Debt Expense	1,693	4,686	2,993	176.78%
27	775	Miscellaneous Expense	16,323	3,753	(12,570)	-77.01%
28	TOTAL SEWER O & M EXPENSES		<u>173,052</u>	<u>223,027</u>	<u>49,975</u>	<u>28.88%</u>
29	Total Customers (ERCs)		1,032	1,010	(21)	-2.06%
30	Consumer Price Index - U					<u>10.31%</u>
31	Growth Plus Inflation					<u>8.03%</u>

Supporting Schedules: B-6, F-8

Operation & Maintenance Expense Comparison - Sewer

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2005

Schedule: B-8 Supl

Page: 1 of 1

Preparer: Jack Schreyer

Explanation: Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U.

Line No.	(1) Acct No.	(2) Explanation	
1	703	Sal.&Wages - Exec.	Prior owner did not allocate all admin costs to entities
2	731	Cont. Services - Eng	Prior owner did not allocate all Admin costs to entities
3	732	Cont. Services - Acctg	Prior owner did not allocate all Admin costs to entities
4	733	Cont. Services - Legal	Prior owner did not allocate all Admin costs to entities
5	734	Cont. Services - Mgmt.	Prior owner did not allocate all Admin costs to entities
6	736	Cont. Services - Other	Non-recurring hurricane expense
7	741	Rental of Bldg/Real Prop.	Increase in admin/operations office rent
8	742	Rental of Equipment	Increase in rental of equipment
9	756	Insurance - Vehicle	Increase in insurance costs
10	757	Insurance - Gen.Liability	Increase in liability with additional UPIS
11	758	Insurance - Work.Comp.	Increase for additional positions
12	759	Insurance - Other	Increase in costs from year to year
13	770	Bad Debt Expense	Out of period accrual true-up

Contractual Services

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Schedule: B-9
 Page: 1 of 1
 Preparer: Jack Schreyer

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.

Line No.	(1) Consultant	(2) Type of Service	(3) Amount	(4) Description of Work Performed
Water				
1	Aqua Services, Inc.	Management	31,817	Corporate services and sundry charges
2	26483Harbor Branch	Testing-Treat-Ops	10,217	Lab Testing
3				
4				
5				
6				
7				
8				
9				
10				
Sewer				
11	Aqua Services, Inc.	Management	28,070	Corporate services and sundry charges
12	26483Harbor Branch	Testing-T&D-Oper	9,425	Lab Testing
13				
14				
15				
16				
17				
18				
19				
20				

Analysis of Rate Case Expense

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Schedule: B-10
 Page: 1 of 1
 Preparer: Jack Schreyer

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 breakdown of the total by persons assisting in the application, including the hours billed, the hourly rate, and a detailed list of services provided. Also provide the amortization and its allocation, including support behind this determination.

Line No.	(1) Firm or Vendor Name	(2) Counsel, Consultant or Witness	(3) Hourly Rate	(4) Total Est of Firm's Charges	(5) Type of Service Rendered	(6) Comments
1	Aqua Utilities Florida, Inc.			351,388	Corp. Charges	
2	Aqua Utilities Florida, Inc.			1,275	Copies	
3	Aqua Utilities Florida, Inc.			4,385	Postage	
4	Aqua Utilities Florida, Inc.			68,106	Payroll	
5	Aqua Utilities Florida, Inc.			648	Temp. Agency	
6	Aqua Utilities Florida, Inc.			78,770	Legal	
7	Aqua Utilities Florida, Inc.			856	Travel	
8	Aqua Utilities Florida, Inc.			182,426	Consulting	
9	Rutledge, Ecenia, Purnell & Hoffman			8,712	Legal	
10	Abel, Band, Russel			1,260	Legal	
11	Ward, Mullen, Franceski	Tim Ward, Lee Mullen, Dan Franceski		370,000	Consulting	
12	FL PSC	FL PSC		9,000	Filing Fee	
13	Rutledge, Ecenia, Purnell & Hoffman	Ken Hoffman	275.00	242,000	Legal	
14	Printer	Copying, printing, mailing		75,000	Printing, mailing, copies	
15	Guastella & Assoc.	John F Guastella, John M Guastella, Gary White		425,000	Consulting, Accounting, Engineering	Analysis of Books, Used & Useful studies, Prep of MFRs, Interrogs. & Conferences.
16	Notice Requirement			3,200	Newspaper Notices	16 County Notices placed 2 times.
17	Customer Notices - Printing			3,000	Customer Notification	Notices send twice (1 per hearing)
18	Customer Notices - Postage & Mailing			20,700	Customer Notification	Notices send twice (1 per hearing)
19						
20	Total			<u>1,845,725</u>		

Estimate Through PAA [] or Commission Hearing [X]

	(A) Total	(B) Water		(D) Sewer		(E) Allocated Amount
		Allocation % Pct (ERC)	Allocated Amount	Allocation % Pct (ERC)	Allocated Amount	
a Amortization of Rate Case Expense:						
b						
c Prior Unamortized Rate Case Expense	0	4.854%	0	4.069%	0	0
d						
e Subtotal Prior Cases	0		0			0
f						
g Current rate Case Expense	1,845,725	4.854%	89,589	4.069%	75,099	
h						
i Total Projected Rate Case Expense	1,845,725		89,589		75,099	
j						
k Amortization Period in Years:	4					
l Annual Amortization	<u>461,431</u>		<u>22,397</u>		<u>18,775</u>	

m
 n Method of Allocation Between Systems:
 (Provide Calculation)

Note: Allocation is by ERCs of the systems in this rate case filing.

Analysis of Major Maintenance Projects

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Schedule: B-11
 Page: 1 of 1
 Preparer: Jack Schreyer

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

Line No.	(1) Maintenance Projects greater than 2% of test year revenues per : Date	(2) Description	(3) Total Cost	(4) How often to Repeat
1	<u>WATER:</u>			
2		None		
3				
4				
5				
6				
7				
8				
9				
10	TOTAL WATER PROJECTS		0	
11				
12	<u>SEWER:</u>			
13		None		
14				
15				
16				
17				
18				
19				
20	TOTAL SEWER PROJECTS		0	

Allocation of Expenses

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2005

Historical [X] Projected []

Schedule: B-12

Page: 1 of 3

Preparer: Jack Schreyer

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.

(1) Line No.	(2) Acct. No.	(3) Description	(5) Allocation Percentages (Note A)				(8) Allocation Method	(10) Amounts Allocated				(12) Total
			(4) Water	(5) Sewer	(6) Other	(7) Total		(9) Water	(10) Sewer	(11) Other	(12) Total	
1	603 / 703	Salaries - Officers	3.21%	2.79%		6.00%	Customers *	2,055	1,327		3,382	
2	604 / 704	Pensions & Benefits	3.21%	2.79%		6.00%	Customers *	7,693	7,509		15,202	
3	632 / 732	Contractual Services - Acctg	3.21%	2.79%		6.00%	Customers *	11,048	9,140		20,188	
4	633 / 733	Contractual Services - Legal	3.21%	2.79%		6.00%	Customers *	1,554	1,445		2,999	
5	634 / 734	Contractual Services - Mgmt.	3.21%	2.79%		6.00%	Customers *	37,621	32,536		70,157	
6	641 / 741	Rental of Building/Real Prop.	3.21%	2.79%		6.00%	Customers *	1,039	724		1,763	
7	656 / 756	Insurance - Vehicle	3.21%	2.79%		6.00%	Customers *	1,080	846		1,926	
8	657 / 757	Insurance - General Liability	3.21%	2.79%		6.00%	Customers *	2,040	1,597		3,636	
9	658 / 758	Insurance - Work. Comp.	3.21%	2.79%		6.00%	Customers *	1,171	1,196		2,367	
10	659 / 759	Insurance - Other	3.21%	2.79%		6.00%	Customers *	1,493	1,170		2,663	
11	675 / 775	Miscellaneous Expense	3.21%	2.79%		6.00%	Customers *	8,106	3,753		11,859	

Note A: Statewide expenses are allocated down to Water and Sewer systems by these percentages

* These accounts are allocated primarily by Customer count; the amounts shown contain the allocated amount plus some direct charges

Allocation of Expenses

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2006

Historical [X] Projected [X]

Schedule: B-12

Page: 2 of 3

Preparer: Jack Schreyer

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.

(1) Line No.	(2) Acct. No.	(3) Description	(4) Allocation Percentages (Note A)				(8) Allocation Method	(9) Amounts Allocated			
			Water	Sewer	Other	Total		Water	Sewer	Other	Total
1	603 / 703	Salaries - Officers	3.21%	2.79%		6.00%	Customers *	1,584	1,040		2,624
2	604 / 704	Pensions & Benefits	3.21%	2.79%		6.00%	Customers *	4,306	1,094		5,400
3	632 / 732	Contractual Services - Acctg	3.21%	2.79%		6.00%	Customers *	5,688	4,021		9,709
4	633 / 733	Contractual Services - Legal	3.21%	2.79%		6.00%	Customers *	16,885	2,962		19,848
5	634 / 734	Contractual Services - Mgmt.	3.21%	2.79%		6.00%	Customers *	19,320	14,415		33,735
6	641 / 741	Rental of Building/Real Prop.	3.21%	2.79%		6.00%	Customers *	696	225		922
7	656 / 756	Insurance - Vehicle	3.21%	2.79%		6.00%	Customers *	410	355		765
8	657 / 757	Insurance - General Liability	3.21%	2.79%		6.00%	Customers *	2,835	2,291		5,126
9	658 / 758	Insurance - Work. Comp.	3.21%	2.79%		6.00%	Customers *	414	464		878
10	659 / 759	Insurance - Other	3.21%	2.79%		6.00%	Customers *	1,000	660		1,661
11	675 / 775	Miscellaneous Expense	3.21%	2.79%		6.00%	Customers *	31,605	24,126		55,730

Note A: Statewide expenses are allocated down to Water and Sewer systems by these percentages

* These accounts are allocated primarily by Customer count; the amounts shown contain the allocated amount plus some direct charges

Allocation of Expenses

Florida Public Service Commission

Palm Terrace

Schedule: B-12

Docket No. 060368-WS

Page: 3 of 3

Schedule Year Ended: 12/31/2007

Preparer: Jack Schreyer

Historical [] Projected [X]

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.

(1) Line No.	(2) Acct. No.	(3) Description	(5) Allocation Percentages (Note A)				(8) Allocation Method	(10) Amounts Allocated			
			(4) Water	(5) Sewer	(6) Other	(7) Total		(9) Water	(10) Sewer	(11) Other	(12) Total
1	603 / 703	Salaries - Officers	3.07%	2.57%		5.65%	ERCs *	822	312		1,134
2	604 / 704	Pensions & Benefits	3.07%	2.57%		5.65%	ERCs *	8,307	4,278		12,585
3	632 / 732	Contractual Services - Acctg	3.07%	2.57%		5.65%	ERCs *	5,968	4,073		10,041
4	633 / 733	Contractual Services - Legal	3.07%	2.57%		5.65%	ERCs *	17,015	3,578		20,593
5	634 / 734	Contractual Services - Mgmt.	3.07%	2.57%		5.65%	ERCs *	22,189	16,415		38,604
6	641 / 741	Rental of Building/Real Prop.	3.07%	2.57%		5.65%	ERCs *	841	272		1,113
7	656 / 756	Insurance - Vehicle	3.07%	2.57%		5.65%	ERCs *	465	399		865
8	657 / 757	Insurance - General Liability	3.07%	2.57%		5.65%	ERCs *	3,084	2,469		5,553
9	658 / 758	Insurance - Work. Comp.	3.07%	2.57%		5.65%	ERCs *	449	514		963
10	659 / 759	Insurance - Other	3.07%	2.57%		5.65%	ERCs *	1,099	709		1,809
11	666 / 766	Rate Case Amort	4.85%	4.07%		8.92%	ERCs	22,397	18,775		41,172
12	675 / 775	Miscellaneous Expense	3.07%	2.57%		5.65%	ERCs *	37,261	28,375		65,637

Note A: Statewide expenses are allocated down to Water and Sewer systems by these percentages

* These accounts are allocated primarily by ERCs; the amounts shown contain the allocated amount plus some direct charges

Net Depreciation Expense - Water

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2005
 Historical [X] Projected []

Schedule: B-13
 Page: 1 of 3
 Preparer: Jack Schreyer

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

Line No.	(1) Account No. and Name	(5) (6) (7) Depreciation Expense			(8) Used & Useful %	(9) Used & Useful Expense
		(5) 2005 Per Books	(6) Utility Adjustments	(7) Adjusted Depreciation Expense		
1	INTANGIBLE PLANT					
2	301.1 Organization	0	14	14	100.00%	14
3	302.1 Franchises	0	82	82	100.00%	82
4	339.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0
5	SOURCE OF SUPPLY & PUMPING PLANT					
6	303.2 Land & Land Rights	0	0	0	100.00%	0
7	304.2 Structures & Improvements	0	650	650	100.00%	650
8	305.2 Collect. & Impound Reservoirs	0	0	0	100.00%	0
9	306.2 Lake, River & Other Intakes	0	0	0	100.00%	0
10	307.2 Wells & Springs	0	290	290	100.00%	290
11	308.2 Infiltration Galleries & Tunnels	0	0	0	100.00%	0
12	309.2 Supply Mains	0	595	595	100.00%	595
13	310.2 Power Generation Equipment	0	0	0	100.00%	0
14	311.2 Pumping Equipment	0	382	382	100.00%	382
15	339.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0
16	WATER TREATMENT PLANT					
17	303.3 Land & Land Rights	0	0	0	100.00%	0
18	304.3 Structures & Improvements	0	0	0	100.00%	0
19	311.3 Pumping Equipment	0	0	0	100.00%	0
20	320.3 Water Treatment Equipment	0	0	0	100.00%	0
21	339.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0
22	TRANSMISSION & DISTRIBUTION PLANT					
23	303.4 Land & Land Rights	0	0	0	100.00%	0
24	304.4 Structures & Improvements	0	0	0	100.00%	0
25	311.4 Pumping Equipment	0	0	0	100.00%	0
26	330.4 Distr. Reservoirs & Standpipes	0	270	270	100.00%	270
27	331.4 Transm. & Distribution Mains	0	2,704	2,704	100.00%	2,704
28	333.4 Services	0	0	0	100.00%	0
29	334.4 Meters & Meter Installations	0	2,768	2,768	100.00%	2,768
30	335.4 Hydrants	0	0	0	100.00%	0
31	336.4 Backflow Prevention	0	0	0	100.00%	0
32	339.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0
33	GENERAL PLANT					
34	303.5 Land & Land Rights	0	0	0	100.00%	0
35	304.5 Structures & Improvements	0	0	0	100.00%	0
36	340.5 Office Furniture & Equipment	0	0	0	100.00%	0
37	340.51 Computer Equipment	0	468	468	100.00%	468
38	341.5 Transportation Equipment	0	0	0	100.00%	0
39	342.5 Stores Equipment	0	0	0	100.00%	0
40	343.5 Tools, Shop & Garage Equipment	0	25	25	100.00%	25
41	344.5 Laboratory Equipment	0	174	174	100.00%	174
42	345.5 Power Operated Equipment	0	0	0	100.00%	0
43	346.5 Communication Equipment	0	0	0	100.00%	0
44	347.5 Miscellaneous Equipment	0	150	150	100.00%	150
45	348.5 Other Tangible Plant	0	0	0	100.00%	0
46	TOTAL DEPRECIATION EXPENSE	0	8,571	8,571		8,571
	Composite U&U Rate				100.00%	
47	(LESS) AMORTIZATION OF CIAC	0	(3,108)	(3,108)		(3,108)
48	NET DEPRECIATION EXPENSE - WATER	0	5,463	5,463		5,463
49	Net Depr Expense Used & Useful	0				

Net Depreciation Expense - Water

Florida Public Service Commission

Palm Terrace

Schedule: B-13

Docket No. 060368-WS

Page: 2 of 3

Schedule Year Ended: 12/31/2006

Preparer: Jack Schreyer

Historical [] Projected [X]

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

Line No.	(1) Account No. and Name	(5) (6) (7) Depreciation Expense			(8) Used & Useful %	(9) Used & Useful Depreciation Expense	(10) Used & Useful Change Over Prior Year
		2006 Year Expense	Utility Adjustments	Adjusted Depreciation Expense			
1	INTANGIBLE PLANT						
2	301.1 Organization	14	0	14	100.00%	14	0
3	302.1 Franchises	82	0	82	100.00%	82	0
4	339.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
5	SOURCE OF SUPPLY & PUMPING PLANT						
6	303.2 Land & Land Rights	0	0	0	100.00%	0	0
7	304.2 Structures & Improvements	664	0	664	100.00%	664	14
8	305.2 Collect. & Impound Reservoirs	0	0	0	100.00%	0	0
9	306.2 Lake, River & Other Intakes	0	0	0	100.00%	0	0
10	307.2 Wells & Springs	290	0	290	100.00%	290	(0)
11	308.2 Infiltration Galleries & Tunnels	0	0	0	100.00%	0	0
12	309.2 Supply Mains	623	0	623	100.00%	623	29
13	310.2 Power Generation Equipment	0	0	0	100.00%	0	0
14	311.2 Pumping Equipment	382	0	382	100.00%	382	0
15	339.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
16	WATER TREATMENT PLANT						
17	303.3 Land & Land Rights	0	0	0	100.00%	0	0
18	304.3 Structures & Improvements	0	0	0	100.00%	0	0
19	311.3 Pumping Equipment	0	0	0	100.00%	0	0
20	320.3 Water Treatment Equipment	0	0	0	100.00%	0	0
21	339.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
22	TRANSMISSION & DISTRIBUTION PLANT						
23	303.4 Land & Land Rights	0	0	0	100.00%	0	0
24	304.4 Structures & Improvements	0	0	0	100.00%	0	0
25	311.4 Pumping Equipment	0	0	0	100.00%	0	0
26	330.4 Distr. Reservoirs & Standpipes	270	0	270	100.00%	270	0
27	331.4 Transm. & Distribution Mains	2,929	0	2,929	100.00%	2,929	225
28	333.4 Services	144	0	144	100.00%	144	144
29	334.4 Meters & Meter Installations	2,997	0	2,997	100.00%	2,997	230
30	335.4 Hydrants	0	0	0	100.00%	0	0
31	336.4 Backflow Prevention	0	0	0	100.00%	0	0
32	339.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
33	GENERAL PLANT						
34	303.5 Land & Land Rights	0	0	0	100.00%	0	0
35	304.5 Structures & Improvements	0	0	0	100.00%	0	0
36	340.5 Office Furniture & Equipment	0	0	0	100.00%	0	0
37	340.51 Computer Equipment	3,422	0	3,422	100.00%	3,422	2,954
38	341.5 Transportation Equipment	774	0	774	100.00%	774	774
39	342.5 Stores Equipment	0	0	0	100.00%	0	0
40	343.5 Tools, Shop & Garage Equipment	0	0	0	100.00%	0	(25)
41	344.5 Laboratory Equipment	174	0	174	100.00%	174	(0)
42	345.5 Power Operated Equipment	0	0	0	100.00%	0	0
43	346.5 Communication Equipment	0	0	0	100.00%	0	0
44	347.5 Miscellaneous Equipment	372	0	372	100.00%	372	222
45	348.5 Other Tangible Plant	0	0	0	100.00%	0	0
42	TOTAL DEPRECIATION EXPENSE	13,137	0	13,137		13,137	4,566
43	Composite NU&U Rate (LESS) AMORTIZATION OF CIAC	(3,202)	0	(3,202)	100.00%	(3,202)	(94)
44	NET DEPRECIATION EXPENSE - WATER	9,935	0	9,935		9,935	4,472

Net Depreciation Expense - Water

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended: 12/31/2007

Historical [] Projected [X]

Schedule: B-13

Page: 3 of 3

Preparer: Jack Schreyer

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

Line No.	(1) Account No. and Name	(5) (6) (7) Depreciation Expense			(8) Used & Useful %	(9) Used & Useful Depreciation Expense	(10) Used & Useful Change Over Prior Year
		2007 Year Expense	Utility Adjustments	Adjusted Depreciation Expense			
1	INTANGIBLE PLANT						
2	301.1 Organization	14	0	14	100.00%	14	0
3	302.1 Franchises	82	0	82	100.00%	82	0
4	339.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
5	SOURCE OF SUPPLY & PUMPING PLANT						
6	303.2 Land & Land Rights	0	0	0	100.00%	0	0
7	304.2 Structures & Improvements	670	0	670	100.00%	670	7
8	305.2 Collect. & Impound Reservoirs	0	0	0	100.00%	0	0
9	306.2 Lake, River & Other Intakes	0	0	0	100.00%	0	0
10	307.2 Wells & Springs	290	0	290	100.00%	290	(0)
11	308.2 Infiltration Galleries & Tunnels	0	0	0	100.00%	0	0
12	309.2 Supply Mains	766	0	766	100.00%	766	143
13	310.2 Power Generation Equipment	0	0	0	100.00%	0	0
14	311.2 Pumping Equipment	382	0	382	100.00%	382	0
15	339.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
16	WATER TREATMENT PLANT						
17	303.3 Land & Land Rights	0	0	0	100.00%	0	0
18	304.3 Structures & Improvements	0	0	0	100.00%	0	0
19	311.3 Pumping Equipment	0	0	0	100.00%	0	0
20	320.3 Water Treatment Equipment	0	0	0	100.00%	0	0
21	339.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
22	TRANSMISSION & DISTRIBUTION PLANT						
23	303.4 Land & Land Rights	0	0	0	100.00%	0	0
24	304.4 Structures & Improvements	0	0	0	100.00%	0	0
25	311.4 Pumping Equipment	0	0	0	100.00%	0	0
26	330.4 Distr. Reservoirs & Standpipes	270	0	270	100.00%	270	0
27	331.4 Transm. & Distribution Mains	3,685	0	3,685	100.00%	3,685	756
28	333.4 Services	144	0	144	100.00%	144	0
29	334.4 Meters & Meter Installations	3,302	0	3,302	100.00%	3,302	304
30	335.4 Hydrants	0	0	0	100.00%	0	0
31	336.4 Backflow Prevention	0	0	0	100.00%	0	0
32	339.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
33	GENERAL PLANT						
34	303.5 Land & Land Rights	0	0	0	100.00%	0	0
35	304.5 Structures & Improvements	0	0	0	100.00%	0	0
36	340.5 Office Furniture & Equipment	0	0	0	100.00%	0	0
37	340.51 Computer Equipment	9,551	0	9,551	100.00%	9,551	6,129
38	341.5 Transportation Equipment	1,160	0	1,160	100.00%	1,160	387
39	342.5 Stores Equipment	0	0	0	100.00%	0	0
40	343.5 Tools, Shop & Garage Equipment	0	0	0	100.00%	0	0
41	344.5 Laboratory Equipment	174	0	174	100.00%	174	(0)
42	345.5 Power Operated Equipment	0	0	0	100.00%	0	0
43	346.5 Communication Equipment	0	0	0	100.00%	0	0
44	347.5 Miscellaneous Equipment	372	0	372	100.00%	372	0
45	348.5 Other Tangible Plant	0	0	0	100.00%	0	0
42	TOTAL DEPRECIATION EXPENSE	20,863	0	20,863		20,863	7,726
	Composite NU&U Rate				100.00%		
43	(LESS) AMORTIZATION OF CIAC	(3,974)	0	(3,974)		(3,974)	(772)
44	NET DEPRECIATION EXPENSE - WATER	16,889	0	16,889		16,889	6,954

Net Depreciation Expense - Sewer

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-W5
 Schedule Year Ended: 12/31/2005
 Historical [X] Projected []

Schedule: B-14
 Page: 1 of 3
 Preparer: Jack Schreyer

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

Line No.	(1) Account No. and Name	(5) (6) (7) Depreciation Expense			(8) Used & Useful %	(9) Used & Useful Depreciation Expense
		(5) 2005 Per Books	(6) Utility Adjustments	(7) Adjusted Depreciation Expense		
1	INTANGIBLE PLANT					
2	351.1 Organization	0	22	22	100.00%	22
3	352.1 Franchises	0	72	72	100.00%	72
4	389.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0
5	COLLECTION PLANT					
6	353.2 Land & Land Rights	0	0	0	100.00%	0
7	354.2 Structures & Improvements	0	1,666	1,666	100.00%	1,666
8	355.2 Power Generation Equipment	0	0	0	100.00%	0
9	360.2 Collection Sewers - Force	0	509	509	100.00%	509
10	361.2 Collection Sewers - Gravity	0	5,160	5,160	100.00%	5,160
11	362.2 Special Collecting Structures	0	0	0	100.00%	0
12	363.2 Services to Customers	0	55	55	100.00%	55
13	364.2 Flow Measuring Devices	0	1,023	1,023	100.00%	1,023
14	365.2 Flow Measuring Installations	0	0	0	100.00%	0
15	389.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0
16	SYSTEM PUMPING PLANT					
17	353.3 Land & Land Rights	0	0	0	100.00%	0
18	354.3 Structures & Improvements	0	0	0	100.00%	0
19	355.3 Power Generation Equipment	0	0	0	100.00%	0
20	370.3 Receiving Wells	0	770	770	100.00%	770
21	371.3 Pumping Equipment	0	3,044	3,044	100.00%	3,044
22	389.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0
23	TREATMENT AND DISPOSAL PLANT					
24	353.4 Land & Land Rights	0	0	0	100.00%	0
25	354.4 Structures & Improvements	0	101	101	100.00%	101
26	355.4 Power Generation Equipment	0	0	0	100.00%	0
27	380.4 Treatment & Disposal Equipment	0	10,893	10,893	100.00%	10,893
28	381.4 Plant Sewers	0	116	116	100.00%	116
29	382.4 Outfall Sewer Lines	0	0	0	100.00%	0
30	389.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0
31	RECLAIMED WATER TREATMENT PLANT					
32	353.5 Land & Land Rights	0	0	0	100.00%	0
33	354.5 Structures & Improvements	0	0	0	100.00%	0
34	355.5 Power Generation Equipment	0	0	0	100.00%	0
35	371.5 Pumping Equipment	0	0	0	100.00%	0
36	374.5 Reuse Distribution Reservoirs	0	0	0	100.00%	0
37	380.5 Treatment & Disposal Equipment	0	1	1	100.00%	1
38	381.5 Plant Sewers	0	0	0	100.00%	0
39	389.5 Other Plant & Misc. Equipment	0	0	0	100.00%	0
40	RECLAIMED WATER DISTRIBUTION PLANT					
41	352.6 Franchises	0	0	0	100.00%	0
42	353.6 Land & Land Rights	0	0	0	100.00%	0
43	354.6 Structures & Improvements	0	0	0	100.00%	0
44	355.6 Power Generation Equipment	0	0	0	100.00%	0
45	366.6 Reuse Services	0	0	0	100.00%	0
46	367.6 Reuse Meters & Meter Installations	0	0	0	100.00%	0
47	371.6 Pumping Equipment	0	13	13	100.00%	13
48	375.6 Reuse Transmission & Distr. Sys.	0	0	0	100.00%	0
49	389.6 Other Plant & Misc. Equipment	0	0	0	100.00%	0
50	GENERAL PLANT					
51	353.7 Land & Land Rights	0	0	0	100.00%	0
52	354.7 Structures & Improvements	0	0	0	100.00%	0
53	390.7 Office Furniture & Equipment	0	0	0	100.00%	0
54	390.71 Computer Equipment	0	407	407	100.00%	407
55	391.7 Transportation Equipment	0	0	0	100.00%	0
56	392.7 Stores Equipment	0	0	0	100.00%	0
57	393.7 Tools, Shop & Garage Equipment	0	0	0	100.00%	0
58	394.7 Laboratory Equipment	0	0	0	100.00%	0
59	395.7 Power Operated Equipment	0	0	0	100.00%	0
60	396.7 Communication Equipment	0	0	0	100.00%	0
61	397.7 Miscellaneous Equipment	0	0	0	100.00%	0
62	398.7 Other Tangible Plant	0	0	0	100.00%	0
63	TOTAL DEPRECIATION EXPENSE	0	23,853	23,853		23,853
	Composite NU&U Rate				100.00%	
64	(LESS) AMORTIZATION OF CIAC	0	(17,564)	(17,564)		(17,564)
65	NET DEPRECIATION EXPENSE - SEWER	0	6,288	6,288		6,288
66	Net Depr Expense Used & Useful	0				

Net Depreciation Expense - Sewer

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2006
 Historical [] Projected [X]

Schedule: B-14
 Page: 2 of 3
 Preparer: Jack Schreyer

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

Line No.	Account No. and Name	(1)	(5)	(6)	(7)	(8)	(9)	(10)
		Depreciation Expense			Used & Useful %	Used & Useful Depreciation Expense	Used & Useful Change Over Prior Year	
		2006 Year Expense	Utility Adjustments	Adjusted Depreciation Expense				
1	INTANGIBLE PLANT							
2	351.1 Organization	17	0	17	100.00%	17	(6)	
3	352.1 Franchises	72	0	72	100.00%	72	0	
4	389.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	
5	COLLECTION PLANT							
6	353.2 Land & Land Rights	0	0	0	100.00%	0	0	
7	354.2 Structures & Improvements	1,715	0	1,715	100.00%	1,715	49	
8	355.2 Power Generation Equipment	0	0	0	100.00%	0	0	
9	360.2 Collection Sewers - Force	833	0	833	100.00%	833	324	
10	361.2 Collection Sewers - Gravity	5,398	0	5,398	100.00%	5,398	239	
11	362.2 Special Collecting Structures	0	0	0	100.00%	0	0	
12	363.2 Services to Customers	55	0	55	100.00%	55	0	
13	364.2 Flow Measuring Devices	1,754	0	1,754	100.00%	1,754	731	
14	365.2 Flow Measuring Installations	0	0	0	100.00%	0	0	
15	389.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	
16	SYSTEM PUMPING PLANT							
17	353.3 Land & Land Rights	0	0	0	100.00%	0	0	
18	354.3 Structures & Improvements	0	0	0	100.00%	0	0	
19	355.3 Power Generation Equipment	0	0	0	100.00%	0	0	
20	370.3 Receiving Wells	565	0	565	100.00%	565	(206)	
21	371.3 Pumping Equipment	3,044	0	3,044	100.00%	3,044	0	
22	389.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	
23	TREATMENT AND DISPOSAL PLANT							
24	353.4 Land & Land Rights	0	0	0	100.00%	0	0	
25	354.4 Structures & Improvements	152	0	152	100.00%	152	51	
26	355.4 Power Generation Equipment	0	0	0	100.00%	0	0	
27	380.4 Treatment & Disposal Equipment	10,972	0	10,972	100.00%	10,972	79	
28	381.4 Plant Sewers	297	0	297	100.00%	297	180	
29	382.4 Outfall Sewer Lines	0	0	0	100.00%	0	0	
30	389.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	
31	RECLAIMED WATER TREATMENT PLANT							
32	353.5 Land & Land Rights	0	0	0	100.00%	0	0	
33	354.5 Structures & Improvements	0	0	0	100.00%	0	0	
34	355.5 Power Generation Equipment	0	0	0	100.00%	0	0	
35	371.5 Pumping Equipment	0	0	0	100.00%	0	0	
36	374.5 Reuse Distribution Reservoirs	0	0	0	100.00%	0	0	
37	380.5 Treatment & Disposal Equipment	8	0	8	100.00%	8	6	
38	381.5 Plant Sewers	0	0	0	100.00%	0	0	
39	389.5 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	
40	RECLAIMED WATER DISTRIBUTION PLANT							
41	352.6 Franchises	0	0	0	100.00%	0	0	
42	353.6 Land & Land Rights	0	0	0	100.00%	0	0	
43	354.6 Structures & Improvements	0	0	0	100.00%	0	0	
44	355.6 Power Generation Equipment	0	0	0	100.00%	0	0	
45	366.6 Reuse Services	0	0	0	100.00%	0	0	
46	367.6 Reuse Meters & Meter Installations	0	0	0	100.00%	0	0	
47	371.6 Pumping Equipment	17	0	17	100.00%	17	4	
48	375.6 Reuse Transmission & Distr. Sys.	0	0	0	100.00%	0	0	
49	389.6 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	
50	GENERAL PLANT							
51	353.7 Land & Land Rights	0	0	0	100.00%	0	0	
52	354.7 Structures & Improvements	0	0	0	100.00%	0	0	
53	390.7 Office Furniture & Equipment	24	0	24	100.00%	24	24	
54	390.71 Computer Equipment	2,971	0	2,971	100.00%	2,971	2,565	
55	391.7 Transportation Equipment	0	0	0	100.00%	0	0	
56	392.7 Stores Equipment	0	0	0	100.00%	0	0	
57	393.7 Tools, Shop & Garage Equipment	28	0	28	100.00%	28	28	
58	394.7 Laboratory Equipment	116	0	116	100.00%	116	116	
59	395.7 Power Operated Equipment	0	0	0	100.00%	0	0	
60	396.7 Communication Equipment	0	0	0	100.00%	0	0	
61	397.7 Miscellaneous Equipment	74	0	74	100.00%	74	74	
62	398.7 Other Tangible Plant	0	0	0	100.00%	0	0	
63	TOTAL DEPRECIATION EXPENSE	28,111	0	28,111		28,111	4,258	
	Composite NU&U Rate				100.00%			
64	(LESS) AMORTIZATION OF CIAC	(17,244)	0	(17,244)		(17,244)	321	
65	NET DEPRECIATION EXPENSE - SEWER	10,867	0	10,867		10,867	4,579	

Net Depreciation Expense - Sewer

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended: 12/31/2007
 Historical [] Projected [X]

Schedule: B-14
 Page: 3 of 3
 Preparer: Jack Schreyer

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

Line No.	(1) Account No. and Name	(5) (6) (7) Depreciation Expense			(8) Used & Useful %	(9) Used & Useful Depreciation Expense	(10) Used & Useful Change Over Prior Year
		2007 Year Expense	Utility Adjustments	Adjusted Depreciation Expense			
1	INTANGIBLE PLANT						
2	351.1 Organization	14	0	14	100.00%	14	(3)
3	352.1 Franchises	72	0	72	100.00%	72	0
4	389.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
5	COLLECTION PLANT						
6	353.2 Land & Land Rights	0	0	0	100.00%	0	0
7	354.2 Structures & Improvements	2,324	0	2,324	100.00%	2,324	609
8	355.2 Power Generation Equipment	0	0	0	100.00%	0	0
9	360.2 Collection Sewers - Force	2,428	0	2,428	100.00%	2,428	1,595
10	361.2 Collection Sewers - Gravity	9,859	0	9,859	100.00%	9,859	4,461
11	362.2 Special Collecting Structures	0	0	0	100.00%	0	0
12	363.2 Services to Customers	55	0	55	100.00%	55	0
13	364.2 Flow Measuring Devices	146	0	146	100.00%	146	(1,607)
14	365.2 Flow Measuring Installations	0	0	0	100.00%	0	0
15	389.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
16	SYSTEM PUMPING PLANT						
17	353.3 Land & Land Rights	0	0	0	100.00%	0	0
18	354.3 Structures & Improvements	0	0	0	100.00%	0	0
19	355.3 Power Generation Equipment	0	0	0	100.00%	0	0
20	370.3 Receiving Wells	462	0	462	100.00%	462	(103)
21	371.3 Pumping Equipment	3,307	0	3,307	100.00%	3,307	263
22	389.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
23	TREATMENT AND DISPOSAL PLANT						
24	353.4 Land & Land Rights	0	0	0	100.00%	0	0
25	354.4 Structures & Improvements	152	0	152	100.00%	152	(0)
26	355.4 Power Generation Equipment	0	0	0	100.00%	0	0
27	380.4 Treatment & Disposal Equipment	13,453	0	13,453	100.00%	13,453	2,481
28	381.4 Plant Sewers	2,282	0	2,282	100.00%	2,282	1,986
29	382.4 Outfall Sewer Lines	0	0	0	100.00%	0	0
30	389.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
31	RECLAIMED WATER TREATMENT PLANT						
32	353.5 Land & Land Rights	0	0	0	100.00%	0	0
33	354.5 Structures & Improvements	0	0	0	100.00%	0	0
34	355.5 Power Generation Equipment	0	0	0	100.00%	0	0
35	371.5 Pumping Equipment	0	0	0	100.00%	0	0
36	374.5 Reuse Distribution Reservoirs	0	0	0	100.00%	0	0
37	380.5 Treatment & Disposal Equipment	8	0	8	100.00%	8	(0)
38	381.5 Plant Sewers	0	0	0	100.00%	0	0
39	389.5 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
40	RECLAIMED WATER DISTRIBUTION PLANT						
41	352.6 Franchises	0	0	0	100.00%	0	0
42	353.6 Land & Land Rights	0	0	0	100.00%	0	0
43	354.6 Structures & Improvements	0	0	0	100.00%	0	0
44	355.6 Power Generation Equipment	0	0	0	100.00%	0	0
45	366.6 Reuse Services	0	0	0	100.00%	0	0
46	367.6 Reuse Meters & Meter Installations	0	0	0	100.00%	0	0
47	371.6 Pumping Equipment	17	0	17	100.00%	17	(0)
48	375.6 Reuse Transmission & Distr. Sys.	0	0	0	100.00%	0	0
49	389.6 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0
50	GENERAL PLANT						
51	353.7 Land & Land Rights	0	0	0	100.00%	0	0
52	354.7 Structures & Improvements	0	0	0	100.00%	0	0
53	390.7 Office Furniture & Equipment	36	0	36	100.00%	36	12
54	390.71 Computer Equipment	8,292	0	8,292	100.00%	8,292	5,321
55	391.7 Transportation Equipment	0	0	0	100.00%	0	0
56	392.7 Stores Equipment	0	0	0	100.00%	0	0
57	393.7 Tools, Shop & Garage Equipment	338	0	338	100.00%	338	309
58	394.7 Laboratory Equipment	174	0	174	100.00%	174	58
59	395.7 Power Operated Equipment	0	0	0	100.00%	0	0
60	396.7 Communication Equipment	0	0	0	100.00%	0	0
61	397.7 Miscellaneous Equipment	779	0	779	100.00%	779	705
62	398.7 Other Tangible Plant	0	0	0	100.00%	0	0
63	TOTAL DEPRECIATION EXPENSE	44,197	0	44,197		44,197	16,087
	Composite NU&U Rate				100.00%		
64	(LESS) AMORTIZATION OF CIAC	(15,612)	0	(15,612)		(15,612)	1,631
65	NET DEPRECIATION EXPENSE - SEWER	28,585	0	28,585		28,585	17,718

Taxes Other Than Income

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:
Historical 2005; Intermed. 2006, Projected 2007

Schedule: B-15
Page: 1 of 1
Preparer: Jack Schreyer

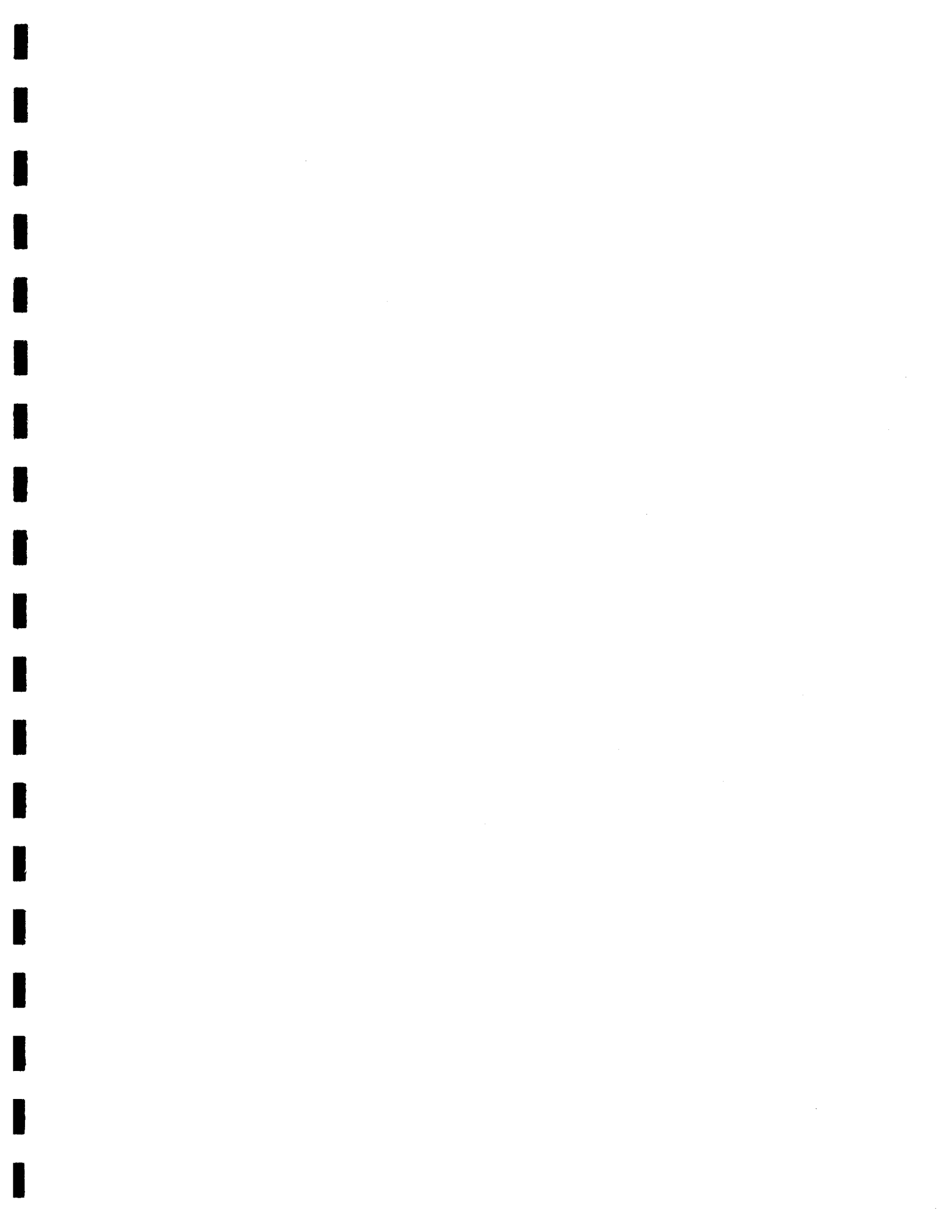
Explanation: Complete the following schedule of all taxes other than income.
For all allocations, provide description of allocation and calculations.

Line No.	(1) Description	(2) Regulatory Assessment Fees (RAFTs) 4.50%	(3) Payroll Taxes 8.28%	(4) Real Estate & Personal Property on U&U	(5) Other	(6) Total	(7) Supporting Schedules
Water							
1	Test Year (2005) Per Books	14,812	2,275	3,627		20,714	B-4, B-5, A-5
2	Adjustments to Test Year (Explain)						
3	Payroll Tax Adjustment		0			0	B5
4	Non-U&U Adjustment @ 0.00%			0		0	
5	Total Test Year Adjustments	0	0	0	0	0	
6	Adjusted Test Year (2005)	14,812	2,275	3,627	0	20,714	
7	Adjustments to Intermed. Year (Explain)						
8	RAF Adjustment	336				336	E-13
9	Payroll Tax Adjustment		(1,017)			(1,017)	B-5
10	Plant in Service Adjustment			(2,109)		(2,109)	A-5
11	Non-U&U Adjustment @ 0.00%			0		0	
12	Total 2006 Adjustments	336	(1,017)	(2,109)	0	(2,791)	
13	Adjusted Intermed. Year (2006)	15,148	1,258	1,518	0	17,924	
14	Adjustments to Projected Rate Year (Explain)						
15	RAF Adjustment	0				0	E-13
16	Payroll Tax Adjustment		3,448			3,448	B-5
17	Plant in Service Adjustment			2,003		2,003	A-5
18	Non-U&U Adjustment @ 0.00%			0		0	
19	Total 2007 Adjustments	0	3,448	2,003	0	5,451	
20	Adjusted Projected Rate Year (2007)	15,148	4,706	3,521	0	23,374	
21	RAFTs Assoc. with Revenue Increase	11,823				11,823	B-3
22	Total Projected Rate Year (2007)	26,971	4,706	3,521	0	35,197	
Sewer							
23	Test Year (2005) Per Books	17,892	2,370	13,355		33,617	B-4, B-6, A-6
24	Adjustments to Test Year (Explain)						
25	Payroll Tax Adjustment		0			0	B-6
26	Non-U&U Adjustment @ 0.00%			0		0	
27	Total Test Year Adjustments	0	0	0	0	0	
28	Adjusted Test Year (2005)	17,892	2,370	13,355	0	33,617	
29	Adjustments to Intermed. Year (Explain)						
30	RAF Adjustment	209				209	E-2
31	Payroll Tax Adjustment		(1,267)			(1,267)	B-6
32	Plant in Service Adjustment			(7,766)		(7,766)	A-6
33	Non-U&U Adjustment @ 0.00%			0		0	
34	Total 2006 Adjustments	209	(1,267)	(7,766)	0	(8,823)	
35	Adjusted Intermed. Year (2006)	18,102	1,103	5,589	0	24,794	
36	Adjustments to Projected Rate Year (Explain)						
37	RAF Adjustment	0				0	E-2
38	Payroll Tax Adjustment		1,098			1,098	B-6
39	Plant in Service Adjustment			7,374		7,374	A-6
40	Non-U&U Adjustment @ 0.00%			0		0	
41	Total 2007 Adjustments	0	1,098	7,374	0	8,471	
42	Adjusted Projected Rate Year (2007)	18,102	2,201	12,963	0	33,265	
43	RAFTs Assoc. with Revenue Increase	(142)				(142)	B-3
44	Total Projected Rate Year (2007)	17,959	2,201	12,963	0	33,123	

Recap Schedules: B-1, B-2

Payroll taxes: FICA=7.65, Fed & State Unemployment=0.41%







**Palm Terrace
TAX SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
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Deferred Income Tax Expense	C-5	99
Accumulated Deferred Income Taxes	C-6	102
Investment Tax Credit	C-7	105
Parent Debt Information	C-8	109
Income Tax Returns	C-9	110
Miscellaneous Tax Information	C-10	111



Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007

Schedule: C-1
 Page: 1 of 1
 Preparer: Jack Schreyer

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.	(1) Description	(2) 2005 Year End Per Books	(3) 2005 Utility Adjustments	(4) 2005 Year End Adjusted	(5) 2006 Utility Adjustments	(6) 2006 Year End Adjusted	(7) 2007 Utility Adjustments	(8) 2007 Year End Adjusted	Supporting Schedules
Water									
1	Current Tax Expense	(46,289)	(8,674)	(54,964)	17,844	(37,120)	(46,327)	(83,447)	C-2
2	Deferred Income Tax Expense	0	1,691	1,691	(1,028)	663	0	663	C-5
3	ITC Realized This Year	0	0	0	0	0	0	0	C-7
4	ITC Amortization	0	0	0	0	0	0	0	C-7
5	Less: Parent Debt Adjustment	0	0	0	0	0	0	0	C-8
6	Total Income Tax Expense	<u>(46,289)</u>	<u>(6,983)</u>	<u>(53,273)</u>	<u>16,816</u>	<u>(36,456)</u>	<u>(46,327)</u>	<u>(82,783)</u>	
Sewer									
7	Current Tax Expense	60,169	(11,856)	48,313	23,464	71,777	(37,556)	34,221	C-2
8	Deferred Income Tax Expense	0	3,713	3,713	(2,256)	1,456	0	1,456	C-5
9	ITC Realized This Year	0	0	0	0	0	0	0	C-7
10	ITC Amortization	0	0	0	0	0	0	0	C-7
11	Less: Parent Debt Adjustment	0	0	0	0	0	0	0	C-8
12	Total Income Tax Expense	<u>60,169</u>	<u>(8,143)</u>	<u>52,026</u>	<u>21,208</u>	<u>73,234</u>	<u>(37,556)</u>	<u>35,678</u>	

Recap Scheds: B-1, B-2

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Test Year Ending 12/31/05
Historical [X] Projected []

Schedule: C-2
Page: 1 of 3
Preparer: Jack Schreyer

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.	(1) Description	(2)		(3)	(4)	(5)		(6)	(7)	(8) Supporting Schedules
		12/31/05 Per Books	2005 Adjustments	2005 Adjusted	12/31/05 Adjusted	12/31/05 Per Books	2005 Adjustments	12/31/05 Adjusted		
1	Taxable Operating Income before Interest	(119,998)	(17,525)	(137,523)		156,872	(22,198)	134,674		B-1, B-2
2	Less: Interest Charges	0	(4,555)	(4,555)		0	(8,537)	(8,537)		C-3
3	Taxable Income	(119,998)	(22,081)	(142,079)		156,872	(30,734)	126,138		
4	Schedule M Adjustments									
5	Permanent Differences	-	0	0		-	0	0		C-4
6	Timing Differences	0	4,384	4,384		9,625	0	9,625		C-5
7	Total Schedule M Adjustments	0	4,384	4,384		9,625	0	9,625		
8	Taxable Income Before State Taxes	(119,998)	(26,464)	(146,462)		147,247	(30,734)	116,513		
9	State Tax Rate	5.5%	5.5%	5.5%		5.5%	5.5%	5.5%		
10										
11										
12	State Income Taxes	(6,600)	(1,456)	(8,055)		8,099	(1,690)	6,408		
13	Federal Taxable Income	(113,398)	(20,625)	(134,023)		148,773	(29,044)	119,729		
14	Federal Tax Rate	35.0%	35.0%	35.0%		35.0%	35.0%	35.0%		
15	Federal Income Taxes	(39,689)	(7,219)	(46,908)		52,071	(10,165)	41,905		
16	Less: Investment Tax Credit Realized This Year	0	0	0		0	0	0		C-7
17	Current Federal Income Taxes	(39,689)	(7,219)	(46,908)		52,071	(10,165)	41,905		
18	Summary:									
19	Current State Income Tax	(6,600)	(1,456)	(8,055)		8,099	(1,690)	6,408		
20	Current Federal Income Tax	(39,689)	(7,219)	(46,908)		52,071	(10,165)	41,905		
21	Total Current Income Tax Expense (To C-1)	(46,289)	(8,674)	(54,964)		60,169	(11,856)	48,313		

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/06
 Historical [] Projected [X]

Schedule: C-2
 Page: 2 of 3
 Preparer: Jack Schreyer

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.	(1) Description	(2)			(6)			(8) Supporting Schedules
		12/31/05 Adjusted	(3) Water 2006 Adjustments	(4) 12/31/06 Adjusted	12/31/05 Adjusted	(6) Sewer 2006 Adjustments	(7) 12/31/06 Adjusted	
1	Taxable Operating Income before Interest	(137,523)	46,728	(90,795)	134,674	58,849	193,523	B-1, B-2
2	Less: Interest Charges	(4,555)	(717)	(5,273)	(8,537)	1,436	(7,101)	C-3
3	Taxable Income	(142,079)	46,010	(96,068)	126,138	60,285	186,422	
4	Schedule M Adjustments							
5	Permanent Differences	0	0	0	0	0	0	C-4
6	Timing Differences	4,384	(2,664)	1,720	9,625	(5,849)	3,776	C-5
7	Total Schedule M Adjustments	4,384	(2,664)	1,720	9,625	(5,849)	3,776	
8	Taxable Income Before State Taxes	(146,462)	48,675	(97,788)	116,513	66,134	182,647	
9	State Tax Rate	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	
10								
11								
12	State Income Taxes	(8,055)	2,677	(5,378)	6,408	3,637	10,046	
13	Federal Taxable Income	(134,023)	43,333	(90,690)	119,729	56,647	176,377	
14	Federal Tax Rate	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	
15	Federal Income Taxes	(46,908)	15,167	(31,741)	41,905	19,827	61,732	
16	Less: Investment Tax Credit Realized This Year	0	0	0	0	0	0	C-7
17	Current Federal Income Taxes	(46,908)	15,167	(31,741)	41,905	19,827	61,732	
18	Summary:							
19	Current State Income Tax	(8,055)	2,677	(5,378)	6,408	3,637	10,046	
20	Current Federal Income Tax	(46,908)	15,167	(31,741)	41,905	19,827	61,732	
21	Total Current Income Tax Expense (To C-1)	(54,964)	17,844	(37,120)	48,313	23,464	71,777	

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/07
 Historical [] Projected [X]

Schedule: C-2
 Page: 3 of 3
 Preparer: Jack Schreyer

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.	(1) Description	(2)		(3)	(4)	(5)		(6)	(7)	(8) Supporting Schedules
		12/31/06 Adjusted	2007 Adjustments	2007	12/31/07 Adjusted	12/31/06 Adjusted	2007 Adjustments	12/31/07 Adjusted		
				Water				Sewer		
1	Taxable Operating Income before Interest	(90,795)	(118,131)		(208,926)	193,523	(89,897)		103,626	B-1, B-2
2	Less: Interest Charges	(5,273)	(1,965)		(7,238)	(7,101)	(7,462)		(14,563)	C-3
3	Taxable Income	(96,068)	(120,096)		(216,164)	186,422	(97,359)		89,063	
4	Schedule M Adjustments									
5	Permanent Differences	0	0	0	0	0	0	0	0	C-4
6	Timing Differences	1,720	0	1,720	1,720	3,776	0	3,776	3,776	C-5
7	Total Schedule M Adjustments	1,720	0	1,720	1,720	3,776	0	3,776	3,776	
8	Taxable Income Before State Taxes	(97,788)	(120,096)		(217,883)	182,647	(97,359)		85,288	
9	State Tax Rate	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	
10										
11										
12	State Income Taxes	(5,378)	(6,605)		(11,984)	10,046	(5,355)		4,691	
13	Federal Taxable Income	(90,690)	(113,490)		(204,180)	176,377	(92,004)		84,373	
14	Federal Tax Rate	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	
15	Federal Income Taxes	(31,741)	(39,722)		(71,463)	61,732	(32,201)		29,530	
16	Less: Investment Tax Credit Realized This Year	0	0	0	0	0	0	0	0	C-7
17	Current Federal Income Taxes	(31,741)	(39,722)		(71,463)	61,732	(32,201)		29,530	
18	Summary:									
19	Current State Income Tax	(5,378)	(6,605)		(11,984)	10,046	(5,355)		4,691	
20	Current Federal Income Tax	(31,741)	(39,722)		(71,463)	61,732	(32,201)		29,530	
21	Total Current Income Tax Expense (To C-1)	<u>(37,120)</u>	<u>(46,327)</u>		<u>(83,447)</u>	<u>71,777</u>	<u>(37,556)</u>		<u>34,221</u>	

Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending: 12/31/05
 Historical [X] Projected []

Schedule: C-3
 Page: 1 of 3
 Preparer: Jack Schreyer

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.	(1) Description	(2)		(3)	(4)	(5)		(6)	(7)	(8) Supporting Schedules
		2005	2005	Water	2005	2005	2005	2005	Sewer	
		Per Books	Adjustments	Adjusted		Per Books	Adjustments	Adjusted		
1	Interest on Long-Term Debt	0	4,294	4,294	Note*	0	8,275	8,275	Note*	
2	Amortization of Debt Premium, Discount and Expense Net	0	0	0		0	0	0		
3	Interest on Short-Term Debt	0	0	0	Note*	0	0	0	Note*	
4	Other Interest Expense	0	262	262		0	262	262		
5	Less: AFUDC	0	0	0		0	0	0		
6	ITC Interest Synchronization	0	0	0		0	0	0		C-7
7	Total Used For Tax Calculation	0	4,555	4,555		0	8,537	8,537		

Calculation of ITC Interest Synchronization Adjustment ONLY for Option 2 Companies (see Sch. C-7)											
	Water					Sewer					
	Balances From Sch. D-1	Amount	Ratio	Cost	Total Weighted Cost	Debt Only Weighted Cost	Amount	Ratio	Cost	Total Weighted Cost	Debt Only Weighted Cost
8	Long-Term Debt										
9	Short-Term Debt										
10	Preferred Stock										
11	Common Equity										
12	Total										
13	ITC (from D-1, Line 7)										
14	Weighted Debt Cost (From Line 12)										
15	Interest Adjustment (To Line 6)										

* Note: Calculations for utility adjusted interest:

	Water		Sewer	
Rate Base (Sch. A-1, A-2)		229,772		389,523
Weighted Cost of Long Term Debt (D-1)	1.87%	4,294	2.12%	8,275
Weighted Cost of Short Term Debt (D-1)	0.00%	0	0.00%	0
Adjusted Interest on Debt		4,294		8,275

Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending: 12/31/06
 Historical [] Projected [X]

Schedule: C-3
 Page: 2 of 3
 Preparer: Jack Schreyer

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.	(1) Description	(2) Water			(4)	(6) Sewer			(8) Supporting Schedules
		(3) 2005 Adjusted	2006 Adjustments	2006 Adjusted		(5) 2005 Adjusted	2006 Adjustments	2006 Adjusted	
1	Interest on Long-Term Debt	4,294	717	5,011	Note*	8,275	919	9,194	Note*
2	Amortization of Debt Premium, Discount and Expense Net	0	0	0		0	0	0	
3	Interest on Short-Term Debt	0	(0)	0	Note*	0	(0)	0	Note*
4	Other Interest Expense	262	0	262		262	0	262	
5	Less: AFUDC	0	0	0		0	(2,355)	(2,355)	
6	ITC Interest Synchronization	0	0	0		0	0	0	C-7
7	Total Used For Tax Calculation	<u>4,555</u>	<u>717</u>	<u>5,273</u>		<u>8,537</u>	<u>(1,436)</u>	<u>7,101</u>	

Calculation of ITC Interest Synchronization Adjustment ONLY for Option 2 Companies (see Sch. C-7)										
Balances From Sch. D-1	Amount	Ratio	Water			Sewer				
			Cost	Total Weighted Cost	Debt Only Weighted Cost	Amount	Ratio	Cost	Total Weighted Cost	Debt Only Weighted Cost
8 Long-Term Debt										
9 Short-Term Debt										
10 Preferred Stock										
11 Common Equity										
12 Total										
13 ITC (from D-1, Line 7)										
14 Weighted Debt Cost (From Line 12)										
15 Interest Adjustment (To Line 6)										

* Note: Calculations for utility adjusted interest:

	Water		Sewer	
Rate Base (Sch. A-1, A-2)	268,164		432,784	
Weighted Cost of Long Term Debt (D-1)	1.81%	5,011	2.08%	9,194
Weighted Cost of Short Term Debt (D-1)	0.00%	0	0.00%	0
Adjusted Interest on Debt		5,011		9,194

Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending: 12/31/07
 Historical [] Projected [X]

Schedule: C-3
 Page: 3 of 3
 Preparer: Jack Schreyer

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.

(1) Line No.	(2) Description	(3) Water		(4) 2007 Adjusted	(5) 2006 Adjusted	(6) Sewer		(7) 2007 Adjusted	(8) Supporting Schedules
		2006 Adjusted	2007 Adjustments			2006 Adjusted	2007 Adjustments		
1	Interest on Long-Term Debt	5,011	2,227	7,238	Note*	9,194	9,638	18,832	Note*
2	Amortization of Debt Premium, Discount and Expense Net	0	0	0		0	0	0	
3	Interest on Short-Term Debt	0	0	0	Note*	0	0	0	Note*
4	Other Interest Expense	262	0	262		262	0	262	
5	Less: AFUDC	0	0	0		(2,355)	(2,176)	(4,531)	
6	ITC Interest Synchronization	0	0	0		0	0	0	C-7
7	Total Used For Tax Calculation	<u>5,273</u>	<u>2,227</u>	<u>7,499</u>		<u>7,101</u>	<u>7,462</u>	<u>14,563</u>	

Balances From Sch. D-1	Amount	Ratio	Water			Sewer			Total Weighted Cost	Debt Only Weighted Cost
			Cost	Total Weighted Cost	Debt Only Weighted Cost	Amount	Ratio	Cost		
8 Long-Term Debt			Not Applicable			Not Applicable				
9 Short-Term Debt			Not Applicable			Not Applicable				
10 Preferred Stock			Not Applicable			Not Applicable				
11 Common Equity			Not Applicable			Not Applicable				
12 Total										
13 ITC (from D-1, Line 7)										
14 Weighted Debt Cost (From Line 12)										
15 Interest Adjustment (To Line 6)										

* Note: Calculations for utility adjusted interest:

	Water	Sewer
Rate Base (Sch. A-1, A-2)	387,327	886,483
Weighted Cost of Long Term Debt (D-1)	1.91% 7,238	2.21% 18,832
Weighted Cost of Short Term Debt (D-1)	0.00% 0	0.00% 0
Adjusted Interest on Debt	7,238	18,832

Book/Tax Differences - Permanent

Florida Public Service Commission

Palm Terrace

Schedule: C-4

Docket No. 060368-WS

Page: 1 of 1

Schedule Year Ended December 31 of:

Preparer: Jack Schreyer

Historical 2005, Projected 2006 & 2007

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.

Line No.	(1) Description	(2) Amount 2005	(3) Amount 2006	(4) Amount 2007
WATER				
1				
2	None			
3				
4	Total	<u>0</u>	<u>0</u>	<u>0</u>
SEWER				
5				
6	None			
7				
8	Total	<u>0</u>	<u>0</u>	<u>0</u>

Deferred Income Tax Expense

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05
 Historical [X] Projected []

Schedule: C-5
 Page: 1 of 3
 Preparer: Jack Schreyer

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	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
			Water			Sewer			Supporting Schedules
		12/31/05 Per Books	2005 Adjustments	12/31/05 Adjusted	12/31/05 Per Books	2005 Adjustments	12/31/05 Adjusted		
	Timing Differences (Book Expense Higher (Lower) than Tax Expense):								
1	Tax Depreciation & Amortization	0	6,366	6,366	1,983	6,288	8,271		
2	Book Depreciation & Amortization	0	5,463	5,463	0	6,288	6,288	B-13,14	
3	Difference	0	903	903	1,983	0	1,983		
4	Other Timing Differences (Itemize):								
5	Bad Debt	0	1,358	1,358	2,983	0	2,983		
6	Regulatory Assets	0	1,219	1,219	2,676	0	2,676		
7	All Other	0	0	0	0	0	0		
8	Total Timing Differences (To C-2)	0	4,384	4,384	9,625	0	9,625		
9	State Tax Rate	5.5%		5.5%	5.5%		5.5%		
10	State Deferred Taxes	0	241	241	529	0	529		
11	Timing Differences for Federal Taxes	0	4,143	4,143	9,096	0	9,096		
12	Federal Tax Rate	35.0%		35.0%	35.0%		35.0%		
13	Federal Deferred Taxes	0	1,450	1,450	3,183	0	3,183		
14	Total Deferred Taxes (to C-1)	0	1,691	1,691	3,713	0	3,713		

Recap Schedules: C-1, C-2

Deferred Income Tax Expense

Florida Public Service Commission

Palm Terrace

Schedule: C-5

Docket No. 060368-WS

Page: 2 of 3

Test Year Ending 12/31/06

Preparer: Jack Schreyer

Historical [] Projected [X]

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	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8) Supporting Schedules
			Water			Sewer			
		12/31/05 Adjusted	2006 Adjustments	12/31/06 Adjusted	12/31/05 Adjusted	2006 Adjustments	12/31/06 Adjusted		
Timing Differences:									
1	Tax Depreciation & Amortization	6,366	4,428	10,795	8,271	4,483	12,755		
2	Book Depreciation & Amortization	5,463	4,472	9,935	6,288	4,579	10,867	B-13,14	
3	Difference	903	(43)	860	1,983	(95)	1,888		
4	Other Timing Differences (Itemize):								
5	Bad Debt	1,358	(1,358)	0	2,983	(2,983)	0		
6	Regulatory Assets	1,219	(1,219)	0	2,676	(2,676)	0		
7	All Other	0	0	0	0	0	0		
8	Total Timing Differences (To C-2)	4,384	(2,664)	1,720	9,625	(5,849)	3,776		
9	State Tax Rate	5.5%		5.5%	5.5%		5.5%		
10	State Deferred Taxes	241	(147)	95	529	(322)	208		
11	Timing Differences for Federal Taxes	4,143	(2,518)	1,625	9,096	(5,528)	3,568		
12	Federal Tax Rate	35.0%		35.0%	35.0%		35.0%		
13	Federal Deferred Taxes	1,450	(881)	569	3,183	(1,935)	1,249		
14	Total Deferred Taxes (to C-1)	1,691	(1,028)	663	3,713	(2,256)	1,456		

Recap Schedules: C-1, C-2

Deferred Income Tax Expense

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/07
 Historical [] Projected [X]

Schedule: C-5
 Page: 3 of 3
 Preparer: Jack Schreyer

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.	(1) Description	(2)			(6)			(8) Supporting Schedules
		12/31/06 Adjusted	(3) Water 2007 Adjustments	(4) 12/31/07 Adjusted	12/31/06 Adjusted	(5) Sewer 2006 Adjustments	(7) 12/31/07 Adjusted	
Timing Differences:								
1	Tax Depreciation & Amortization	10,795	6,954	17,749	12,755	17,718	30,473	
2	Book Depreciation & Amortization	9,935	6,954	16,889	10,867	17,718	28,585	B-13,14
3	Difference	860	0	860	1,888	0	1,888	
4	Other Timing Differences (Itemize):							
5	Bad Debt	0	0	0	0	0	0	
6	Regulatory Assets	0	0	0	0	0	0	
7	All Other	0	0	0	0	0	0	
8	Total Timing Differences (To C-2)	1,720	0	1,720	3,776	0	3,776	
9	State Tax Rate	5.5%		5.5%	5.5%		5.5%	
10	State Deferred Taxes	95	0	95	208	0	208	
11	Timing Differences for Federal Taxes	1,625	0	1,625	3,568	0	3,568	
12	Federal Tax Rate	35.0%		35.0%	35.0%		35.0%	
13	Federal Deferred Taxes	569	0	569	1,249	0	1,249	
14	Total Deferred Taxes (to C-1)	663	0	663	1,456	0	1,456	

Recap Schedules: C-1, C-2

Accumulated Deferred Income Taxes - Summary

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007

Schedule: C-6
 Page: 1 of 3
 Preparer: Jack Schreyer

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

Line No.	Year	Account No. 283 Deferred Tax Liability			Account No. ____			Net Deferred Income Taxes		
		(1) State	(2) Federal	(3) Total	(4) State	(5) Federal	(6) Total	(7) State	(8) Federal	(9) Total
WATER										
1	2003	0	0	0				0	0	0
2	2004	0	0	0				0	0	0
3	2005	1,863	11,166	13,029				1,863	11,166	13,029
4	2006	2,318	13,893	16,212				2,318	13,893	16,212
5	2007	2,773	16,621	19,394				2,773	16,621	19,394
SEWER										
6	2003	0	0	0				0	0	0
7	2004	0	0	0				0	0	0
8	2005	1,618	9,694	11,312				1,618	9,694	11,312
9	2006	2,013	12,062	14,075				2,013	12,062	14,075
10	2007	2,408	14,430	16,838				2,408	14,430	16,838

Accumulated Deferred Income Taxes - State

Florida Public Service Commission

Palm Terrace

Schedule: C-6

Docket No. 060368-WS

Page: 2 of 3

Schedule Year Ended December 31 of:

Preparer: Jack Schreyer

Historical 2005, Projected 2006 & 2007

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.	(1) Year	(2) Beginning Balance	(3) Account No. 28306 Deferred State Tax Liability		(4) Ending Balance
			Current Year Change		
WATER					
1	2003	0	0		0
2	2004	0	0		0
3	2005	0	1,863		1,863
4	2006	1,863	455		2,318
5	2007	2,318	455		2,773
SEWER					
6	2003	0	0		0
7	2004	0	0		0
8	2005	0	1,618		1,618
9	2006	1,618	395		2,013
10	2007	2,013	395		2,408

Accumulated Deferred Income Taxes - Federal

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS

Schedule: C-6
 Page: 3 of 3
 Preparer: Jack Schreyer

Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007

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.

	(1)	(2)	(3)	(4)
	Account No. 28305			
	Deferred Federal Tax Liability			
			Current	
Line No.	Year	Beginning Balance	Year Change	Ending Balance
WATER				
1	2003	0	0	0
2	2004	0	0	0
3	2005	0	11,166	11,166
4	2006	11,166	2,728	13,893
5	2007	13,893	2,728	16,621
SEWER				
6	2003	0	0	0
7	2004	0	0	0
8	2005	0	9,694	9,694
9	2006	9,694	2,368	12,062
10	2007	12,062	2,368	14,430

Investment Tax Credits - Analysis

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Test Year Ending 12/31/05

Schedule: C-7
 Page: 1 of 4
 Preparer: Jack Schreyer

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.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
	3% ITC							4% ITC					
	Amount Realized			Amortization				Amount Realized			Amortization		
Line No.	Beginning Year Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	
1	NONE						NONE						

Investment Tax Credits - Analysis

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending 12/31/05

Schedule: C-7
 Page: 2 of 4
 Preparer: Jack Schreyer

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.

(1)	(2)	8% ITC					(7)	(8)	10% ITC					(13)
		Amount Realized		Amortization					Amount Realized		Amortization			
Line No.	Beginning Year Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance		
1	NONE						NONE							

Investment Tax Credits - Company Policies**Florida Public Service Commission**

Palm Terrace
Docket No. 060368-WS
Test Year Ending 12/31/05

Schedule: C-7
Page: 3 of 4
Preparer: Jack Schreyer

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

NONE

Investment Tax Credits - Section 46(f) Election

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Test Year Ending 12/31/05

Schedule: C-7
Page: 4 of 4
Preparer: Jack Schreyer

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

NONE

Parent's Debt Information

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007

Schedule: C-8
 Page: 1 of 1
 Preparer: Jack Schreyer

Explanation: Provide the information required to adjust income tax expense by the interest expense of the parent 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.	(1) Description	(2) Average Amount	(3) % of Total	(4) Cost Rate	(5) Cost	(6) Supporting Schedules
2005						
1	-					
2	-					
2006						
3	Note	4,731,000	100.00%	6.00%	283,860	D-5
4	-					
2007						
5	Note	20,501,000	100.00%	6.00%	1,230,060	D-5
6	-					

Income Tax Returns

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Test Year Ending 12/31/05

Schedule: C-9
Page: 1 of 1
Preparer: Jack Schreyer

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.

Federal and State Income Tax Returns are available at the company's office location at
762 West Lancaster Ave, Bryn Mawr, PA 19010

Miscellaneous Tax Information

Florida Public Service Commission

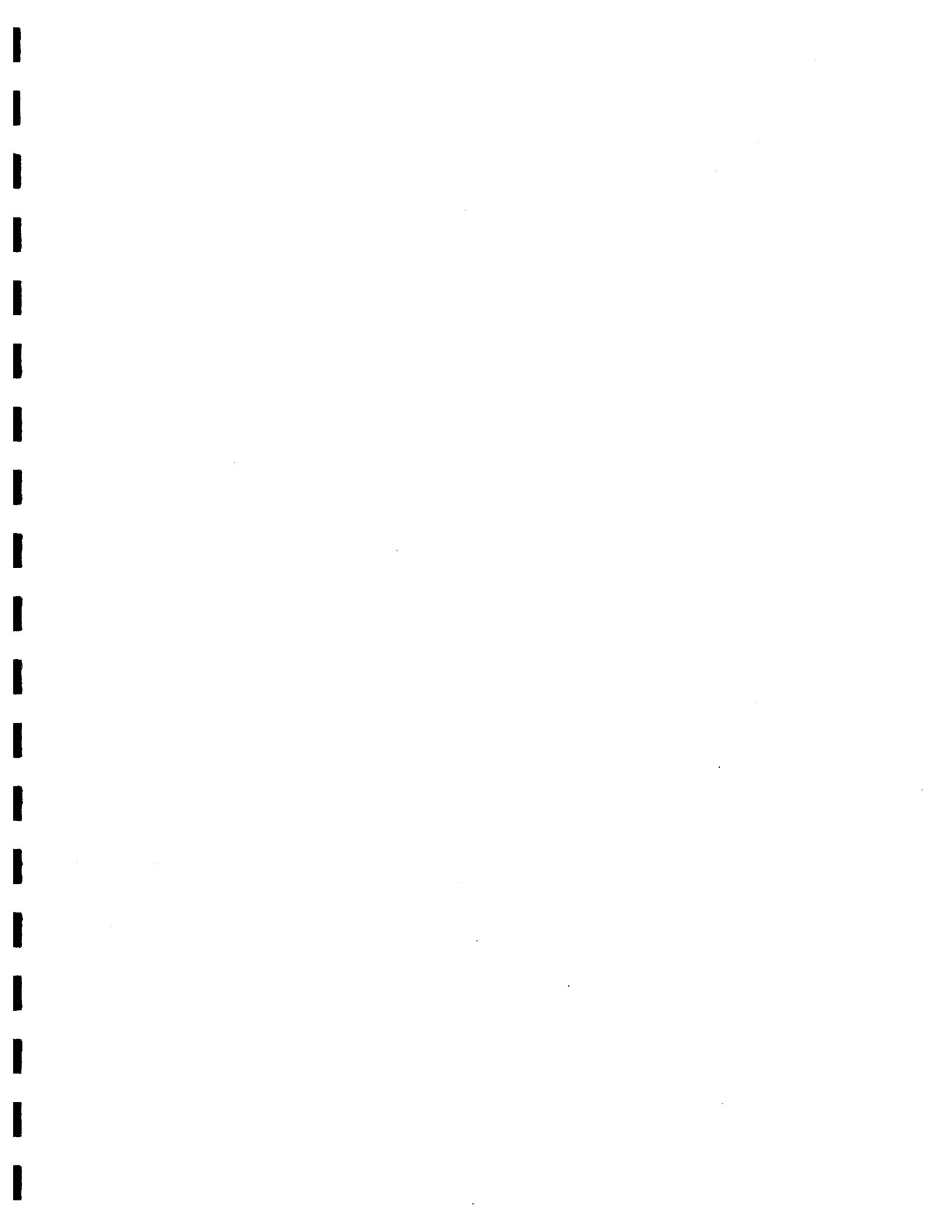
Palm Terrace
Docket No. 060368-WS
Test Year Ending 12/31/05

Schedule: C-10
Page: 1 of 1
Preparer: Jack Schreyer

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

- | | | |
|-----|---|------------|
| (1) | What tax years are open with the Internal Revenue Service? | 2004, 2005 |
| (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 revenue at issue with the IRS? | No |







**Palm Terrace
CAPITAL SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
Requested Cost of Capital	D-1	113
Reconciliation to Rate Base	D-2	116
Preferred Stock	D-3	119
Short-Term Debt	D-4	120
Long-Term Debt	D-5	121
Variable Debt	D-6	123
Customer Deposits	D-7	125



Schedule of Requested Cost of Capital

13 Month Average balance

Palm Terrace**Docket No. 060368-WS**

Test Year Ending: 12/31/05

Historical [X] Projected []

Florida Public Service Commission

Schedule: D-1

Page: 1 of 3

Preparer: Jack Schreyer

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

	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Line No.	Class of Capital	Reconciled To Requested Rate Base	Ratio	Cost Rate	Weighted Cost Rate	Cost	Supporting Schedules
WATER							
1	Long-Term Debt	71,558	31.14%	6.00%	1.87%	4,294	D-2
2	Short-Term Debt	0	0.00%		0.00%	0	D-2
3	Preferred Stock	0	0.00%		0.00%	0	D-2
4	Common Stock	107,338	46.71%	10.12%	4.73%	10,863	D-2
5	Customer Deposits	4,364	1.90%	6.00%	0.11%	262	D-2
6	Accumulated Deferred Income Taxes	46,512	20.24%	0.00%	0.00%	0	D-2
7	Total	<u>229,772</u>	<u>100.00%</u>		<u>6.71%</u>	<u>15,418</u>	
SEWER							
8	Long-Term Debt	137,911	35.41%	6.00%	2.12%	8,275	D-2
9	Short-Term Debt	0	0.00%	0.00%	0.00%	0	D-2
10	Preferred Stock	0	0.00%	0.00%	0.00%	0	D-2
11	Common Stock	206,867	53.11%	10.12%	5.37%	20,935	D-2
12	Customer Deposits	4,364	1.12%	6.00%	0.07%	262	D-2
13	Accumulated Deferred Income Taxes	40,380	10.37%	0.00%	0.00%	0	D-2
14	Total	<u>389,523</u>	<u>100.00%</u>		<u>7.57%</u>	<u>29,471</u>	

Schedule of Requested Cost of Capital

13 Month Average balance

Palm Terrace**Docket No. 060368-WS**

Test Year Ending: 12/31/06

Historical [] Projected [X]

Florida Public Service Commission

Schedule: D-1

Page: 2 of 3

Preparer: Jack Schreyer

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

(1)	(2)	(3)	(4)	(5)	(6)		
Line No.	Class of Capital	Reconciled To Requested Rate Base	Ratio	Cost Rate	Weighted Cost Rate	Cost	Supporting Schedules
WATER							
1	Long-Term Debt	80,821	30.14%	6.00%	1.81%	4,849	D-2
2	Short-Term Debt	0	0.00%	0.00%	0.00%	0	D-2
3	Preferred Stock	0	0.00%	0.00%	0.00%	0	D-2
4	Common Stock	121,231	45.21%	10.12%	4.58%	12,269	D-2
5	Customer Deposits	4,364	1.63%	6.00%	0.10%	262	D-2
6	Accumulated Deferred Income Taxes	61,748	23.03%	0.00%	0.00%	0	D-2
7	Total	<u>268,164</u>	<u>100.00%</u>		<u>6.48%</u>	<u>17,380</u>	
SEWER							
8	Long-Term Debt	149,925	34.64%	6.00%	2.08%	8,995	D-2
9	Short-Term Debt	0	0.00%	0.00%	0.00%	0	D-2
10	Preferred Stock	0	0.00%	0.00%	0.00%	0	D-2
11	Common Stock	224,887	51.96%	10.12%	5.26%	22,759	D-2
12	Customer Deposits	4,364	1.01%	6.00%	0.06%	262	D-2
13	Accumulated Deferred Income Taxes	53,609	12.39%	0.00%	0.00%	0	D-2
14	Total	<u>432,784</u>	<u>100.00%</u>		<u>7.40%</u>	<u>32,016</u>	

Schedule of Requested Cost of Capital

13 Month Average balance

Palm Terrace**Docket No. 060368-WS**

Test Year Ending: 12/31/07

Historical [] Projected [X]

Florida Public Service Commission

Schedule: D-1

Page: 3 of 3

Preparer: Jack Schreyer

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

Line No.	(1) Class of Capital	(2) Reconciled To Requested Rate Base	(3) Ratio	(4) Cost Rate	Weighted Cost Rate	(5) Cost	(6) Supporting Schedules
WATER							
1	Long-Term Debt	123,248	31.82%	6.00%	1.91%	7,395	D-2
2	Short-Term Debt	0	0.00%	0.00%	0.00%	0	D-2
3	Preferred Stock	0	0.00%	0.00%	0.00%	0	D-2
4	Common Stock	184,872	47.73%	10.12%	4.83%	18,709	D-2
5	Customer Deposits	4,364	1.13%	6.00%	0.07%	262	D-2
6	Accumulated Deferred Income Taxes	74,843	19.32%	0.00%	0.00%	0	D-2
7	Total	<u>387,327</u>	<u>100.00%</u>		<u>6.81%</u>	<u>26,366</u>	
SEWER							
8	Long-Term Debt	326,857	36.87%	6.00%	2.21%	19,611	D-2
9	Short-Term Debt	0	0.00%	0.00%	0.00%	0	D-2
10	Preferred Stock	0	0.00%	0.00%	0.00%	0	D-2
11	Common Stock	490,286	55.31%	10.12%	5.60%	49,617	D-2
12	Customer Deposits	4,364	0.49%	6.00%	0.03%	262	D-2
13	Accumulated Deferred Income Taxes	64,977	7.33%	0.00%	0.00%	0	D-2
14	Total	<u>886,483</u>	<u>100.00%</u>		<u>7.84%</u>	<u>69,490</u>	

Reconciliation of Capital Structure to Requested Rate Base

Florida Public Service Commission

13 Month Average Balance

Palm Terrace

Docket No. 060368-WS

Test Year Ending: 12/31/05

Historical [X] Projected []

Schedule: D-2

Page: 1 of 3

Preparer: Jack Schreyer

Explanation: Provide a reconciliation of the average basis 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) Average Test Year	(4) Reconciliation Adjustments			(6) Reconciled To Requested Rate Base	(7) Supporting Schedules
			(3) Specific	(4) (Explain)	(5) Pro rata *		
Water							
1	Long-Term Debt	0			71,558	71,558	D-5
2	Short-Term Debt	0				0	D-4
3	Preferred Stock	0				0	D-3
4	Common Stock	178,896			(71,558)	107,338	
5	Customer Deposits	4,364				4,364	D-7
6	Accumulated Deferred Income Taxes	46,512				46,512	
7	Total	<u>229,772</u>			<u>0</u>	<u>229,772</u>	A-1
Sewer							
8	Long-Term Debt	0			137,911	137,911	D-5
9	Short-Term Debt	0				0	D-4
10	Preferred Stock	0				0	D-3
11	Common Stock	344,779			(137,911)	206,867	
12	Customer Deposits	4,364				4,364	
13	Accumulated Deferred Income Taxes	40,380				40,380	
14	Total	<u>389,523</u>			<u>0</u>	<u>389,523</u>	A-2

* List corresponding adjustments to rate base below:

This system had no debt in the historical test year. In subsequent years it is funded by a 40% debt -60% equity capital structure with consideration made for Customer Deposits and Deferred Taxes.

Recap Schedules: D-1

Reconciliation of Capital Structure to Requested Rate Base

Florida Public Service Commission

13 Month Average Balance

Palm Terrace

Schedule: D-2

Docket No. 060368-WS

Page: 2 of 3

Test Year Ending: 12/31/06

Preparer: Jack Schreyer

Historical [] Projected [X]

Explanation: Provide a reconciliation of the average basis 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)	Reconciliation Adjustments			(6)	(7)
		Average Test Year	Specific	(4) (Explain)	(5) Pro rata *	To Requested Rate Base	Supporting Schedules	
Water								
1	Long-Term Debt		80,821				80,821	D-5
2	Short-Term Debt		0				0	D-4
3	Preferred Stock		0				0	D-3
4	Common Stock		121,231				121,231	
5	Customer Deposits		4,364				4,364	D-7
6	Accumulated Deferred Income Taxes		61,748				61,748	
7	Total		<u>268,164</u>			<u>0</u>	<u>268,164</u>	A-1
Sewer								
8	Long-Term Debt		149,925				149,925	D-5
9	Short-Term Debt		0				0	D-4
10	Preferred Stock		0				0	D-3
11	Common Stock		224,887				224,887	
12	Customer Deposits		4,364				4,364	D-7
13	Accumulated Deferred Income Taxes		53,609				53,609	
14	Total		<u>432,784</u>			<u>0</u>	<u>432,784</u>	A-2

* List corresponding adjustments to rate base below:

Recap Schedules: D-1

Reconciliation of Capital Structure to Requested Rate Base

13 Month Average Balance

Palm Terrace**Docket No. 060368-WS**

Test Year Ending: 12/31/07

Historical [] Projected [X]

Florida Public Service Commission

Schedule: D-2

Page: 3 of 3

Preparer: Jack Schreyer

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

Line No.	(1) Class of Capital	(2) Average Test Year	(3) (4) (5) Reconciliation Adjustments			(6) Reconciled To Requested Rate Base	(7) Supporting Schedules
			Specific	(Explain)	Pro rata *		
Water							
1	Long-Term Debt	123,248				123,248	D-5
2	Short-Term Debt	0				0	D-4
3	Preferred Stock	0				0	D-3
4	Common Stock	184,872				184,872	
5	Customer Deposits	4,364				4,364	D-7
6	Accumulated Deferred Income Taxes	74,843				74,843	
7	Total	<u>387,327</u>			<u>0</u>	<u>387,327</u>	A-1
Sewer							
8	Long-Term Debt	326,857				326,857	D-5
9	Short-Term Debt	0				0	D-4
10	Preferred Stock	0				0	D-3
11	Common Stock	490,286				490,286	
12	Customer Deposits	4,364				4,364	D-7
13	Accumulated Deferred Income Taxes	64,977				64,977	
14	Total	<u>886,483</u>			<u>0</u>	<u>886,483</u>	A-2

* List corresponding adjustments to rate base below:

Recap Schedules: D-1

Preferred Stock Outstanding

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007
 Utility [X] or Parent [X]

Schedule: D-3
 Page: 1 of 1
 Preparer: Jack Schreyer

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)	(13)
Line No.	Description, Coupon Rate Years of Life	Call Provis. Special Restrictions	Principal Amt Sold Face Value	Principal Amount Outstanding	(Discount) or Premium on Principal Amt Sold	(Discount) or Premium Assoc. with Col (5)	Issuing Exp. Associated with Col (4)	Issuing Exp. Associated with Col (5)	Net Proceed (5)-(9)+(7)	Rate (Contract Rate on Face Value)	Dollar Divd. On Face Value (11)x(5)	Effective Cost Rate (12)/(10)

1 **There is no Preferred Stock for this subsidiary nor its parent**

Cost of Short-Term Debt

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007
 Utility [X] or Parent [X]

Schedule: D-4
 Page: 1 of 1
 Preparer: Jack Schreyer

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

Line No.	Lender	(1) Total Interest Expense	(2) Maturity Date	(3) Average Amt Outstanding	(4) Effective Cost Rate	(5) Supporting Schedule(s)
1	There is no Short Term Debt for this subsidiary nor its parent					
2						
3						
4						
5						
6						
7						
8	Total	<u>0</u>			<u>0.00%</u>	

Cost of Long-Term Debt

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006, 2007
 Utility [X] or Parent []

Florida Public Service Commission

Schedule: D-5
 Page: 1 of 2
 Preparer: Jack Schreyer

Explanation: Provide the specified data on long-term debt issues on a 13 month average basis for the test year. Arrange by type of issue (e.g., 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 Amt. Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Amortized Dis (Premium) Associated With Col (4)	Unamortized Issuing Exp. Associated with Col (4)	Annual Amort. of Discount (Prem) on Principal Outst.	Annual Amort. of Issuing Exp. on Principal Outstanding	Interest Cost (Coupon Rate) x Col(4)	Total Interest Cost (8)+(9)+(10)	Effective Cost Rate (11)/(12)
1												

All Long Term Debt is issued and held by the parent

Cost of Long-Term Debt

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year Ended December 31 of:
 Historical 2005, Projected 2006 & 2007
 Utility [] or Parent [X]

Schedule: D-5
 Page: 2 of 2
 Preparer: Jack Schreyer

Explanation: Provide the specified data on long-term debt issues on a 13 month average basis for the test year.
 Arrange by type of issue (e.g., 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 Amt. Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Unamortized Disc. (Prem) Associated With Col (4)	Unamortized Issuing Exp. Associated with Col (4)	Annual Amort. of Discount (Prem) on Principal Outst.	Annual Amort. of Issuing Exp. on Principal Outstanding	Interest Cost (Coupon Rate) x Col(4)	Total Interest Cost (8)+(9)+(10)	Effective Cost Rate (11)/ ((4)-(6)-(7))
2005												
1	-	-	-	-	-	-	-	-	-	-	-	-
2	-	-	-	-	-	-	-	-	-	-	-	-
2006												
3	Note -	6.00% 10/31/06 -	20,501,000	4,731,000	-	-	-	-	-	283,860	283,860	6.00%
4	-	-	-	4,731,000	-	-	-	-	-	-	-	-
2007												
5	Note -	6.00% 10/31/06 -	20,501,000	20,501,000	-	-	-	-	-	1,230,060	1,230,060	6.00%
6	-	-	-	20,501,000	-	-	-	-	-	-	-	-

Cost of Variable Rate Long-Term Debt

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:

Historical 2005, Projected 2006, 2007

Utility [X] or Parent []

Schedule: D-6

Page: 1 of 2

Preparer: <name>

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

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

1 All Long Term Debt is issued and held by the parent

Cost of Variable Rate Long-Term Debt

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending:
 Historical 2005, Projected 2006 & 2007
 Utility or Parent

Schedule: D-6
 Page: 2 of 2
 Preparer: Jack Schreyer

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 Amt. Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Unamortized Disc. (Premium) Associated With Col (4)	Unamortized Issuing Exp. Associated with Col (4)	Annual Amort. of Discount (Prem) on Principal Outst.	Annual Amort. of Issuing Exp. on Principal Outstanding	Basis of Variable Rate (e.g., Prime+%)	Interest Cost (Test Year Cost Rate X Col. (4))	Total Interest Cost (8)+(9)+(10); ((4)-(6)-(7))	Effective Cost Rate (12)/(13)

1 The parent does not have any Variable Rate Long term debt

Schedule of Customer Deposits

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year Ending: 12/31/05

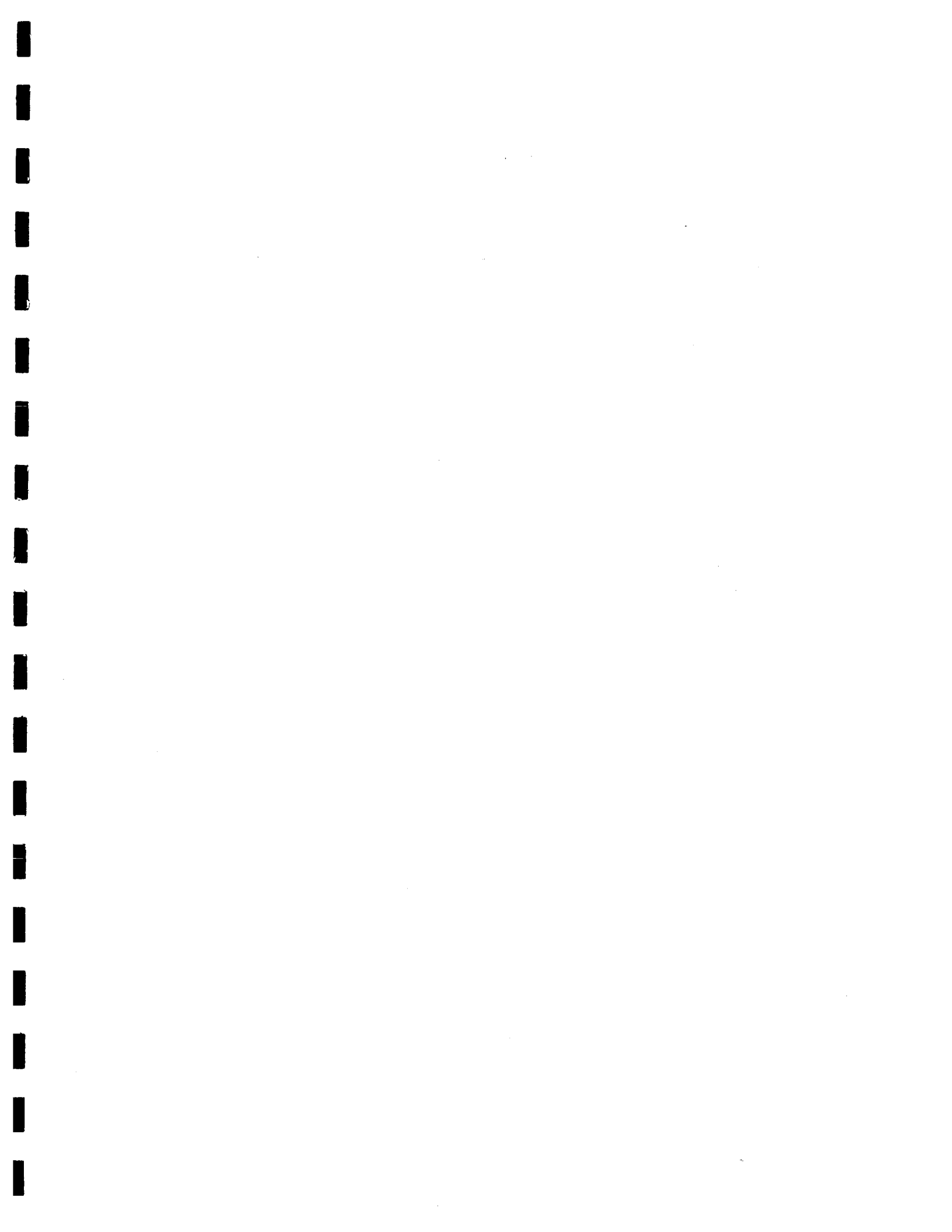
Schedule: D-7
 Page: 1 of 1
 Preparer: Jack Schreyer

Utility [X] or Parent []

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

Line No.	(1) Month & Year	(2) Beginning Balance	(3) Deposits Received	(4) Deposits Refunded	Ending Balance (2+3+4)
1	Jan-05	8,167	310	(270)	8,207
2	Feb-05	8,207	435	(270)	8,372
3	Mar-05	8,372	370	(230)	8,512
4	Apr-05	8,512	410	(200)	8,722
5	May-05	8,722	140	(260)	8,602
6	Jun-05	8,602	725	(953)	8,374
7	Jul-05	8,374	480	(418)	8,436
8	Aug-05	8,436	730	(340)	8,826
9	Sep-05	8,826	460	(330)	8,956
10	Oct-05	8,956	490	(290)	9,156
11	Nov-05	9,156	250	(250)	9,156
12	Dec-05	9,156	795	(540)	9,411
13	Average				<u>8,728</u>
14			Water Allocated at	50%	<u>4,364</u>
15			Sewer Allocated at	50%	<u>4,364</u>







**Palm Terrace
RATES SCHEDULES**

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Rate Schedule - Water

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Water [X] or Sewer []

Schedule: E-1w

Page: 1 of 1

Preparer: Jack Schreyer

Explanation: Provide a schedule of present rates and proposed rates.

Line No.	(1) Class/Meter Size	(2) Test Year Period 1	(3) Test Year Period 2	(4) Test Year Full Yr	(5) Present Rates	(6) Interim Rates	(7) Proposed Rates
1	Residential						
2	5/8" X 3/4"	10.32	10.42		10.63	16.13	20.25
3	3/4"	15.47	15.62		15.94	24.19	30.37
4	1"	25.82	26.07		26.60	40.37	50.62
5	1-1/2"	51.63	52.12		53.17	80.70	101.25
6	2"	82.61	83.40		85.08	129.13	162.00
7	3"	165.22	166.79		170.15	258.24	323.99
8	4"	258.15	260.61		265.87	403.51	506.24
9	6"	516.31	521.23		531.75	807.04	1,012.48
10	8"	826.10	833.97		850.79	1,291.24	1,619.97
11	10"	1,187.52	1,198.83		1,223.02	1,856.18	2,328.70
12	Gallorage charge, Block 1	2.86	2.89		2.95	4.48	4.73
13	Block 2	-	-		-	-	5.92
14	Block 3	-	-		-	-	-
15	Commerical						
16	5/8" X 3/4"	10.32	10.42		10.63	16.13	20.25
17	3/4"	15.47	15.62		15.94	24.19	30.37
18	1"	25.82	26.07		26.60	40.37	50.62
19	1-1/2"	51.63	52.12		53.17	80.70	101.25
20	2"	82.61	83.40		85.08	129.13	162.00
21	3"	165.22	166.79		170.15	258.24	323.99
22	4"	258.15	260.61		265.87	403.51	506.24
23	6"	516.31	521.23		531.75	807.04	1,012.48
24	8"	826.10	833.97		850.79	1,291.24	1,619.97
25	10"	1,187.52	1,198.83		1,223.02	1,856.18	2,328.70
26	Gallorage charge	2.86	2.89		2.95	4.48	4.73
27	Multi-Family						
28	5/8" X 3/4"	10.32	10.42		10.63	16.13	20.25
29	3/4"	15.47	15.62		15.94	24.19	30.37
30	1"	25.82	26.07		26.60	40.37	50.62
31	1-1/2"	51.63	52.12		53.17	80.70	101.25
32	2"	82.61	83.40		85.08	129.13	162.00
33	3"	165.22	166.79		170.15	258.24	323.99
34	4"	258.15	260.61		265.87	403.51	506.24
35	6"	516.31	521.23		531.75	807.04	1,012.48
36	8"	826.10	833.97		850.79	1,291.24	1,619.97
37	10"	1,187.52	1,198.83		1,223.02	1,856.18	2,328.70
38	Gallorage charge	2.86	2.89		2.95	4.48	4.73
39	Fire Protection						
40	2"	6.88	6.95		7.09	10.76	40.50
41	3"	13.77	13.90		14.18	21.52	81.00
42	4"	21.52	21.72		22.16	33.63	126.56
43	6"	43.01	43.42		44.30	67.23	253.12
44	8"	68.84	69.50		70.90	107.60	404.99
45	10"	98.96	99.90		101.92	154.68	582.18

Rate Schedule - Sewer

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Water [] or Sewer [X]

Schedule: E-1s

Page: 1 of 1

Preparer: Jack Schreyer

Explanation: Provide a schedule of present rates and proposed rates.

Line No.	(1) Class/Meter Size	(2) Test Year Period 1	(3) Test Year Period 2	(4) Test Year Full Yr	(5) Present Rates	(6) Interim Rates	(7) Proposed Rates
1	Residential						
2	5/8" X 3/4"	18.70	18.88		19.05	14.19	14.39
3	3/4"	18.70	18.88		19.05	14.19	21.59
4	1"	18.70	18.88		19.05	14.19	35.98
5	1-1/2"	18.70	18.88		19.05	14.19	71.96
6	2"	18.70	18.88		19.05	14.19	115.14
7	3"	18.70	18.88		19.05	14.19	230.27
8	4"	18.70	18.88		19.05	14.19	359.80
9	6"	18.70	18.88		19.05	14.19	719.60
10	8"	18.70	18.88		19.05	14.19	1,151.37
11	10"	18.70	18.88		19.05	14.19	1,655.09
12	Gallage cap (gallons)	6,000	6,000		6,000	6,000	6,000
13	Gallage Charge, Capped Usage	4.10	4.14		4.18	3.11	5.50
14							
15	Commerical						
16	5/8" X 3/4"	18.70	18.88		19.05	14.19	14.39
17	3/4"	28.05	28.32		28.58	21.29	21.59
18	1"	46.74	47.19		47.62	35.47	35.98
19	1-1/2"	93.47	94.38		95.24	70.93	71.96
20	2"	149.56	151.01		152.38	113.49	115.14
21	3"	299.09	302.00		304.74	226.96	230.27
22	4"	467.34	471.89		476.17	354.63	359.80
23	6"	934.69	943.78		952.33	709.26	719.60
24	8"	1,495.50	1,510.04		1,523.73	1,134.81	1,151.37
25	10"	2,149.76	2,170.67		2,190.34	1,631.27	1,655.09
26	Gallage charge	4.90	4.95		4.99	3.72	6.60
27	Multi-Family						
28	5/8" X 3/4"	18.70	18.88		19.05	14.19	14.39
29	3/4"	28.05	28.32		28.58	21.29	21.59
30	1"	46.74	47.19		47.62	35.47	35.98
31	1-1/2"	93.47	94.38		95.24	70.93	71.96
32	2"	149.56	151.01		152.38	113.49	115.14
33	3"	299.09	302.00		304.74	226.96	230.27
34	4"	467.34	471.89		476.17	354.63	359.80
35	6"	934.69	943.78		952.33	709.26	719.60
36	8"	1,495.50	1,510.04		1,523.73	1,134.81	1,151.37
37	10"	2,149.76	2,170.67		2,190.34	1,631.27	1,655.09
38	Gallage charge	4.90	4.95		4.99	3.72	6.60
39	Flat Rate						
40	Resid'l Wastwater Only (RWO)	31.76	32.07		32.36	24.10	30.22
41	Reuse per Sprinkler Head	-	-		-	-	-
42	Reuse Flate Rate	-	-		-	-	-

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Water [X] or Sewer []

Schedule: E-2w

Page: 1 of 3

Preparer: Jack Schreyer

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) Number Bills	(3) Consumption in 1,000 gal.	(4) Test Year Rates	(5) Test Year Revenue	(6) Present Rates	(7) Total Revenue Present Rates	(8) Conservation Gallons	(9) Proposed Rate	(10) Revenue at Proposed
1	Residential									
2	5/8" X 3/4"	14,034	59,152	Split Yr	145,882	10.63	149,181	NA	20.25	284,189
3	3/4"	0	0	Split Yr	0	15.94	0	NA	30.37	0
4	1"	0	0	Split Yr	0	26.60	0	NA	50.62	0
5	1-1/2"	0	0	Split Yr	0	53.17	0	NA	101.25	0
6	2"	0	0	Split Yr	0	85.08	0	NA	162.00	0
7	3"	0	0	Split Yr	0	170.15	0	NA	323.99	0
8	4"	0	0	Split Yr	0	265.87	0	NA	506.24	0
9	Gallorage									
10	Block 1	-	59,152	Split Yr	170,525	2.95	174,498	47,063	4.73	222,608
11	Block 2	-		Split Yr	0	-	0	12,089	5.92	71,567
12	Block 3	-		Split Yr	0	-	0	0	-	0
13	Total Residential	<u>14,034</u>	<u>59,152</u>		<u>316,408</u>		<u>323,680</u>	<u>59,152</u>		<u>578,363</u>
14	Average Bill				<u>22.55</u>		<u>23.06</u>			<u>41.21</u>
15	Commerical									
16	5/8" X 3/4"	36	117	Split Yr	374	10.63	383	NA	20.25	729
17	3/4"	0	0	Split Yr	0	15.94	0	NA	30.37	0
18	1"	0	0	Split Yr	0	26.60	0	NA	50.62	0
19	1-1/2"	0	0	Split Yr	0	53.17	0	NA	101.25	0
20	2"	12	2,254	Split Yr	998	85.08	1,021	NA	162.00	1,944
21	3"	0	0	Split Yr	0	170.15	0	NA	323.99	0
22	4"	0	0	Split Yr	0	265.87	0	NA	506.24	0
23										
24	Gallorage	-	2,371	Split Yr	6,838	2.95	6,994	0	4.73	11,215
25										
26										
27	Total Commercial	<u>48</u>	<u>2,371</u>		<u>8,210</u>		<u>8,398</u>	<u>0</u>		<u>13,888</u>
28	Average Bill				<u>171.05</u>		<u>174.96</u>			<u>289.33</u>
29	Multi-Family									
30	5/8" X 3/4"	0	0	Split Yr	0	10.63	0	NA	20.25	0
31	3/4"	0	0	Split Yr	0	15.94	0	NA	30.37	0
32	1"	0	0	Split Yr	0	26.60	0	NA	50.62	0
33	1-1/2"	0	0	Split Yr	0	53.17	0	NA	101.25	0
34	2"	0	0	Split Yr	0	85.08	0	NA	162.00	0
35	3"	0	0	Split Yr	0	170.15	0	NA	323.99	0
36	4"	0	0	Split Yr	0	265.87	0	NA	506.24	0
37										
38	Gallorage	-	0	Split Yr	0	2.95	0	0	4.73	0
39										
40										
41	Total Multi- Family	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
42	Average Bill				<u>-</u>		<u>-</u>			<u>-</u>
43	Fire Protection									
44	2"	0	NA	Split Yr	0	7.09	0	NA	40.50	0
45	3"	0	NA	Split Yr	0	14.18	0	NA	81.00	0
46	4"	0	NA	Split Yr	0	22.16	0	NA	126.56	0
47	6"	0	NA	Split Yr	0	44.30	0	NA	253.12	0
48	8"	0	NA	Split Yr	0	70.90	0	NA	404.99	0
49	10"	0	NA	Split Yr	0	101.92	0	NA	582.18	0
50										
51										
52										
53	Total Fire Protection	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
54	Average Bill				<u>-</u>		<u>-</u>			<u>-</u>
55	Subtotal				<u>324,618</u>		<u>332,078</u>			<u>592,251</u>
56	Unbilled Revenues				0		0			-
57	Guaranteed Revenues				0		0			-
58	Misc. Service Charge				4,545		4,545			7,038
59	Total Revenue				<u>329,163</u>		<u>336,623</u>			<u>599,289</u>
60	Booked Revenue				<u>330,839</u>					
61	Difference				(1,676) =	-0.5%				
62										
63										

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Period: 1/1/05 - 4/14/05
 Water [X] or Sewer []

Schedule: E-2w
 Page: 2 of 3
 Preparer: Jack Schreyer

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) Number Bills	(3) Consumption in 1,000 gal.	(4) Test Year Rates	(5) Test Year Revenue
1	Residential				
2	5/8" X 3/4"	3,518	14,138	10.32	36,306
3	3/4"	0	0	15.47	0
4	1"	0	0	25.82	0
5	1-1/2"	0	0	51.63	0
6	2"	0	0	82.61	0
7	3"	0	0	165.22	0
8	4"	0	0	258.15	0
9	<i>Gallonge</i>				
10	Block 1	-	14,138	2.86	40,435
11	Block 2	-		-	0
12	Block 3	-		-	0
13	Total Residential	<u>3,518</u>	<u>14,138</u>		<u>76,740</u>
14	Average Bill				<u>21.81</u>
15	Commerical				
16	5/8" X 3/4"	9	23	10.32	93
17	3/4"	0	0	15.47	0
18	1"	0	0	25.82	0
19	1-1/2"	0	0	51.63	0
20	2"	3	465	82.61	248
21	3"	0	0	165.22	0
22	4"	0	0	258.15	0
23					
24	<i>Gallonge</i>	-	488	2.86	1,396
25		-		-	0
26		-		-	0
27	Total Commercial	<u>12</u>	<u>488</u>		<u>1,736</u>
28	Average Bill				<u>144.70</u>
29	Multi-Family				
30	5/8" X 3/4"	0	0	10.32	0
31	3/4"	0	0	15.47	0
32	1"	0	0	25.82	0
33	1-1/2"	0	0	51.63	0
34	2"	0	0	82.61	0
35	3"	0	0	165.22	0
36	4"	0	0	258.15	0
37					
38	<i>Gallonge</i>	-	0	2.86	0
39		-	0	-	0
40		-	0	-	0
41	Total Multi- Family	<u>0</u>	<u>0</u>		<u>0</u>
42	Average Bill				<u>-</u>
43	Fire Protection				
44	1"	0	NA	6.88	0
45	2"	0	NA	13.77	0
46	3"	0	NA	21.52	0
47	4"	0	NA	43.01	0
48	6"	0	NA	68.84	0
49	8"	0	NA	98.96	0
50					
51					
52					0
53	Total Fire Protection	<u>0</u>	<u>0</u>		<u>0</u>
54	Average Bill				<u>-</u>
55	Subtotal				<u>78,477</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Palm Terrace

Schedule: E-2w

Docket No. 060368-WS

Page: 3 of 3

Schedule Period: 4/15/05 - 12/31/05

Preparer: Jack Schreyer

Water [X] or Sewer []

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) Number Bills	(3) Consumption in 1,000 gal.	(4) Test Year Rates	(5) Test Year Revenue
1	Residential				
2	5/8" X 3/4"	10,516	45,014	10.42	109,577
3	3/4"	0	0	15.62	0
4	1"	0	0	26.07	0
5	1-1/2"	0	0	52.12	0
6	2"	0	0	83.40	0
7	3"	0	0	166.79	0
8	4"	0	0	260.61	0
9	<i>Gallonge</i>				
10	Block 1	-	45,014	2.89	130,090
11	Block 2	-	-	-	0
12	Block 3	-	-	-	0
13	Total Residential	<u>10,516</u>	<u>45,014</u>		<u>239,667</u>
14	Average Bill				<u>22.79</u>
15	Commerical				
16	5/8" X 3/4"	27	94	10.42	281
17	3/4"	0	0	15.62	0
18	1"	0	0	26.07	0
19	1-1/2"	0	0	52.12	0
20	2"	9	1,789	83.40	751
21	3"	0	0	166.79	0
22	4"	0	0	260.61	0
23					
24	<i>Gallonge</i>	-	1,883	2.89	5,442
25		-	-	-	0
26		-	-	-	0
27	Total Commercial	<u>36</u>	<u>1,883</u>		<u>6,474</u>
28	Average Bill				<u>179.83</u>
29	Multi-Family				
30	5/8" X 3/4"	0	0	10.42	0
31	3/4"	0	0	15.62	0
32	1"	0	0	26.07	0
33	1-1/2"	0	0	52.12	0
34	2"	0	0	83.40	0
35	3"	0	0	166.79	0
36	4"	0	0	260.61	0
37					
38	<i>Gallonge</i>	-	0	2.89	0
39		-	0	-	0
40		-	0	-	0
41	Total Multi- Family	<u>0</u>	<u>0</u>		<u>0</u>
42	Average Bill				<u>-</u>
43	Fire Protection				
44	1"	0	NA	6.95	0
45	2"	0	NA	13.90	0
46	3"	0	NA	21.72	0
47	4"	0	NA	43.42	0
48	6"	0	NA	69.50	0
49	8"	0	NA	99.90	0
50					
51					
52					0
53	Total Fire Protection	<u>0</u>	<u>0</u>		<u>0</u>
54	Average Bill				<u>-</u>
	Subtotal				<u>246,141</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS

Schedule: E-2s
Page: 1 of 3
Preparer: Jack Schreyer

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Water [] or Sewer [X]

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) Number Bills	(3) Usage in 1,000 gal.	(4) Test Year Rates	(5) Test Year Revenue	(6) Present Rates	(7) Total Revenue Present Rates	(8) Proposed Usage	(9) Proposed Rate	(10) Revenue at Proposed
1	Residential									
2	5/8" X 3/4"	12,177	40,564	Split Yr	229,353	19.05	231,972		14.39	175,227
3	3/4"	0	0	Split Yr	0	19.05	0		21.59	0
4	1"	0	0	Split Yr	0	19.05	0		35.98	0
5	1-1/2"	0	0	Split Yr	0	19.05	0		71.96	0
6	2"	0	0	Split Yr	0	19.05	0		115.14	0
7	3"	0	0	Split Yr	0	19.05	0		230.27	0
8	4"	0	0	Split Yr	0	19.05	0		359.80	0
9	Gallonge cap (gallons)		none							
10	Capped Usage	-	40,564	Split Yr	167,535	4.18	169,558	40,564	5.50	223,102
11	Usage Above Cap	-	9,392					9,392		
12										
13	Total Residential	<u>12,177</u>	<u>49,956</u>		<u>396,888</u>		<u>401,529</u>			<u>398,329</u>
14	Average Bill				<u>32.59</u>		<u>32.97</u>			<u>32.71</u>
15	Commerical									
16	5/8" X 3/4"	12	22	Split Yr	226	19.05	229		14.39	173
17	3/4"	0	0	Split Yr	0	28.58	0		21.59	0
18	1"	0	0	Split Yr	0	47.62	0		35.98	0
19	1-1/2"	0	0	Split Yr	0	95.24	0		71.96	0
20	2"	0	0	Split Yr	0	152.38	0		115.14	0
21	3"	0	0	Split Yr	0	304.74	0		230.27	0
22	4"	0	0	Split Yr	0	476.17	0		359.80	0
23										
24	Gallonge	-	22	Split Yr	109	4.99	110		6.60	145
25	Total Commercial	<u>12</u>	<u>22</u>		<u>335</u>		<u>338</u>			<u>318</u>
26	Average Bill				<u>27.89</u>		<u>28.20</u>			<u>26.49</u>
27	Multi-Family									
28	5/8" X 3/4"	0	0	Split Yr	0	19.05	0		14.39	0
29	3/4"	0	0	Split Yr	0	28.58	0		21.59	0
30	1"	0	0	Split Yr	0	47.62	0		35.98	0
31	1-1/2"	0	0	Split Yr	0	95.24	0		71.96	0
32	2"	0	0	Split Yr	0	152.38	0		115.14	0
33	3"	0	0	Split Yr	0	304.74	0		230.27	0
34	4"	0	0	Split Yr	0	476.17	0		359.80	0
35										
36	Gallonge	-	0	Split Yr	0	4.99	0		6.60	0
37	Total Multi- Family	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>			<u>0</u>
38	Average Bill				<u>-</u>		<u>-</u>			<u>-</u>
39	Flat Rate									
40	Res. Wastewater Only	12	NA	Split Yr	384	32.36	388		30.22	363
41	Sprinkler Heads	0	NA	Split Yr	0	-	0		-	0
42	Reuse	0	NA	Split Yr	0	-	0		-	0
43	Total Flat Rate - Other				<u>384</u>		<u>388</u>			<u>363</u>
44	Subtotal				<u>397,607</u>		<u>402,256</u>			<u>399,010</u>
45	Unbilled Revenues				0		0			-
46	Guaranteed Revenues				0		0			-
47	Misc. Service Charge				0		0			0
48	Total Revenue				<u>397,607</u>		<u>402,256</u>			<u>399,010</u>
49	Booked Revenue				<u>400,768</u>					
50	Difference				<u>(3,161)</u>	=	-0.8%			
51					0					
52					0		0.0%			

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Period: 1/1/05 - 4/14/05

0

Schedule: E-2s

Page: 2 of 3

Preparer: Jack Schreyer

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) Number Bills	(3) Usage in 1,000 gal.	(4) Test Year Rates	(5) Test Year Revenue
1	Residential				
2	5/8" X 3/4"	3,048	9,999	18.70	56,998
3	3/4"	0	0	18.70	0
4	1"	0	0	18.70	0
5	1-1/2"	0	0	18.70	0
6	2"	0	0	18.70	0
7	3"	0	0	18.70	0
8	4"	0	0	18.70	0
9	<i>Gallonge cap</i>				
10	<i>Capped Usage</i>	-	9,999	4.10	40,996
11	<i>Usage Above Cap</i>	-			
12					
13	Total Residential	<u>3,048</u>	<u>9,999</u>		<u>97,994</u>
14	Average Bill				<u>0.00</u>
15	Commerical				
16	5/8" X 3/4"	3	5	18.70	56
17	3/4"	0	0	28.05	0
18	1"	0	0	46.74	0
19	1-1/2"	0	0	93.47	0
20	2"	0	0	149.56	0
21	3"	0	0	299.09	0
22	4"	0	0	467.34	0
23					
24	<i>Gallonge</i>	-	5	4.90	25
25	Total Commercial	<u>3</u>	<u>5</u>		<u>81</u>
26	Average Bill				<u>0.00</u>
27	Multi-Family				
28	5/8" X 3/4"	0	0	18.70	0
29	3/4"	0	0	28.05	0
30	1"	0	0	46.74	0
31	1-1/2"	0	0	93.47	0
32	2"	0	0	149.56	0
33	3"	0	0	299.09	0
34	4"	0	0	467.34	0
35					
36	<i>Gallonge</i>	-	0	4.90	0
37	Total Multi- Family	<u>0</u>	<u>0</u>		<u>0</u>
38	Average Bill				<u>-</u>
39	Flat Rate				
40	Res. Wastewater Only	3	NA	31.76	95
41	<i>Sprinkler Heads</i>	0	NA	-	0
42	<i>Reuse</i>	0	NA	-	0
43	Total Flat Rate - Other				<u>95</u>
44	Subtotal				<u>98,169</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Period: 4/15/05 - 12/31/05
 0

Schedule: E-2s
 Page: 3 of 3
 Preparer: Jack Schreyer

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) Number Bills	(3) Usage in 1,000 gal.	(4) Test Year Rates	(5) Test Year Revenue
1	Residential				
2	5/8" X 3/4"	9,129	30,565	18.88	172,356
3	3/4"	0	0	18.88	0
4	1"	0	0	18.88	0
5	1-1/2"	0	0	18.88	0
6	2"	0	0	18.88	0
7	3"	0	0	18.88	0
8	4"	0	0	18.88	0
9	Gallorage cap				
10	Capped Usage	-	30,565	4.14	126,539
11	Usage Above Cap	-			
12		-			
13	Total Residential	<u>9,129</u>	<u>30,565</u>		<u>298,895</u>
14	Average Bill				<u>32.74</u>
15	Commerical				
16	5/8" X 3/4"	9	17	18.88	170
17	3/4"	0	0	28.32	0
18	1"	0	0	47.19	0
19	1-1/2"	0	0	94.38	0
20	2"	0	0	151.01	0
21	3"	0	0	302.00	0
22	4"	0	0	471.89	0
23					
24	Gallorage	-	17	4.95	84
25	Total Commercial	<u>9</u>	<u>17</u>		<u>254</u>
26	Average Bill				<u>28.23</u>
27	Multi-Family				
28	5/8" X 3/4"	0	0	18.88	0
29	3/4"	0	0	28.32	0
30	1"	0	0	47.19	0
31	1-1/2"	0	0	94.38	0
32	2"	0	0	151.01	0
33	3"	0	0	302.00	0
34	4"	0	0	471.89	0
35					
36	Gallorage	-	0	4.95	0
37	Total Multi- Family	<u>0</u>	<u>0</u>		<u>0</u>
38	Average Bill				<u>-</u>
39	Flat Rate				
40	Res. Wastewater Only	9	NA	32.07	289
41	Sprinkler Heads	0	NA	-	0
42	Reuse	0	NA	-	0
43	Total Flat Rate - Other				<u>289</u>
44	Subtotal				<u>299,437</u>

Customer Monthly Billing Schedule

Florida Public Service Commission

Palm Terrace

Schedule: E-3

Docket No. 060368-WS

Page: 1 of 1

Schedule Year End: 12/31/2005

Preparer: Jack Schreyer

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

WATER

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) Multi-Family Dwelling	(5) Private Fire Protection	(6) Other (List)	(7) Total
1	Jan-05	1,167	4	0	0	0	1,171
2	Feb-05	1,167	4	0	0	0	1,171
3	Mar-05	1,169	4	0	0	0	1,173
4	Apr-05	1,172	4	0	0	0	1,176
5	May-05	1,165	4	0	0	0	1,169
6	Jun-05	1,155	4	0	0	0	1,159
7	Jul-05	1,155	4	0	0	0	1,159
8	Aug-05	1,153	4	0	0	0	1,157
9	Sep-05	1,157	4	0	0	0	1,161
10	Oct-05	1,153	4	0	0	0	1,157
11	Nov-05	1,149	4	0	0	0	1,153
12	Dec-05	1,154	4	0	0	0	1,158
13	Total Water	13,916	48	0	0	0	13,964

SEWER

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) Multi-Family Dwelling	(5) Private Fire Protection	(6) Other (List)	(7) Total
14	Jan-05	1,018	1	0	0	0	1,019
15	Feb-05	1,018	1	0	0	0	1,019
16	Mar-05	1,020	1	0	0	0	1,021
17	Apr-05	1,024	1	0	0	0	1,025
18	May-05	1,019	1	0	0	0	1,020
19	Jun-05	1,009	1	0	0	0	1,010
20	Jul-05	1,009	1	0	0	0	1,010
21	Aug-05	1,001	1	0	0	0	1,002
22	Sep-05	1,006	1	0	0	0	1,007
23	Oct-05	1,002	1	0	0	0	1,003
24	Nov-05	999	1	0	0	0	1,000
25	Dec-05	1,005	1	0	0	0	1,006
26	Total Sewer	12,130	12	0	0	0	12,142

Miscellaneous Service Charges

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Schedule: E-4

Page: 1 of 1

Preparer: Jack Schreyer

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

WATER

Line No.	(1) Type Charge	(2) Present		(3) Proposed	
		Bus. Hrs.	After Hrs.	Bus. Hrs.	After Hrs.
1	Initial Connection	15.00	15.00	24.00	31.00
2	Normal Reconnect	15.00	15.00	24.00	31.00
3	Violation Reconnect	-	-	48.00	62.00
4	Premises Visit	-	-	24.00	31.00
5	Insufficient Funds	20.00	-	21.00	-
6	Late Payment Fees	-	-	-	-

SEWER

Line No.	(1) Type Charge	(2) Present		(3) Proposed	
		Bus. Hrs.	After Hrs.	Bus. Hrs.	After Hrs.
7	Initial Connection	Actual cost	Actual cost	Actual cost	Actual cost
8	Normal Reconnect	Actual cost	Actual cost	Actual cost	Actual cost
9	Violation Reconnect	Actual cost	Actual cost	Actual cost	Actual cost
10	Premises Visit	-	-	24.00	31.00
11	Insufficient Funds	20.00	-	21.00	-
12	Late Payment Fees	-	-	-	-

Derivation of charges

Premises Visit charges are based on 1 hour of field service labor plus vehicle use costs, 1/4 hour clerical time, plus office and payroll overheads.

Violation Reconnection involves both a disconnection and reconnection visit to the property and is therefore twice the Premises Visit charge.

Insufficient Funds (NSF checks) charges are established using 1/2 hour clerical time plus office and payroll, overheads, and bank fees.

Miscellaneous Service Charge Revenue

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:

Historical 2005, Projected 2006 & 2007

Schedule: E-5

Page: 1 of 1

Preparer: Jack Schreyer

Explanation: Provide a schedule by month of test year miscellaneous charges received by type. Provide an additional schedule for proposed charges, if applicable. If a monthly schedule is not furnished, annual totals or by periods will be acceptable. If periods are not by-month, state what periods are used.

Line No.	(1) Month/ Year	(2) Initial Connection	(3) Normal Reconnect	(4) Violation Reconnect	(5) Premises Visit	(6) Other Charges	(7) Total
WATER							
1	Jan-05	405	0	0	0	(20)	385
2	Feb-05	330	0	0	0	40	370
3	Mar-05	300	0	0	0	20	320
4	Apr-05	315	0	0	0	40	355
5	May-05	285	0	0	0	0	285
6	Jun-05	390	0	0	0	60	450
7	Jul-05	495	0	0	0	100	595
8	Aug-05	415	0	0	0	60	475
9	Sep-05	390	0	0	0	20	410
10	Oct-05	210	0	0	0	20	230
11	Nov-05	300	0	0	0	80	380
12	Dec-05	270	0	0	0	20	290
13	Total Water	<u>4,105</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>440</u>	<u>4,545</u>
14	Annual Events	274	0	0	0	22	
15	2006 Rate	15	15	0	0	20	
16	2006 Revenue	4,105	0	0	0	440	4,545
17	2007 Rate	24	24	48	24	21	
18	2007 Revenue	6,576	0	0	0	462	7,038
SEWER							
19	Jan-05	0	0	0	0	0	0
20	Feb-05	0	0	0	0	0	0
21	Mar-05	0	0	0	0	0	0
22	Apr-05	0	0	0	0	0	0
23	May-05	0	0	0	0	0	0
24	Jun-05	0	0	0	0	0	0
25	Jul-05	0	0	0	0	0	0
26	Aug-05	0	0	0	0	0	0
27	Sep-05	0	0	0	0	0	0
28	Oct-05	0	0	0	0	0	0
29	Nov-05	0	0	0	0	0	0
30	Dec-05	0	0	0	0	0	0
31	Total Sewer	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
32	Annual Events	0	0	0	0	0	
33	2006 Rate	Actual cost	Actual cost	Actual cost	0	20	
34	2006 Revenue	0	0	0	0	0	0
35	2007 Rate	Actual cost	Actual cost	Actual cost	24	21	
36	2007 Revenue	0	0	0	0	0	0

Public Fire Hydrants Schedule

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year End: 12/31/2005
 Water [X] or Sewer []

Schedule: E-6
 Page: 1 of 1
 Preparer: Jack Schreyer

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

(1) Line No.	(2) Size	(3) Type	(4) Quantity
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1	Any fire hydrant information is detailed on enclosed system maps		
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Private Fire Protection Service

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year End: 12/31/2005
 Water [X] or Sewer []

Schedule: E-7
 Page: 1 of 1
 Preparer: Jack Schreyer

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	Any fire hydrant information is detailed on enclosed system maps		
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Contracts and Agreements Schedule

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Schedule Year End: 12/31/2005

Schedule: E-8
Page: 1 of 1
Preparer: Jack Schreyer

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.

Line No.	(1) Type	(2) Description
----------	-------------	--------------------

N/A

Tax or Franchise Fee Schedule

Florida Public Service Commission

Palm Terrace

Schedule: E-9

Docket No. 060368-WS

Page: 1 of 1

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Preparer: Jack Schreyer

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
WATER					
1	Regulatory Assessment Fee	Florida Public Service Comm.	4.5%	Included in overall cost of service	None
2					
SEWER					
3	Regulatory Assessment Fee	Florida Public Service Comm.	4.5%		None
4					

Service Availability Charges Schedule

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Schedule: E-10

Page: 1 of 1

Preparer: Jack Schreyer

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 No.	(1) Type Charge	(2) Present Charges	(3) Proposed Charges
WATER			
1	Service Installation Charge	143.00	251.00
2	(Service Line Size)	154.00	278.00
3		202.00	403.00
4		245.00	513.00
5	Over 2"	Actual Costs	Actual Costs
6	Meter Installation Fee	90.00	138.00
7	(Meter Size)	110.00	138.00
8		140.00	138.00
9		300.00	274.00
10		385.00	430.00
11	Over 2"	Actual Costs	Actual Costs
12	Back Flow Preventor Installation Fee	Actual Costs	Actual Costs
13	Plant/System Capacity Charge	700.00	700.00
14	Main Extension Charge	446.00	446.00
SEWER			
15	Service Installation Charge		1,500.00
16	over 4"		Actual Costs
17	4" Unpaved	170.00	
18	6" Unpaved	227.00	
19	4" Paved	548.00	
20	6" Paved	605.00	
21	Plant/System Capacity Charge	1,300.00	1,300.00
22	Main Extension Charge	480.00	480.00

Guaranteed Revenues Received

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS

Schedule: E-11
 Page: 1 of 1
 Preparer: Jack Schreyer

Schedule Years: Test Year = 2005; Present = 2006; Proposed = 2007

Water [X] or Sewer [X]

Explanation: Provide copies of all guaranteed revenue contracts with a schedule of billing and receipts by month by class.

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) Other	(5) Total
1					
2					
3			N/A		
4					
5					
6					
7					
8					
9					
10					
11					
12					
	Total	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Class A Utility Cost of Service Study

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Test Year Ended: 12/31/2005
Water [X] or Sewer [X]

Schedule: E-12
Page: 1 of 1
Preparer: Jack Schreyer

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 wastewater service.

Line
No.

Not applicable; no industrial customers.

Projected Test Year Revenue Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year End: 12/31/2006
 Water [X] or Sewer []

Schedule: E-13w
 Page: 1 of 2
 Preparer: Jack Schreyer

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.

(consumption is in 1,000 gallons)												
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
Line No.	Class/Meter Size	Historical Year 2005 Bills	Proj. Year 2006 Factor	Proj. Test Year 2006 Bills	Historical Year 2005 Consump.	Proj. Year 2006 Factor	Proj. Test Year 2006 Consump.	Present Rates	Proj. Test Year 2006 Revenue	Conserv. Gallons	Proposed Rates	Projected 2006 Rev. Req.
1	Residential											
2	5/8" X 3/4"	14,034	Note A	14,034	59,152	Note B	59,152	10.63	149,181		20.25	284,189
3	3/4"	0		0	0		0	15.94	0		30.37	0
4	1"	0		0	0		0	26.60	0		50.62	0
5	1-1/2"	0		0	0		0	53.17	0		101.25	0
6	2"	0		0	0		0	85.08	0		162.00	0
7	3"	0		0	0		0	170.15	0		323.99	0
8	4"	0		0	0		0	265.87	0		506.24	0
9	Gallorage											
10	Block 1	-		0	59,152		59,152	2.95	174,498	47,063	4.73	222,608
11	Block 2	-		0	0		0	-	0	12,089	5.92	71,567
12	Block 3	-		0	0		0	-	0	0	-	0
13	Total Residential	<u>14,034</u>		<u>14,034</u>	<u>59,152</u>		<u>59,152</u>		<u>323,680</u>	<u>59,152</u>		<u>578,363</u>
14												
15	Commerical											
16	5/8" X 3/4"	36		36	117		117	10.63	383		20.25	729
17	3/4"	0		0	0		0	15.94	0		30.37	0
18	1"	0		0	0		0	26.60	0		50.62	0
19	1-1/2"	0		0	0		0	53.17	0		101.25	0
20	2"	12		12	2,254		2,254	85.08	1,021		162.00	1,944
21	3"	0		0	0		0	170.15	0		323.99	0
22	4"	0		0	0		0	265.87	0		506.24	0
23												
24	Gallorage	-		0	2,371		2,371	2.95	6,994	2,371	4.73	11,215
25	Total Commercial	<u>48</u>		<u>48</u>	<u>0</u>		<u>2,371</u>		<u>8,398</u>	<u>2,371</u>		<u>13,888</u>
26												
27	Multi-Family											
28	5/8" X 3/4"	0		0	0		0	10.63	0		20.25	0
29	3/4"	0		0	0		0	15.94	0		30.37	0
30	1"	0		0	0		0	26.60	0		50.62	0
31	1-1/2"	0		0	0		0	53.17	0		101.25	0
32	2"	0		0	0		0	85.08	0		162.00	0
33	3"	0		0	0		0	170.15	0		323.99	0
34	4"	0		0	0		0	265.87	0		506.24	0
35												
36	Gallorage	-		0	0		0	2.95	0	0	4.73	0
37	Total Multi-Family	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
38												
39	Fire Protection											
40	2"	0		0				-	0		40.50	0
41	3"	0		0				-	0		81.00	0
42	4"	0		0				-	0		126.56	0
43	6"	0		0				-	0		253.12	0
44	8"	0		0				-	0		404.99	0
45	10"	0		0				-	0		582.18	0
46	Per Hydrant	0		0				-	0		-	0
47	Total Fire Protection	<u>0</u>		<u>0</u>					<u>0</u>			<u>0</u>
48												
49	Subtotals	<u>14,082</u>		<u>14,082</u>	<u>59,152</u>		<u>61,523</u>		<u>332,078</u>	<u>61,523</u>		<u>592,251</u>
50	Misc. Service Charge								4,545			7,038
51	Total Revenue								<u>336,623</u>			<u>599,289</u>

Note A: Reflects projected customer growth for 2006
 Note B: Projected Consumption is based on average 2005 residential use applied to growth

Projected Test Year Revenue Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year End: 12/31/2007
 Water [X] or Sewer []

Schedule: E-13w
 Page: 2 of 2
 Preparer: Jack Schreyer

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.

Line No.	(1) Class/Meter Size	(2) Proj. Test Year 2006 Bills	(3) Proj. Factor	(4) Proj. Test Year 2007 Bills	(5) (6) (7) (consumption is in 1,000 gallons)		(8) Present Rates	(9) Proj. Test Year 2007 Revenue	(10) Conserv. Gallons	(11) Proposed Rates	(12) Projected 2007 Rev. Req.	
					Proj. Test Year 2006 Consump.	Proj. Test Year 2007 Consump.						
1	Residential											
2	5/8" X 3/4"	14,034	Note A	14,034	59,152	Note B	59,152	10.63	149,181		20.25	284,189
3	3/4"	0		0	0		0	15.94	0		30.37	0
4	1"	0		0	0		0	26.60	0		50.62	0
5	1-1/2"	0		0	0		0	53.17	0		101.25	0
6	2"	0		0	0		0	85.08	0		162.00	0
7	3"	0		0	0		0	170.15	0		323.99	0
8	4"	0		0	0		0	265.87	0		506.24	0
9	Gallorage											
10	Block 1	0		0	59,152		59,152	2.95	174,498	47,063	4.73	222,608
11	Block 2	0		0	0		0	-	0	12,089	5.92	71,567
12	Block 3	0		0	0		0	-	0	0	-	0
13	Total Residential	<u>14,034</u>		<u>14,034</u>	<u>59,152</u>		<u>59,152</u>		<u>323,680</u>	<u>59,152</u>		<u>578,363</u>
14												
15	Commerical											
16	5/8" X 3/4"	36		36	117		117	10.63	383		20.25	729
17	3/4"	0		0	0		0	15.94	0		30.37	0
18	1"	0		0	0		0	26.60	0		50.62	0
19	1-1/2"	0		0	0		0	53.17	0		101.25	0
20	2"	12		12	2,254		2,254	85.08	1,021		162.00	1,944
21	3"	0		0	0		0	170.15	0		323.99	0
22	4"	0		0	0		0	265.87	0		506.24	0
23									0			
24	Gallorage	<u>0</u>		<u>0</u>	<u>2,371</u>		<u>2,371</u>	<u>2.95</u>	<u>6,994</u>	<u>2,371</u>	<u>4.73</u>	<u>11,215</u>
25	Total Commercial	<u>48</u>		<u>48</u>	<u>2,371</u>		<u>2,371</u>		<u>8,398</u>	<u>2,371</u>		<u>13,888</u>
26												
27	Multi-Family											
28	5/8" X 3/4"	0		0	0		0	10.63	0		20.25	0
29	3/4"	0		0	0		0	15.94	0		30.37	0
30	1"	0		0	0		0	26.60	0		50.62	0
31	1-1/2"	0		0	0		0	53.17	0		101.25	0
32	2"	0		0	0		0	85.08	0		162.00	0
33	3"	0		0	0		0	170.15	0		323.99	0
34	4"	0		0	0		0	265.87	0		506.24	0
35												
36	Gallorage	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>	<u>2.95</u>	<u>0</u>	<u>0</u>	<u>4.73</u>	<u>0</u>
37	Total Multi-Family	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
38												
39	Fire Protection											
40	2"	0		0				-	0		40.50	0
41	3"	0		0				-	0		81.00	0
42	4"	0		0				-	0		126.56	0
43	6"	0		0				-	0		253.12	0
44	8"	0		0				-	0		404.99	0
45	10"	0		0				-	0		582.18	0
46	Per Hydrant	<u>0</u>		<u>0</u>				-	<u>0</u>		-	<u>0</u>
47	Total Fire Protection	<u>0</u>		<u>0</u>					<u>0</u>			<u>0</u>
48												
49	Subtotals	<u>14,082</u>		<u>14,082</u>	<u>61,523</u>		<u>61,523</u>		<u>332,078</u>	<u>61,523</u>		<u>592,251</u>
50	Misc. Service Charge								<u>4,545</u>			<u>7,038</u>
51	Total Revenue								<u>336,623</u>			<u>599,289</u>

Note A: Reflects projected customer growth for 2007

Note B: Projected Consumption is based on average 2005 residential use applied to growth

Projected Test Year Revenue Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year End: 12/31/2006
 Water [] or Sewer [X]

Schedule: E-13s
 Page: 1 of 2
 Preparer: Jack Schreyer

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.

(usage is in 1,000 gallons)												
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
Line No.	Class/Meter Size	Historical Year 2005 Bills	Proj. Factor	Proj. Test Year 2006 Bills	Historical Year 2005 Usage	Proj. Factor	Proj. Test Year 2006 Usage	Present Rates	Proj. Test Year 2006 Revenue	Proposed Year 2006 Usage	Proposed Rates	Projected 2006 Rev. Req.
1	Residential											
2	5/8" X 3/4"	12,177	Note A	12,177	40,564	Note B	40,564	19.05	231,972		14.39	175,227
3	3/4"	0		0	0		0	19.05	0		21.59	0
4	1"	0		0	0		0	19.05	0		35.98	0
5	1-1/2"	0		0	0		0	19.05	0		71.96	0
6	2"	0		0	0		0	19.05	0		115.14	0
7	3"	0		0	0		0	19.05	0		230.27	0
8	4"	0		0	0		0	19.05	0		359.80	0
9	Gallage cap (gallons)										6,000	
10	Capped Usage	-			40,564		40,564	4.18	169,558	40,564	5.50	223,102
11	Usage Above Cap	-			9,392		9,392			9,392		
12												
13	Total Residential	12,177		12,177	49,956		49,956		401,529	49,956		398,329
14												
15	Commerical											
16	5/8" X 3/4"	12		12	22		22	19.05	229		14.39	173
17	3/4"	0		0	0		0	28.58	0		21.59	0
18	1"	0		0	0		0	47.62	0		35.98	0
19	1-1/2"	0		0	0		0	95.24	0		71.96	0
20	2"	0		0	0		0	152.38	0		115.14	0
21	3"	0		0	0		0	304.74	0		230.27	0
22	4"	0		0	0		0	476.17	0		359.80	0
23									0			
24	Gallage	-			22		22	4.99	110	22	6.60	145
25	Total Commerical	12		12	0		22		338	22		318
26												
27	Multi-Family											
28	5/8" X 3/4"	0		0	0		0	19.05	0		14.39	0
29	3/4"	0		0	0		0	28.58	0		21.59	0
30	1"	0		0	0		0	47.62	0		35.98	0
31	1-1/2"	0		0	0		0	95.24	0		71.96	0
32	2"	0		0	0		0	152.38	0		115.14	0
33	3"	0		0	0		0	304.74	0		230.27	0
34	4"	0		0	0		0	476.17	0		359.80	0
35												
36	Gallage	-		0	0		0	4.99	0	0	6.60	0
37	Total Multi-Family	0		0	0		0		0	0		0
38												
39	Flat Rate											
40	Res. Wastewater Only	12		12				32.36	388		30.22	363
41	Sprinkler Heads	0		0				-	0		-	0
42	Reuse	0		0				-	0		-	0
43	Total Flat Rate - Other	0		12					388			363
44	Subtotals	12,189		12,201	49,956		49,978		402,256	49,978		399,010
45	Misc. Service Charge								0			0
46	Total Revenue								<u>402,256</u>			<u>399,010</u>

Note A: Reflects projected customer growth for 2006
 Note B: Projected Consumption is based on average 2005 residential use applied to growth

Projected Test Year Revenue Calculation

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Schedule Year End: 12/31/2007
 Water [X] or Sewer []

Schedule: E-13s
 Page: 2 of 2
 Preparer: Jack Schreyer

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.

(usage is in 1,000 gallons)											
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Line No.	Class/Meter Size	Proj. Test Year 2006 Bills	Proj. Year 2007 Bills	Proj. Test Year 2006 Usage	Proj. Year 2007 Usage	Present Rates	Proj. Test Year 2007 Revenue	Proposed Year 2007 Usage	Proposed Rates	Projected 2007 Rev. Req.	
1	Residential										
2	5/8" X 3/4"	12,177	Note A	12,177	9,999	Note B	40,564	19.05	231,972	14.39	175,227
3	3/4"	0		0	0		0	19.05	0	21.59	0
4	1"	0		0	0		0	19.05	0	35.98	0
5	1-1/2"	0		0	0		0	19.05	0	71.96	0
6	2"	0		0	0		0	19.05	0	115.14	0
7	3"	0		0	0		0	19.05	0	230.27	0
8	4"	0		0	0		0	19.05	0	359.80	0
9	Gallage cap (gallons)									6,000	
10	Capped Usage			9,999	40,564	4.18	169,558	40,564	5.50	223,102	
11	Usage Above Cap			0	9,392			9,392			
1	Total Residential	<u>12,177</u>		<u>12,177</u>	<u>9,999</u>		<u>49,956</u>		<u>401,529</u>	<u>49,956</u>	<u>398,329</u>
2											
3	Commerical										
4	5/8" X 3/4"	12	12	5	22	19.05	229		14.39	173	
5	3/4"	0	0	0	0	28.58	0		21.59	0	
6	1"	0	0	0	0	47.62	0		35.98	0	
7	1-1/2"	0	0	0	0	95.24	0		71.96	0	
8	2"	0	0	0	0	152.38	0		115.14	0	
9	3"	0	0	0	0	304.74	0		230.27	0	
10	4"	0	0	0	0	476.17	0		359.80	0	
11							0				
12	Gallage			5	22	4.99	110	22	6.60	145	
13	Total Commercial	<u>12</u>	<u>12</u>	<u>5</u>	<u>22</u>		<u>338</u>	<u>22</u>		<u>318</u>	
14											
15	Multi-Family										
16	5/8" X 3/4"	0	0	0	0	19.05	0		14.39	0	
17	3/4"	0	0	0	0	28.58	0		21.59	0	
18	1"	0	0	0	0	47.62	0		35.98	0	
19	1-1/2"	0	0	0	0	95.24	0		71.96	0	
20	2"	0	0	0	0	152.38	0		115.14	0	
21	3"	0	0	0	0	304.74	0		230.27	0	
22	4"	0	0	0	0	476.17	0		359.80	0	
23											
24	Gallage		0	0	0	4.99	0	0	6.60	0	
25	Total Multi-Family	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>	
26											
27	Flat Rate										
28	Res. Wastewater Only	12	12			32.36	388		30.22	363	
29	Sprinkler Heads	0	0			-	0		-	0	
30	Reuse	0	0			-	0		-	0	
31	Total Flat Rate - Other	<u>12</u>					<u>388</u>			<u>363</u>	
32											
33	Subtotals	<u>12,201</u>		<u>12,189</u>	<u>10,004</u>		<u>49,978</u>		<u>402,256</u>	<u>49,978</u>	<u>399,010</u>
34	Misc. Service Charge								0		0
35	Total Revenue								<u>402,256</u>		<u>399,010</u>
36											

Note A: Reflects projected customer growth for 2007
 Note B: Projected Consumption is based on average 2005 residential use applied to growth

Billing Analysis Schedules

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Schedule Year End: 12/31/2005
 Water [X] or Sewer [X]
 Customer Class:
 Meter Size:

Schedule: E-14
 Page: 1 of 1
 Preparer: Jack Schreyer

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 and 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)
Line No.	Consumption Level	Number of Bills	Gallons Consumed (1) X (2)	Cumulative Gallons	Reversed Bills	Consolidated Factor [(1)X(6)]+(5)	Percentage of Total

See attached Bill Analyses







**Palm Terrace
ENGINEERING SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
Gallons of Water Pumped, Sold & Unaccounted For	F-1	151
Gallons of Wastewater Treated	F-2	152
Water Treatment Plant Data	F-3	153
Wastewater Treatment Plant Data	F-4	154
Used and Useful Calculations - Water Treatment Plant	F-5	155
Used and Useful Calculations - Sewer Treatment Plant	F-6	156
Used and Useful Calculation - Distribution & Collection Systems	F-7	157
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Equivalent Residential Connections Calculation - Water	F-9	159
Equivalent Residential Connections Calculation - Sewer	F-10	160



Gallons of Water Pumped, Sold and Unaccounted For
In Thousands of Gallons

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Test Year End: 12/31/2005

Schedule: F-1
Page: 1 of 1
Preparer: John F. Guastella

Explanation: Provide a schedule of gallons of water pumped, sold and unaccounted for each month of the test year. The gallons pumped should match the flows shown on the monthly operating reports sent to DER. The other uses may include plant use, flushing of hydrants and water and sewer lines, line 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.

Line No.	Month 2005	(1) Gallons Pumped	(2) Gallons Purchased	(3) Gallons Sold	(4) Other Uses	(5) Unaccounted For Water (1)+(2)-(3)-(4)	(6) % Unaccounted For Water
1	Jan	3,840	1,646	4,323	18	1,145	
2	Feb	3,329	1,744	4,928	224	(79)	
3	Mar	5,265	698	5,236	4	723	
4	Apr	5,389	561	5,417	22	511	
5	May	6,697	0	6,192	336	169	
6	Jun	5,972	1,700	5,240	31	2,401	
7	Jul	4,980	1,107	5,384	188	515	
8	Aug	6,112	0	5,641	331	140	
9	Sep	5,719	0	4,920	1,374	(575)	
10	Oct	5,610	(5,610)	5,633	2,338	(7,971)	
11	Nov	6,730	0	4,889	2,338	(497)	
12	Dec	4,870	856	3,431	2,338	(43)	
13	TOTAL	64,513	2,703	61,234	9,542	(3,560)	-5.3%

**Gallons of Wastewater Treated & Unaccounted For
In Thousands of Gallons**

Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
Test Year End: 12/31/2005

Schedule: F-2
Page: 1 of 1
Preparer: John F. Guastella

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 the monthly operating reports sent to DER.

Line No.	Month 2005	(1)	(2)	(3)	(4)	(5)	(6)
		STP#1	(Name)	(Name)	(Name)	Total Plant Flows	Total Purch. Sewage Treatment
1	Jan	3,266,000	0	0	0	3,266,000	0
2	Feb	3,185,000	0	0	0	3,185,000	0
3	Mar	5,113,000	0	0	0	5,113,000	0
4	Apr	3,479,000	0	0	0	3,479,000	0
5	May	3,056,000	0	0	0	3,056,000	0
6	Jun	3,159,000	0	0	0	3,159,000	0
7	Jul	3,948,000	0	0	0	3,948,000	0
8	Aug	3,757,000	0	0	0	3,757,000	0
9	Sep	2,974,000	0	0	0	2,974,000	0
10	Oct	3,201,000	0	0	0	3,201,000	0
11	Nov	3,161,000	0	0	0	3,161,000	0
12	Dec	3,215,000	0	0	0	3,215,000	0
13	Total	41,514,000	0	0	0	41,514,000	0

Water Treatment Plant Data

Palm Terrace
Docket No. 060368-WS
 Test Year End: 12/31/2005

Florida Public Service Commission

Schedule: F-3
 Page: 1 of 1
 Preparer: John F. Guastella

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

Line No.	Description	Date	GPD
Inter-Connected			
1	Plant Capacity: The hydraulic rated capacity. If different from that shown on the DER operating or construction permit, provide an explanation.		0
2	Maximum Day: The single day with the highest pumpage rate for the test year. Explain, on a separate page, if fire flow, line-breaks or other unusual occurrences affected the flow this day.		0
3	Five-Day Max Year: The five days with the highest pumpage rate from any one month in the test year. Provide an explanation if fire flow, line-breaks or other unusual occurrences affected the flows on these days.	Day	
		1	0
		2	0
		3	0
		4	0
		5	0
		Average	0
4	Average Daily Flow		0
5	Required Fire Flow The standards will be those as set by the Insurance Service Organization or by a governmental agency ordinance. Provide documents to support this calculation.		No

Sewer Treatment Plant Data

Palm Terrace
Docket No. 060368-WS
 Test Year End: 12/31/2005

Florida Public Service Commission

Schedule: F-4
 Page: 1 of 1
 Preparer: John F. Guastella

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

Line No.	Description	Month	GPD
1	Plant Capacity: The hydraulic rated capacity. If different from that shown on the DER operating or construction permit, provide an explanation.		<u>130,000</u>
2	Average Daily Flow Max Month 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.	<u>March</u>	<u>165,000</u>

**Used and Useful Calculations
Water Treatment Plant**

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:
Historical 2005, Projected 2006 & 2007

Florida Public Service Commission

Schedule: F-5
Page: 1 of 1
Preparer: John F. Guastella

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).

Line No.	Description	Used & Useful		Note
		Interim	Permanent	
1		100%	100%	Inter-Connected

This system is fully developed and does not have it's own source of supply. Therefore, assets are considered 100% Used and Useful.

**Used and Useful Calculations
Sewer Treatment Plant**

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:
Historical 2005, Projected 2006 & 2007

Schedule: F-6

Page: 1 of 1

Preparer: John F. Guastella

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

Line No.	Used & Useful		Note
	Interim	Permanent	
1	100%	100%	

This system is fully developed as planned. Accordingly, all facilities and assets are considered 100% Used and Useful.

**Used and Useful Calculations
Water Distribution and Sewer Collection Systems**

Florida Public Service Commission

**Palm Terrace
Docket No. 060368-WS**

Schedule: F-7
Page: 1 of 1
Preparer: John F. Guastella

Schedule Year Ended December 31 of:
Historical 2005, Projected 2006 & 2007

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 test year 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.

	Base	Trended ERCs		Total Lots	Used & Useful		Note
	ERCs 2005	2010	2012		Interim	Permanent	

Water

1					100%	100%	Built- Out
---	--	--	--	--	------	------	------------

This system is fully developed as planned. Accordingly, all facilities and assets are considered 100% Used and Useful.

Sewer

2					100%	100%	BuiltOut
---	--	--	--	--	------	------	----------

This system is fully developed as planned. Accordingly, all facilities and assets are considered 100% Used and Useful.

Margin Reserve Calculations - Water & Sewer

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Schedule Year Ended December 31 of:

Historical 2005, Projected 2007

Schedule: F-8

Page: 1 of 1

Preparer: John F. Guastella

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

Calculation for Historical Test Year 2005 (interim rates) and Projected Test Year 2007 (permanent rates):
Linear regression analysis using average ERCs for the last five years and trended for the five years beyond test period(s).

Line No.	(1) Year	(2) Average Meters	(3) Average ERCs	(4) Trend	(5) Increase
WATER					
1	2001	1,185.0	1,195.5	1,190.9	
2	2002	1,179.0	1,179.0	1,186.3	
3	2003	1,177.5	1,177.5	1,181.6	
4	2004	1,171.0	1,188.5	1,177.0	
5	2005	1,160.5	1,167.5	1,172.3	
6	2006			1,167.7	-0.40%
7	2007			1,163.0	-0.40%
8	2008			1,158.4	-0.40%
9	2009			1,153.7	-0.40%
10	2010			1,149.1	-0.40% 5 yrs beyond 2005
11	2011			1,144.4	-0.40%
12	2012			1,139.8	-0.41% 5yrs beyond 2007

X Coefficient(s) (4.650)

SEWER

13	2001	1,027.0	1,027.0	1,027.4	
14	2002	1,022.5	1,022.5	1,023.2	
15	2003	1,020.0	1,020.0	1,018.9	
16	2004	1,016.0	1,016.0	1,014.7	
17	2005	1,009.0	1,009.0	1,010.4	
18	2006			1,006.2	-0.42%
19	2007			1,001.9	-0.42%
20	2008			997.7	-0.42%
21	2009			993.4	-0.43%
22	2010			989.2	-0.43% 5 yrs beyond 2005
23	2011			984.9	-0.43%
24	2012			980.7	-0.43% 5yrs beyond 2007

X Coefficient(s) (4.250)

Equivalent Residential Connections - Water

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year End: 12/31/2005

Schedule: F-9
 Page: 1 of 1
 Preparer: John F. Guastella

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) SFR Customers		(4)	(5)	(6)	(7)	(8)	(9)
	Year	Beginning	Ending	Average	SFR Gallons Sold	Gallons/SFR (5)/(4)	Total Gallons Sold	Total ERCs (7)/(6)	Annual % Incr. in ERCs
1	2001	1,181	1,178	1,179.5	57,937	49.120	59,746	1,216.3	
2	2002	1,178	1,173	1,175.5	59,093	50.271	60,507	1,203.6	-1.04%
3	2003	1,173	1,176	1,174.5	60,036	51.116	62,866	1,229.9	2.18%
4	2004	1,176	1,159	1,167.5	64,560	55.298	67,076	1,213.0	-1.37%
5	2005	1,159	1,154	1,156.5	58,863	50.898	61,234	1,203.1	-0.82%
Average Growth Through 5-Year Period (Col. 8)									-0.27%

Equivalent Residential Connections - Sewer

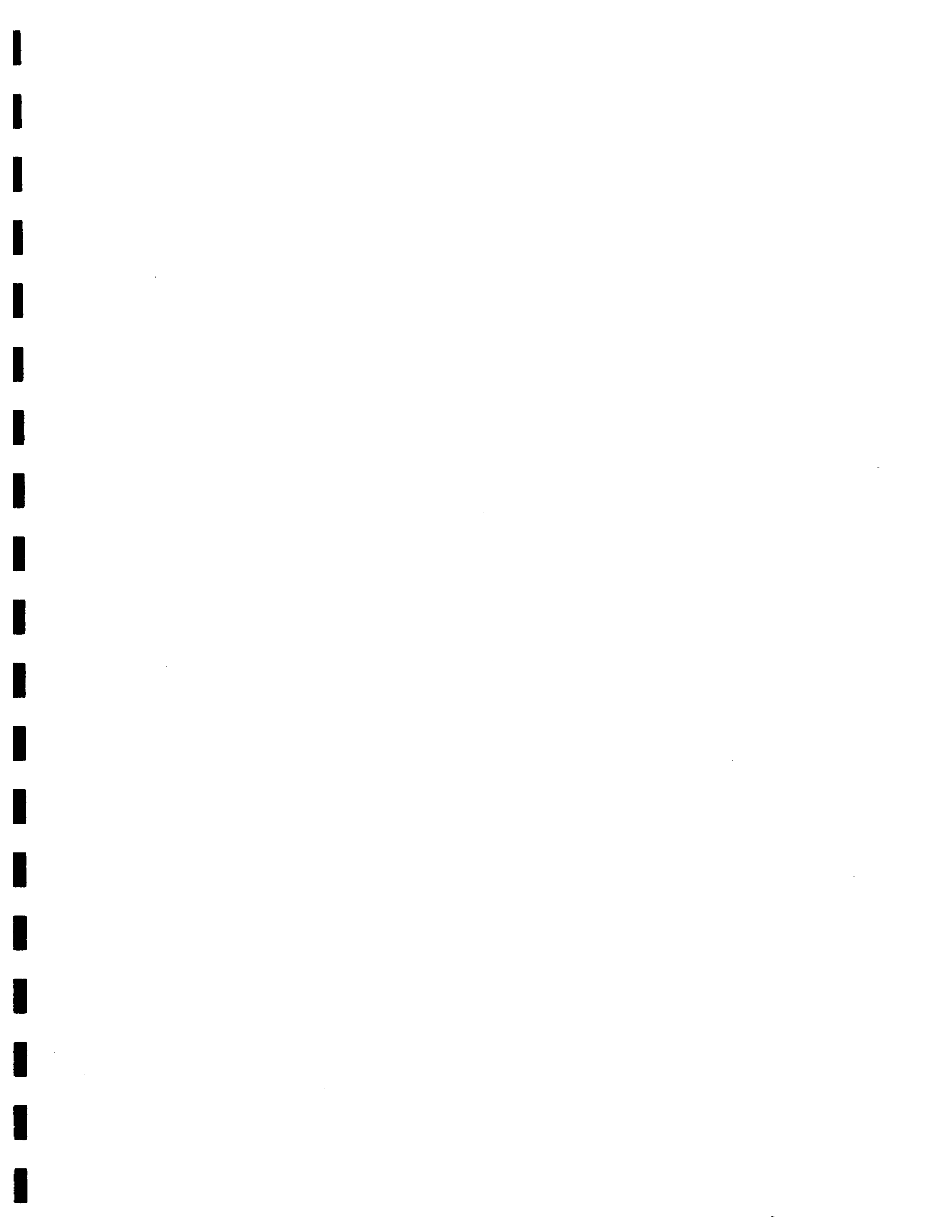
Florida Public Service Commission

Palm Terrace
Docket No. 060368-WS
 Test Year End: 12/31/2005

Schedule: F-10
 Page: 1 of 1
 Preparer: John F. Guastella

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) SFR Customers		(4)	(5)	(6)	(7)	(8)	(9)
	Year	Beginning	Ending	Average	SFR Gallons Treated	Gallons/SFR (5)/(4)	Total Gallons Treated	Total ERCs (7)/(6)	Annual % Incr. in ERCs
1	2001	1,029	1,025	1,027.0	40,701	39.631	40,701	1,027.0	
2	2002	1,025	1,020	1,022.5	41,752	40.833	41,752	1,022.5	-0.44%
3	2003	1,020	1,020	1,020.0	41,505	40.691	41,505	1,020.0	-0.24%
4	2004	1,020	1,011	1,015.5	41,513	40.879	41,523	1,015.7	-0.42%
5	2005	1,011	1,005	1,008.0	40,934	40.609	40,956	1,008.5	-0.71%
Average Growth Through 5-Year Period (Col. 8)									-0.45%





**Palm Terrace
INTERIM RATE SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
Rate Schedule - Interim Rates	G-1	162
Schedule of Rate Base - Interim Rates	G-2	163
Schedule of Adjustments to Rate Base - Interim	G-3	164
Schedule of Water Net Operating Income - Interim	G-4	165
Schedule of Adjustments to Operating Income - Interim	G-5	166
Schedule of Requested Cost of Capital - Interim	G-6	167



Rate Schedule - Interim Rates

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year End: 12/31/2005
 Water [X] Sewer [X]

Schedule: G-1
 Page: 1 of 1
 Preparer: Jack Schreyer

Explanation: Provide a schedule of present and proposed interim rates

Line No.	(1) Class/Meter Size	(2) Present Rates	(3) Interim Rates	(4) Class/Meter Size	(5) Present Rates	(6) Interim Rates
	WATER		51.77%	SEWER		-25.52%
1	Residential			Residential		
2	5/8" X 3/4"	10.63	16.13	5/8" X 3/4"	19.05	14.19
3	3/4"	15.94	24.19	3/4"	19.05	14.19
4	1"	26.60	40.37	1"	19.05	14.19
5	1-1/2"	53.17	80.70	1-1/2"	19.05	14.19
6	2"	85.08	129.13	2"	19.05	14.19
7	3"	170.15	258.24	3"	19.05	14.19
8	4"	265.87	403.51	4"	19.05	14.19
9	6"	531.75	807.04	6"	19.05	14.19
10	8"	850.79	1,291.24	8"	19.05	14.19
11	10"	1,223.02	1,856.18	10"	19.05	14.19
12	Gallonage, Block 1	2.95	4.48	Gallonage cap (gallons)	6,000	6,000
13	Block 2	-	-	Gallonage charge	4.18	3.11
14	Block 3	-	-			
15	General Service			General Service		
16	5/8" X 3/4"	10.63	16.13	5/8" X 3/4"	19.05	14.19
17	3/4"	15.94	24.19	3/4"	28.58	21.29
18	1"	26.60	40.37	1"	47.62	35.47
19	1-1/2"	53.17	80.70	1-1/2"	95.24	70.93
20	2"	85.08	129.13	2"	152.38	113.49
21	3"	170.15	258.24	3"	304.74	226.96
22	4"	265.87	403.51	4"	476.17	354.63
23	6"	531.75	807.04	6"	952.33	709.26
24	8"	850.79	1,291.24	8"	1,523.73	1,134.81
25	10"	1,223.02	1,856.18	10"	2,190.34	1,631.27
26	Gallonage charge	2.95	4.48	Gallonage charge	4.99	3.72
27	Fire Protection			Flat Rate		
28	2"	7.09	10.76	Res. Wastewater Only	32.36	24.10
29	3"	14.18	21.52	Sprinkler Heads	-	-
30	4"	22.16	33.63	Reuse	-	-
31	6"	44.30	67.23			
32	8"	70.90	107.60			
33	10"	101.92	154.68			

Supporting Schedules: G-4

Schedule of Rate Base - Interim Rates

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Test Year End: 12/31/2005

Historical [X] Projected []

Schedule: G-2

Page: 1 of 1

Preparer: Jack Schreyer

Explanation: Provide a schedule of the rate base used for Interim Rates

Line No.	(1) Description	(2) Adjusted Balance 12/31/2005	(3) Adjustments Last Rate Case	(4) Interim Rate Base	(5) Supporting Schedule(s)
WATER					
1	Utility Plant in Service	266,100	0	266,100	A-1
2	Utility Land & Land Rights	23,477	0	23,477	A-1
3	Less: Non-Used & Useful Plant	0	0	0	A-1
4	Construction Work in Progress	0	0	0	A-1
5	Less: Accumulated Depreciation	(133,044)	0	(133,044)	A-1
6	Less: CIAC	(138,157)	0	(138,157)	A-1
7	Accumulated Amortization of CIAC	85,708	0	85,708	A-1
8	Acquisition Adjustments	0	0	0	A-1
9	Less: Accum. Amort. of Acq. Adjustments	0	0	0	A-1
10	Less: Advances For Construction	0	0	0	A-1
11	Working Capital Allowance	125,688	0	125,688	A-1
12	Total Rate Base	<u>229,772</u>	<u>0</u>	<u>229,772</u>	
SEWER					
13	Utility Plant in Service	591,519	0	591,519	A-2
14	Utility Land & Land Rights	70,890	0	70,890	A-2
15	Less: Non-Used & Useful Plant	0	0	0	A-2
16	Construction Work in Progress	0	0	0	A-2
17	Less: Accumulated Depreciation	(322,063)	0	(322,063)	A-2
18	Less: CIAC	(343,113)	0	(343,113)	A-2
19	Accumulated Amortization of CIAC	281,722	0	281,722	A-2
20	Less: Accum. Amort. of Acq. Adjustments	0	0	0	A-2
21	Less: Advances For Construction	0	0	0	A-2
22	Working Capital Allowance	110,568	0	110,568	A-2
23	Total Rate Base	<u>389,523</u>	<u>0</u>	<u>389,523</u>	

Schedule of Adjustments to Rate Base - Interim

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Test Year End: 12/31/2005

Historical Projected

Water Sewer

Schedule: G-3

Page: 1 of 1

Preparer: Jack Schreyer

Explanation: Provide an explanation of adjustments to reach the interim rate base

Line

No.

NONE

Schedule of Water Net Operating Income - Interim

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year End: 12/31/2005
 Historical [X] Projected []
 Water [X] Sewer [X]

Schedule: G-4
 Page: 1 of 1
 Preparer: Jack Schreyer

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Line No. Description	Utility Adjusted Test Year	Utility Interim Adjustments	Adjusted Interim Test Year	Interim Increase	Requested Interim Revenues	Supporting Schedules
Water						
1 Water Sales Revenues	324,618	0	324,618	168,055	492,673	B-4
2 Other Revenues	4,545	0	4,545	0	4,545	B-4
3 OPERATING REVENUES	329,163	0	329,163	168,055	497,218	
4 Operation & Maintenance	440,509	0	440,509	2,482	442,991	B-5
5 Depreciation, net of CIAC Amort.	5,463	0	5,463		5,463	B-13
6 Amortization	0	0	0		0	
7 Taxes Other Than Income	20,714	0	20,714	7,557	28,272	B-15
8 Provision for Income Taxes	(53,273)	0	(53,273)	59,420	6,148	C-1
9 OPERATING EXPENSES	413,414	0	413,414	69,460	482,873	
10 NET OPERATING INCOME	(84,251)	0	(84,251)	98,595	14,345	
11 RATE BASE	229,772	0	229,772		229,772	A-1
12 RATE OF RETURN	-36.67%				6.24%	
Sewer						
13 Sewer Sales Revenues	397,607	0	397,607	(101,486)	296,121	B-4
14 Other Revenues	0	0	0	0	0	B-4
15 OPERATING REVENUES	397,607	0	397,607	(101,486)	296,121	
16 Operation & Maintenance	223,027	0	223,027	(1,499)	221,529	B-6
17 Depreciation, net of CIAC Amort.	6,288	0	6,288		6,288	B-14
18 Amortization	0	0	0		0	
19 Taxes Other Than Income	33,617	0	33,617	(4,564)	29,053	B-15
20 Provision for Income Taxes	52,026	0	52,026	(40,178)	11,848	C-1
21 OPERATING EXPENSES	314,959	0	314,959	(46,241)	268,718	
22 NET OPERATING INCOME	82,648	0	82,648	(55,245)	27,403	
23 RATE BASE	389,523	0	389,523		389,523	A-2
24 RATE OF RETURN	21.22%				7.03%	

Schedule of Adjustments to Operating Income - Interim

Florida Public Service Commission

Palm Terrace
 Docket No. 060368-WS
 Test Year End: 12/31/2005
 Historical Projected
 Water Sewer

Schedule: G-5
 Page: 1 of 1
 Preparer: Jack Schreyer

Line No.	(1) Description	(2) Interim Water	(3) Interim Sewer
UTILITY PROJECTED REVENUE REQUIREMENT ADJUSTMENTS - 2007			
1	NET OPERATING REVENUE		
2	Required Revenue Adjustment	<u>168,055</u>	<u>(101,486)</u>
3			
4	TAXES OTHER THAN INCOME TAX		
5	RAF on Revenue Adjustment @	4.50% <u>7,562</u>	<u>(4,567)</u>
6			
7	INCOME TAX ADJUSTMENT		
8	Rate Year Revenue at Present Rates	329,163	397,607
9	Plus Required Revenue Adjustment	<u>168,055</u>	<u>(101,486)</u>
10	Rate Year Revenue at Proposed Rates	497,218	296,121
11			
12	Less Operating Expenses Before Income Taxes	(476,725)	(256,870)
13	Less Interest Expense	(4,555)	(8,537)
14	Taxable Income	15,937	30,714
15	Income Tax at Composite Rate of	38.58% 6,148	11,848
16	Less Income Tax at Present Rates	<u>53,273</u>	<u>(52,026)</u>
17			
18	Income Tax Adjustment	<u>59,420</u>	<u>(40,178)</u>

Schedule of Requested Cost of Capital

Florida Public Service Commission

Palm Terrace

Docket No. 060368-WS

Test Year End: 12/31/2005

Historical [] Projected []

Water [X] Sewer [X]

Schedule: G-6

Page: 1 of 1

Preparer: Jack Schreyer

Line No.	(1) Class of Capital	(2) Reconciled To Requested Rate Base	(3) Ratio	(4) Cost Rate	(5) Weighted Cost Rate	(6) Cost	(7) Supporting Schedules
WATER							
1	Long-Term Debt	71,558	31.14%	6.00%	1.87%	4,294	D-2
2	Short-Term Debt	0	0.00%		0.00%	0	D-2
3	Preferred Stock	0	0.00%		0.00%	0	D-2
4	Common Stock	107,338	46.71%	9.12%	4.26%	9,789	D-2
5	Customer Deposits	4,364	1.90%	6.00%	0.11%	262	D-2
6	Accumulated Deferred Income Taxes	46,512	20.24%	0.00%	0.00%	0	D-2
7	Total	<u>229,772</u>	<u>100.00%</u>		<u>6.24%</u>	<u>14,345</u>	
SEWER							
8	Long-Term Debt	137,911	35.41%	6.00%	2.12%	8,275	D-2
9	Short-Term Debt	0	0.00%	0.00%	0.00%	0	D-2
10	Preferred Stock	0	0.00%	0.00%	0.00%	0	D-2
11	Common Stock	206,867	53.11%	9.12%	4.84%	18,866	D-2
12	Customer Deposits	4,364	1.12%	6.00%	0.07%	262	D-2
13	Accumulated Deferred Income Taxes	40,380	10.37%	0.00%	0.00%	0	D-2
14	Total	<u>389,523</u>	<u>100.00%</u>		<u>7.03%</u>	<u>27,403</u>	

Note: Common stock cost rate established at low limit of equity return range