

Pasco County Summary

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Schedule of Water Rate Base

Florida Public Service Commission

Pasco County Total
 Docket No. 060368-WS
 Test Year Ending December 31 of
 Historical 2005, Projected 2006, 2007

Number of Water Systems: 3

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) (3) Historical Base Year 2005		(4)	(5) (6) Intermediate Year 2006		(7) (8) Projected Test Year 2007		(9)
	Average Balance Per Books	Adjustments	Adjusted Average Balance	Adjustments	Adjusted Average Balance	Adjustments	Adjusted Average Balance	Supporting Schedules
1 Utility Plant in Service	2,274,704	497,780	2,772,484	216,701	2,989,185	334,834	3,324,019	A-5
2 Utility Land & Land Rights	16,009	28,373	44,382	0	44,382	0	44,382	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	(618,217)	(134,480)	(752,696)	(81,912)	(834,608)	(88,859)	(923,467)	A-9
6 Less: CIAC	(199,156)	(187,402)	(386,558)	0	(386,558)	0	(386,558)	A-12
7 Accumulated Amortization of CIAC	174,015	108,297	282,312	12,766	295,078	13,226	308,304	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	0	A-16
11 Working Capital Allowance	0	262,744	262,744	(8,830)	253,915	130,095	384,010	A-17
12 Total Rate Base	<u>1,647,355</u>	<u>575,313</u>	<u>2,222,668</u>	<u>138,726</u>	<u>2,361,393</u>	<u>389,295</u>	<u>2,750,689</u>	

Schedule of Sewer Rate Base

Florida Public Service Commission

Pasco County Total
 Docket No. 060368-WS
 Test Year Ending December 31 of
 Historical 2005, Projected 2006, 2007

Number of Sewer Systems: 3

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		(3)	(4) Adjusted Average Balance		(5)	(6) Intermediate Year 2006		(7)	(8) Projected Test Year 2007		(9)
	Average Balance Per Books	Adjustments	Adjusted Average Balance	Adjustments	Adjusted Average Balance	Adjustments	Adjusted Average Balance	Adjustments	Adjusted Average Balance	Supporting Schedules		
1 Utility Plant in Service	1,491,041	893,710	2,384,751	153,383	2,538,134	857,160	3,395,294	A-6				
2 Utility Land & Land Rights	5,802	115,274	121,076	0	121,076	0	121,076	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	(902,693)	(457,125)	(1,359,818)	(114,714)	(1,474,532)	(136,547)	(1,611,079)	A-10				
6 Less: CIAC	(162,314)	(426,695)	(589,009)	(600)	(589,610)	(1,351)	(590,960)	A-12				
7 Accumulated Amortization of CIAC	148,184	318,534	466,719	31,180	497,899	25,220	523,119	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	0	A-16				
11 Working Capital Allowance	0	259,273	259,273	(10,567)	248,706	118,983	367,690	A-17				
12 Total Rate Base	<u>580,020</u>	<u>702,971</u>	<u>1,282,991</u>	<u>58,683</u>	<u>1,341,674</u>	<u>863,466</u>	<u>2,205,140</u>					

Schedule of Water Net Operating Income

Florida Public Service Commission

Pasco County Total
Docket No. 060368-WS

Number of Water Systems: 3

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

Schedule Year Ended December 31 of:

Historical 2005, Projected 2006, 2007

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) Adjusted Adjustments 2005-06	(6) Adjusted Intermd. Yr 2006	(7) Adjusted Adjustments 2006-07	(8) Adjusted Rate Year 2007	(9) Requested Revenue Adjustment	(10) Requested Annual Revenues	(11) Supporting Schedules
1	OPERATING REVENUES	881,519	(11,306)	870,213	16,678	886,892	0	886,892	523,891	1,410,783	B-4
2	Operation & Maintenance	803,658	32,061	835,719	(154,111)	681,608	188,423	870,031	7,737	877,768	B-5
3	Depreciation, net of CIAC Amort.	70,699	10,159	80,858	16,711	97,569	23,605	121,174	0	121,174	B-13
4	Amortization	0	0	0	9,490	9,490	0	9,490	0	9,490	
5	Taxes Other Than Income	64,020	0	64,020	(4,184)	59,836	9,963	69,799	23,575	93,374	B-15
6	Provision for Income Taxes	(21,933)	(34,649)	(56,582)	53,356	(3,226)	(88,556)	(91,782)	187,048	95,266	C-1
7	OPERATING EXPENSES	<u>916,444</u>	<u>7,571</u>	<u>924,015</u>	<u>(78,738)</u>	<u>845,277</u>	<u>133,435</u>	<u>978,712</u>	<u>218,360</u>	<u>1,197,072</u>	
8	NET OPERATING INCOME	<u>(34,925)</u>	<u>(18,877)</u>	<u>(53,802)</u>	<u>95,417</u>	<u>41,615</u>	<u>(133,435)</u>	<u>(91,820)</u>	<u>305,531</u>	<u>213,710</u>	
9	RATE BASE	<u>1,647,355</u>	<u>575,313</u>	<u>2,222,668</u>	<u>138,726</u>	<u>2,361,393</u>	<u>389,295</u>	<u>2,750,689</u>	<u>0</u>	<u>2,750,689</u>	A-1
10	RATE OF RETURN	<u>-2.12%</u>		<u>-2.42%</u>						<u>7.77%</u>	

Requested Revenue Increase: 59.1%

Schedule of Sewer Net Operating Income

Florida Public Service Commission

Pasco County Total
Docket No. 060368-WS

Number of Sewer Systems: 3

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

Schedule Year Ended December 31 of:

Historical 2005, Projected 2006, 2007

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	919,885	(9,738)	910,148	16,986	927,134	(332)	926,803	368,737	1,295,539	B-4
2	Operation & Maintenance	656,274	28,275	684,549	(83,815)	600,734	178,773	779,507	5,446	784,953	B-6
3	Depreciation, net of CIAC Amort.	59,293	26,313	85,606	18,561	104,167	58,126	162,293	0	162,293	B-14
4	Amortization	0	0	0	8,481	8,481	0	8,481	0	8,481	
5	Taxes Other Than Income	75,397	0	75,397	(9,718)	65,680	14,259	79,938	16,593	96,531	B-15
6	Provision for Income Taxes	48,719	(24,688)	24,031	27,976	52,007	(103,693)	(51,686)	126,560	74,873	C-1
7	OPERATING EXPENSES	839,683	29,900	869,582	(38,514)	831,068	147,465	978,533	148,599	1,127,131	
8	NET OPERATING INCOME	80,203	(39,638)	40,565	55,501	96,066	(147,796)	(51,730)	220,138	168,408	
9	RATE BASE	580,020	702,971	1,282,991	58,683	1,341,674	863,466	2,205,140		2,205,140	A-2
10	RATE OF RETURN	13.83%		3.16%						7.64%	

Requested Revenue Increase: 39.8%

Schedule of Requested Cost of Capital

Florida Public Service Commission

Pasco County Total
 Docket No. 060368-WS
 Test Year Ending: 12/31/07
 Historical [] Projected [X]

Number of Water Systems: 3
 Number of Sewer Systems: 3

Schedule: D-1
 Page: 1 of 1
 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	(5) Weighted Cost Rate	(6) Cost	(7) Supporting Schedules
WATER							
1	Long-Term Debt	999,322	36.33%	6.00%	2.18%	59,959	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	1,498,983	54.49%	10.12%	5.51%	151,697	D-2
5	Customer Deposits	34,494	1.25%	6.00%	0.08%	2,070	D-2
6	Accumulated Deferred Income Taxes	217,890	7.92%	0.00%	0.00%	0	D-2
7	Total	<u>2,750,689</u>	<u>100.00%</u>		<u>7.77%</u>	<u>213,726</u>	
SEWER							
8	Long-Term Debt	785,407	35.62%	6.00%	2.14%	47,124	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	1,178,110	53.43%	10.12%	5.41%	119,225	D-2
12	Customer Deposits	34,494	1.56%	6.00%	0.09%	2,070	D-2
13	Accumulated Deferred Income Taxes	207,128	9.39%	0.00%	0.00%	0	D-2
14	Total	<u>2,205,140</u>	<u>100.00%</u>		<u>7.64%</u>	<u>168,419</u>	

Rate Schedule - Proposed Rates

Florida Public Service Commission

Pasco County Total
 Docket No. 060368-WS
 Test Year End: 12/31/2005
 Water [X] Sewer [X]

Number of Water Systems: 3
 Number of Sewer Systems: 3

Schedule: E-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)	(3) Proposed County Rates	(4) Class/Meter Size	(5)	(6) Proposed County Rates
WATER				SEWER		
1	Residential			Residential		
2	5/8" X 3/4"		18.52	5/8" X 3/4"		16.90
3	3/4"		27.78	3/4"		25.35
4	1"		46.30	1"		42.25
5	1-1/2"		92.60	1-1/2"		84.50
6	2"		148.16	2"		135.20
7	3"		296.33	3"		270.40
8	4"		463.01	4"		422.50
9	6"		926.03	6"		845.00
10	8"		1,481.65	8"		1,352.00
11	10"		2,129.87	10"		1,943.49
12	Gallonage charge					
13	Block 1		3.93	Gallonage cap (gallons)		6,000
14	Block 2		4.92	Gallonage charge		5.84
15	Block 3		-			
16	General Service			General Service		
17	5/8" X 3/4"		18.52	5/8" X 3/4"		16.90
18	3/4"		27.78	3/4"		25.35
19	1"		46.30	1"		42.25
20	1-1/2"		92.60	1-1/2"		84.50
21	2"		148.16	2"		135.20
22	3"		296.33	3"		270.40
23	4"		463.01	4"		422.50
24	6"		926.03	6"		845.00
25	8"		1,481.65	8"		1,352.00
26	10"		2,129.87	10"		1,943.49
27	Gallonage charge		3.93	Gallonage charge		7.01
28	Fire Protection			Flat Rate		
29	2"		37.04	Res. Wastewater Only		35.49
30	3"		74.08	Sprinkler Heads		-
31	4"		115.75	Reuse		-
32	6"		231.51			
33	8"		370.41			
34	10"		532.47			

Projected Test Year Revenue Calculation

Florida Public Service Commission

Pasco County Total Number of Water Systems: 3
 Docket No. 060368-WS
 Schedule Year End: 12/31/2007
 Water [X] or Sewer []

Schedule: E-13w
 Page: 1 of 1
 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) (3) Proj. Test Year 2007 Bills	(4) (5) (6) Proj. Test Year 2007 Consump.	(7) (8) WgtdAvg Present Rates	(9) Proj. 2007 Revenue at Pres. Rates	(10) Conserv. Gallons	(11) Proposed County Rates	(12) Projected 2007 Rev. Req.
1	Residential							
2	5/8" X 3/4"	38,114	147,697	9.32	355,365		18.52	705,871
3	3/4"	0	0	-	0		27.78	0
4	1"	28	189	22.21	622		46.30	1,296
5	1-1/2"	0	0	-	0		92.60	0
6	2"	0	0	-	0		148.16	0
7	3"	0	0	-	0		296.33	0
8	4"	0	0	-	0		463.01	0
9	Gallorage							
10	Block 1		147,886	3.17	468,977	114,503	3.93	449,997
11	Block 2		0	-	0	33,383	4.92	164,244
12	Block 3		0	-	0	0	-	0
13	Total Residential	38,142	147,886		824,964	147,886		1,321,409
14	Average Bill				21.63			34.64
15	Commerical							
16	5/8" X 3/4"	351	2,608	9.23	3,240		18.52	6,501
17	3/4"	0	0	-	0		27.78	0
18	1"	36	2,259	20.78	748		46.30	1,667
19	1-1/2"	60	1,064	43.53	2,612		92.60	5,556
20	2"	60	3,143	66.98	4,019		148.16	8,890
21	3"	12	1,755	148.93	1,787		296.33	3,556
22	4"	0	0	-	0		463.01	0
23								
24	Gallorage		10,829	3.25	35,182	10,829	3.93	42,558
25	Total Commercial	519	10,829		47,588	10,829		68,727
26	Average Bill				91.69			132.42
27	Multi-Family							
28	5/8" X 3/4"	0	0	-	0		18.52	0
29	3/4"	0	0	-	0		27.78	0
30	1"	0	0	-	0		46.30	0
31	1-1/2"	0	0	-	0		92.60	0
32	2"	0	0	-	0		148.16	0
33	3"	0	0	-	0		296.33	0
34	4"	0	0	-	0		463.01	0
35								
36	Gallorage		0	-	0	0	3.93	0
37	Total Multi-Family	0	0		0	0		0
38	Average Bill				0.00			0.00
39	Fire Protection							
40	2"	0		-	0		37.04	0
41	3"	0		-	0		74.08	0
42	4"	0		-	0		115.75	0
43	6"	12		146.79	1,761		231.51	2,778
44	8"	0		-	0		370.41	0
45	10"	0		-	0		532.47	0
46	Per Hydrant	0		-	0		-	0
47	Total Fire Protection	12			1,761			2,778
48	Average Bill				146.79			231.51
49	Subtotals	38,673	158,715		874,314			1,392,914
50	Misc. Service Charge				12,578			20,082
51	Total Revenue				<u>886,892</u>			<u>1,412,996</u>

Projected Test Year Revenue Calculation

Florida Public Service Commission

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

Number of Sewer Systems: 3

Schedule: E-13s
 Page: 1 of 1
 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) (3) Proj. Test Year 2007 Bills	(4) (5) (6) Proj. Test Year 2007 Usage	(7) WgtdAvg Present Rates	(8) Proj. 2007 Revenue at Pres. Rates	(9) Proposed Year 2007 Usage	(10) Proposed County Rates	(11) Projected 2007 Rev. Req.
1	Residential							
2	5/8" X 3/4"	36,234	107,756	13.72	497,276		16.90	612,355
3	3/4"	0	0	-	0		25.35	0
4	1"	24	83	10.91	262		42.25	1,014
5	1-1/2"	0	0	-	0		84.50	0
6	2"	0	0	-	0		135.20	0
7	3"	0	0	-	0		270.40	0
8	4"	0	0	-	0		422.50	0
9	Gallorage cap (gallons)						6,000	
10	Capped Usage		107,839	3.69	397,603	107,840	5.84	629,786
11	Usage Above Cap		30,590			30,590		0
12								0
13	Total Residential	36,258	138,430		895,140	138,430		1,243,154
14	Average Bill				24.69			34.29
15	Commerical							
16	5/8" X 3/4"	303	1,146	11.27	3,415		16.90	5,121
17	3/4"	0	0	-	0		25.35	0
18	1"	24	2,056	27.22	653		42.25	1,014
19	1-1/2"	48	807	55.08	2,644		84.50	4,056
20	2"	48	889	89.13	4,278		135.20	6,490
21	3"	0	0	-	0		270.40	0
22	4"	0	0	-	0		422.50	0
23								
24	Gallorage		4,898	4.14	20,284	4,898	7.01	34,335
25	Total Commercial	423	4,898		31,274	4,898		51,015
26	Average Bill				73.93			120.60
27	Multi-Family							
28	5/8" X 3/4"	0	0	-	0		16.90	0
29	3/4"	0	0	-	0		25.35	0
30	1"	0	0	-	0		42.25	0
31	1-1/2"	0	0	-	0		84.50	0
32	2"	0	0	-	0		135.20	0
33	3"	0	0	-	0		270.40	0
34	4"	0	0	-	0		422.50	0
35								
36	Gallorage		0	-	0	0	7.01	0
37	Total Multi-Family	0	0		0	0		0
38	Average Bill				0.00			0.00
39	Flat Rate							
40	Res. Wastewater Only	24	0	16.18	388		35.49	852
41	Sprinkler Heads	0	0	-	0		-	0
42	Reuse	0	0	-	0		-	0
43	Total Flat Rate - Other				388			852
44	Subtotals	36,681	143,328		926,803	143,328		1,295,021
45	Misc. Service Charge				0			0
46	Total Revenue				<u>926,803</u>			<u>1,295,021</u>