

**Kings Cove
Water and Sewer**

Docket No. 080121-WS

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

Lake County, Florida

VOLUME 1

Containing
Financial, Rate and Engineering
Minimum Filing Requirements

Historical Test Year Ending December 31, 2007

Year-End Balances and 13-Month Averages

- CMP _____
- COM _____
- CTR _____
- ECR** _____
- GCL 1 _____
- SPC _____
- RCA _____
- SCR _____
- SSA _____
- SEC _____
- OTH _____

Aqua Utilities Florida, Inc.

Filed May 2008

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**Kings Cove
RATE BASE**

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Schedule of Water Rate Base

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

Schedule: A-1

Page: 1 of 1

Preparer: R Griffin/J Guastella

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) (4) Historical Test Year 2007			(5) (6) Pro Forma Test Year		(7) Supporting Schedules
	Average Balance Per Books	Adjustments	Adjusted Average Balance	Adjustments	Adjusted Average Balance	
1 Utility Plant in Service	324,081	(33,048)	291,032	30,987	322,020	A-5
2 Utility Land & Land Rights	1,907	69	1,976	0	1,976	A-5
3 Less: Non-Used & Useful Plant	0	0	0	0	0	A-7
4 Construction Work in Progress	0	0	0	0	0	
5 Less: Accumulated Depreciation	(139,616)	5,790	(133,826)	14,064	(119,762)	A-9
6 Less: CIAC	(97,354)	(3,785)	(101,139)	0	(101,139)	A-12
7 Accumulated Amortization of CIAC	55,485	(4,682)	50,803	0	50,803	A-14
8 Acquisition Adjustments	0	0	0	0	0	
9 Less: Accum. Amort. of Acq. Adjustments	0	0	0	0	0	
10 Less: Advances For Construction		0	0	0	0	A-16
11 Working Capital Allowance	0	13,415	13,415	8,555	21,971	A-17, A-3
12 Total Rate Base	<u>144,503</u>	<u>(22,240)</u>	<u>122,262</u>	<u>53,607</u>	<u>175,869</u>	

Schedule of Sewer Rate Base

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

Schedule: A-2

Page: 1 of 1

Preparer: R Griffin/J Guastella

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.	(2) Average Balance Per Books	(3) Adjustments	(4) Adjusted Average Balance	(5) (6) Pro Forma Test Year		(7) Supporting Schedules	
				Adjustments	Adjusted Average Balance		
1	Utility Plant in Service	461,697	(58,334)	403,363	3,099	406,462	A-6
2	Utility Land & Land Rights	13,314	75	13,389	0	13,389	A-6
3	Less: Non-Used & Useful Plant	0	0	0	0	0	A-7
4	Construction Work in Progress	0	0	0	0	0	
5	Less: Accumulated Depreciation	(198,597)	(4,636)	(203,232)	(11)	(203,243)	A-10
6	Less: CIAC	(163,110)	(7,002)	(170,111)	0	(170,111)	A-12
7	Accumulated Amortization of CIAC	115,309	(16,010)	99,299	0	99,299	A-14
8	Acquisition Adjustments	0	0	0	0	0	
9	Less: Accum. Amort. of Acq. Adjustments	0	0	0	0	0	
10	Less: Advances For Construction		0	0	0	0	A-16
11	Working Capital Allowance	0	12,234	12,234	8,187	20,421	A-17, A-3
12	Total Rate Base	228,614	(73,672)	154,942	11,275	166,217	

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [X] Projected [X]

Schedule: A-3

Page: 1 of 2

Preparer: R Griffin/J Guastella

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	(3) Sewer	(4) Supporting Schedules
1	UTILITY PLANT IN SERVICE			A-5, A-6
2	Allocation of Corporate IT	10,514	10,061	
3	Allocation of Corp Structures & Improvements	1,221	1,169	
4	PSC Audit Adjustments	(44,784)	(69,564)	
5		-	-	
6	Total 2007 Adjustments	<u>(33,048)</u>	<u>(58,334)</u>	
7				
8	Pro Forma Adjustments			
9	Allocation of Corporate IT	3,238	3,099	
10	Meter replacement cost	43,260	NA	
11	(Less) Retirement of existing meters	(15,511)	NA	
12		-	-	
13		-	-	
14		-	-	
15		-	-	
16	Total Pro Forma Adjustments	<u>30,987</u>	<u>3,099</u>	
17				
18	UTILITY LAND & LAND RIGHTS			A-5, A-6
19	PSC Audit Adjustments	69	75	
20	Total 2007 Adjustments	<u>69</u>	<u>75</u>	
21				
22	NON-USED & USEFUL			A-7
23	To reflect calculated Adjusted NU&U amounts	-	-	
24		-	-	
25	CONSTRUCTION WORK IN PROGRESS			
26	Not Applicable	-	-	
27		-	-	
28	ACCUMULATED DEPRECIATION			A-9, A-10
29	Allocation of Corporate IT	1,439	1,377	
30	Allocation of Corp Structures & Improvements	125	120	
31	PSC Audit Adjustments	(6,258)	3,888	
32	PSC Depr Rate Correction	(1,096)	(749)	
33		-	-	
34	Total 2007 Adjustments	<u>(5,790)</u>	<u>4,636</u>	
35				
36	Pro Forma Adjustments			
37	New PCs, Network & Telephone Upgrade	11	11	
38	Meter Replacements			
39	Retirement of existing meters	(15,511)	NA	
40	6 Month Net Acc Depr (Addns less Retirements)	694	NA	
41	Salvage	742	NA	
42		-	-	
43		-	-	
44		-	-	
45		-	-	
46	Total Pro Forma Adjustments	<u>(14,064)</u>	<u>11</u>	
47				

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Historical [X] Projected [X]

Schedule: A-3
 Page: 2 of 2
 Preparer: R Griffin/J Guastella

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	(3) Sewer	(4) Supporting Schedules
1	CIAC			A-12
2	PSC Audit Adjustments	3,785	7,002	
3	Total 2007 Adjustments	<u>3,785</u>	<u>7,002</u>	
4				
5	Pro Forma Adjustments			
6				
7	Total Pro Forma Adjustments	<u>-</u>	<u>-</u>	
8				
9	ACCUMULATED AMORTIZATION OF CIAC			A-14
10	PSC Audit Adjustments	(5,957)	(18,258)	
11	PSC Depr Rate Correction	1,274	2,248	
12	Total 2007 Adjustments	<u>(4,682)</u>	<u>(16,010)</u>	
13				
14	Pro Forma Adjustments			
15				
16	Total Pro Forma Adjustments	<u>-</u>	<u>-</u>	
17				
18	ACQUISITION ADJUSTMENTS			
19	Not Applicable	-	-	
20				
21	ACCUMULATED AMORT. OF ACQ. ADJUSTMENTS			
22	Not Applicable	-	-	
23				
24	ADVANCES FOR CONSTRUCTION			A-16
25	Not Applicable	-	-	
26				
27	WORKING CAPITAL ALLOWANCE			A-17
28				
29	2007 Based on Balance Sheet method; details A-17	13,415	12,234	
30				
31	Pro Forma Adjustments			
32	Deferred Rate Case Expense	8,555	8,187	

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: A-4

Page: 1 of 2

Preparer: R 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 with the date that rate base was last established by PSC			
1	12/31/95 Balance		
	1996		
2	Additions		
3	Retirements		
4	Adjustments		
5	12/31/96 Balance		
	1997		
6	Additions		
7	Retirements		
8	Adjustments		
9	12/31/97 Balance	227,038	357,371
	1998		
10	Additions	0	0
11	Retirements	0	0
12	Adjustments	0	0
13	12/31/98 Balance	227,038	357,371
	1999		
14	Additions	9,451	13,315
15	Retirements	0	0
16	Adjustments	0	0
17	12/31/99 Balance	236,489	370,686
	2000		
18	Additions	0	0
19	Retirements	0	0
20	Adjustments	0	0
21	12/31/00 Balance	236,489	370,686
	2001		
22	Additions	34,094	16,367
23	Retirements	0	0
24	Adjustments	0	0
25	12/31/01 Balance	270,583	387,053

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

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Projected Test Year Ending 12/31/07

Schedule: A-4
Page: 2 of 2
Preparer: R Griffin

Explanation: Schedule A-4 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
	2002		
26	Additions	58,079	9,626
27	Retirements	0	(200)
28	Adjustments	0	0
29	12/31/02 Balance	328,662	396,479
	2003		
30	Additions	4,632	428
31	Retirements	(9,451)	(13,804)
32	Adjustments	0	0
33	12/31/03 Balance	323,843	383,103
	2004		
34	Additions	28,706	23,316
35	Retirements	0	0
36	Adjustments	0	0
37	12/31/04 Balance	352,549	406,419
	2005		
38	Additions	10,857	21,952
39	Retirements	(241)	(428)
40	Adjustments	0	0
41	12/31/05 Balance	363,165	427,943
	2006		
42	Additions	10,488	93,403
43	Retirements	(24,468)	(5,771)
44	Adjustments	0	0
45	12/31/06 Balance	349,185	515,575
	2007		
46	Additions	458	13,232
47	Retirements	(16,281)	(59,905)
48	Adjustments	(54,237)	(69,483)
49	Allocations	13,699	13,109
50	12/31/07 Balance	292,824	412,528

Supporting Schedules: A-5, A-6

Schedule of Water Plant in Service By Primary Account

Florida Public Service Commission

Test Year Average balance

Kings Cove

Schedule: A-5

Docket No. 080121-WS

Page: 1 of 3

Historical Test Year Ending December 31, 2007

Preparer: R Griffin/J Guastella

Historical 2007 & Pro Forma

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) (3) (4) Historical Test Year 2007			(5) (6) (7) Pro Forma Adjustments		
			Adjusted Balance	Non-Used & Useful %	Useful Balance	Amount	Non-Used & Useful %	Useful Amount
1		INTANGIBLE PLANT						
2	301.1	Organization	0	0.00%	0	0	0.00%	0
3	302.1	Franchises	918	0.00%	0	0	0.00%	0
4	339.1	Other Plant & Misc. Equipment	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
7	304.2	Structures & Improvements	0	0.00%	0	0	0.00%	0
8	305.2	Collect. & Impound Reservoirs	0	0.00%	0	0	0.00%	0
9	306.2	Lake, River & Other Intakes	0	0.00%	0	0	0.00%	0
10	307.2	Wells & Springs	10,600	0.00%	0	0	0.00%	0
11	308.2	Infiltration Galleries & Tunnels	0	0.00%	0	0	0.00%	0
12	309.2	Supply Mains	1,448	0.00%	0	0	0.00%	0
13	310.2	Power Generation Equipment	18,276	0.00%	0	0	0.00%	0
14	311.2	Pumping Equipment	12,414	0.00%	0	0	0.00%	0
15	339.2	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0
16		WATER TREATMENT PLANT						
17	303.3	Land & Land Rights	1,976	0.00%	0	0	0.00%	0
18	304.3	Structures & Improvements	151,894	0.00%	0	0	0.00%	0
19	311.3	Pumping Equipment	2,421	0.00%	0	0	0.00%	0
20	320.3	Water Treatment Equipment	825	0.00%	0	0	0.00%	0
21	339.3	Other Plant & Misc. Equipment	14,214	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
24	304.4	Structures & Improvements	0	0.00%	0	0	0.00%	0
25	311.4	Pumping Equipment	0	0.00%	0	0	0.00%	0
26	330.4	Distr. Reservoirs & Standpipes	25,219	0.00%	0	0	0.00%	0
27	331.4	Transm. & Distribution Mains	1,851	0.00%	0	0	0.00%	0
28	333.4	Services	6,047	0.00%	0	0	0.00%	0
29	334.4	Meters & Meter Installations	15,523	0.00%	0	27,749	0.00%	0
30	335.4	Hydrants	0	0.00%	0	0	0.00%	0
31	336.4	Backflow Prevention	0	0.00%	0	0	0.00%	0
32	339.4	Other Plant & Misc. Equipment	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
35	304.5	Structures & Improvements	2,029	0.00%	0	0	0.00%	0
36	340.5	Office Furniture & Equipment	0	0.00%	0	0	0.00%	0
37	340.51	Computer Equipment	10,514	0.00%	0	3,238	0.00%	0
38	341.5	Transportation Equipment	0	0.00%	0	0	0.00%	0
39	342.5	Stores Equipment	0	0.00%	0	0	0.00%	0
40	343.5	Tools, Shop & Garage Equipment	354	0.00%	0	0	0.00%	0
41	344.5	Laboratory Equipment	0	0.00%	0	0	0.00%	0
42	345.5	Power Operated Equipment	0	0.00%	0	0	0.00%	0
43	346.5	Communication Equipment	0	0.00%	0	0	0.00%	0
44	347.5	Miscellaneous Equipment	2,600	0.00%	0	0	0.00%	0
45	348.5	Other Tangible Plant	13,886	0.00%	0	0	0.00%	0
46		TOTAL	<u>293,008</u>		<u>0</u>	<u>30,987</u>		<u>0</u>

Schedule of Water Plant in Service By Primary Account

Test Year Average balance
Kings Cove
Docket No. 080121-W5
Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Florida Public Service Commission

Schedule: A-5
Page: 2 of 3
Preparer: R Griffin/J Guastella

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.

Table with 16 columns: Line No., Acct No., Account Name, Prior Year 12/2006, Jan, Feb, Mar, Apr, May, Jun, Jul, Aug, Sep, Oct, Nov, 12/2007, Average Balance. Rows include categories like INTANGIBLE PLANT, WATER TREATMENT PLANT, TRANSMISSION & DISTRIBUTION PLANT, and GENERAL PLANT with various sub-items and their corresponding monthly and average balances.

Schedule of Water Plant in Service By Primary Account

Test Year Average balance

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [X] Projected []

Florida Public Service Commission

Schedule: A-5

Page: 3 of 3

Preparer: R Griffin/J Guastella

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

Table with 16 columns: Line No., Acct No., Account Name, (1) Prior Year 12/2006, (2) Jan, (3) Feb, (4) Mar, (5) Apr, (6) May, (7) Jun, (8) Jul, (9) Aug, (10) Sep, (11) Oct, (12) Nov, (13) 12/2007, (14) Average Balance. Rows include categories like INTANGIBLE PLANT, SOURCE OF SUPPLY & PUMPING PLANT, WATER TREATMENT PLANT, TRANSMISSION & DISTRIBUTION PLANT, and GENERAL PLANT, ending with a TOTAL row.

Schedule of Sewer Plant in Service By Primary Account

Florida Public Service Commission

Test Year Average balance

Kings Cove

Schedule: A-6

Docket No. 080121-WS

Page: 1 of 3

Historical Test Year Ending December 31, 2007

Preparer: R Griffin/J Guastella

Historical 2007 & Pro Forma

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 Test Year 2007			(5) Pro Forma Adjustments		
			Adjusted Balance	Non-Used & Useful		Amount	Non-Used & Useful	
				%	Balance		%	Amount
1		INTANGIBLE PLANT						
2	351.1	Organization	0	0.00%	0	0	0.00%	0
3	352.1	Franchises	0	0.00%	0	0	0.00%	0
4	389.1	Other Plant & Misc. Equipment	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
7	354.2	Structures & Improvements	3,933	0.00%	0	0	0.00%	0
8	355.2	Power Generation Equipment	0	0.00%	0	0	0.00%	0
9	360.2	Collection Sewers - Force	23,407	0.00%	0	0	0.00%	0
10	361.2	Collection Sewers - Gravity	28,197	0.00%	0	0	0.00%	0
11	362.2	Special Collecting Structures	0	0.00%	0	0	0.00%	0
12	363.2	Services to Customers	5,000	0.00%	0	0	0.00%	0
13	364.2	Flow Measuring Devices	0	0.00%	0	0	0.00%	0
14	365.2	Flow Measuring Installations	0	0.00%	0	0	0.00%	0
15	389.2	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0
16		SYSTEM PUMPING PLANT						
17	353.3	Land & Land Rights	75	0.00%	0	0	0.00%	0
18	354.3	Structures & Improvements	0	0.00%	0	0	0.00%	0
19	355.3	Power Generation Equipment	27,192	0.00%	0	0	0.00%	0
20	370.3	Receiving Wells	626	0.00%	0	0	0.00%	0
21	371.3	Pumping Equipment	26,564	0.00%	0	0	0.00%	0
22	389.3	Other Plant & Misc. Equipment	0	0.00%	0	0	0.00%	0
23		TREATMENT AND DISPOSAL PLANT						
24	353.4	Land & Land Rights	13,314	0.00%	0	0	0.00%	0
25	354.4	Structures & Improvements	210,667	0.00%	0	0	0.00%	0
26	355.4	Power Generation Equipment	0	0.00%	0	0	0.00%	0
27	380.4	Treatment & Disposal Equipment	12,667	0.00%	0	0	0.00%	0
28	381.4	Plant Sewers	0	0.00%	0	0	0.00%	0
29	382.4	Outfall Sewer Lines	0	0.00%	0	0	0.00%	0
30	389.4	Other Plant & Misc. Equipment	3,192	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
33	354.5	Structures & Improvements	0	0.00%	0	0	0.00%	0
34	355.5	Power Generation Equipment	0	0.00%	0	0	0.00%	0
35	371.5	Pumping Equipment	0	0.00%	0	0	0.00%	0
36	374.5	Reuse Distribution Reservoirs	0	0.00%	0	0	0.00%	0
37	380.5	Treatment & Disposal Equipment	251	0.00%	0	0	0.00%	0
38	381.5	Plant Sewers	0	0.00%	0	0	0.00%	0
39	389.5	Other Plant & Misc. Equipment	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
42	353.6	Land & Land Rights	0	0.00%	0	0	0.00%	0
43	354.6	Structures & Improvements	0	0.00%	0	0	0.00%	0
44	355.6	Power Generation Equipment	0	0.00%	0	0	0.00%	0
45	366.6	Reuse Services	0	0.00%	0	0	0.00%	0
46	367.6	Reuse Meters & Meter Installations	0	0.00%	0	0	0.00%	0
47	371.6	Pumping Equipment	1,514	0.00%	0	0	0.00%	0
48	375.6	Reuse Transmission & Distr. Sys.	0	0.00%	0	0	0.00%	0
49	389.6	Other Plant & Misc. Equipment	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
52	354.7	Structures & Improvements	1,169	0.00%	0	0	0.00%	0
53	390.7	Office Furniture & Equipment	0	0.00%	0	0	0.00%	0
54	390.71	Computer Equipment	10,061	0.00%	0	3,099	0.00%	0
55	391.7	Transportation Equipment	0	0.00%	0	0	0.00%	0
56	392.7	Stores Equipment	0	0.00%	0	0	0.00%	0
57	393.7	Tools, Shop & Garage Equipment	0	0.00%	0	0	0.00%	0
58	394.7	Laboratory Equipment	0	0.00%	0	0	0.00%	0
59	395.7	Power Operated Equipment	0	0.00%	0	0	0.00%	0
60	396.7	Communication Equipment	0	0.00%	0	0	0.00%	0
61	397.7	Miscellaneous Equipment	40,835	0.00%	0	0	0.00%	0
62	398.7	Other Tangible Plant	8,089	0.00%	0	0	0.00%	0
63		TOTAL	416,752		0	3,099		0

Non-Used and Useful Plant - Summary

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

Schedule: A-7

Page: 1 of 1

Preparer: J Guastella

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.	Description	(1)	(2)	(3)	(4)	(5)
			Historical Test Year Adjusted Balance	Pro Forma Test Year Adjustments	Adjusted Balance	Supporting Schedules
Water						
1	Plant in Service		0	0	0	A-5
2	Land		0	0	0	A-5
3	Less: Accumulated Depreciation		0	0	0	A-9
4	Less: CIAC		0	0	0	A-12
5	Accumulated Amort. of CIAC		0	0	0	A-14
6	Less: Advances for Construction		0	0	0	A-16
7	Other (Explain)			0		
8	TOTAL		<u>0</u>	<u>0</u>	<u>0</u>	
Sewer						
9	Plant in Service		0	0	0	A-6
10	Land		0	0	0	A-6
11	Less: Accumulated Depreciation		0	0	0	A-10
12	Less: CIAC		0	0	0	A-12
13	Accumulated Amort. Of CIAC		0	0	0	A-14
14	Less: Advances for Construction		0	0	0	A-16
15	Other (Explain)			0		
16	TOTAL		<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

Kings Cove

Schedule: A-8

Docket No. 080121-WS

Page: 1 of 2

Historical Test Year Ending December 31, 2007

Preparer: R 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 with the date that rate base was last established by PSC			
1	12/31/95 Balance		
	1996		
2	Additions		
3	Retirements		
4	Adjustments		
5	12/31/96 Balance		
	1997		
6	Additions		
7	Retirements		
8	Adjustments		
9	12/31/97 Balance	63,724	115,513
	1998		
10	Additions	7,256	10,577
11	Retirements	0	0
12	Adjustments	0	0
13	12/31/98 Balance	70,980	126,090
	1999		
14	Additions	7,372	11,231
15	Retirements	0	0
16	Adjustments	0	0
17	12/31/99 Balance	78,352	137,321
	2000		
18	Additions	7,496	11,397
19	Retirements	0	0
20	Adjustments	0	0
21	12/31/00 Balance	85,848	148,718
	2001		
22	Additions	9,591	11,597
23	Retirements	0	0
24	Adjustments	0	0
25	12/31/01 Balance	95,439	160,315

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: A-8

Page: 2 of 2

Preparer: R Griffin

Explanation: Schedule A-8 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
	2002		
26	Additions	13,961	17,885
27	Retirements	0	(1)
28	Adjustments	0	0
29	12/31/02 Balance	<u>109,400</u>	<u>178,199</u>
	2003		
30	Additions	14,596	16,933
31	Retirements	(969)	(1,854)
32	Adjustments	0	0
33	12/31/03 Balance	<u>123,027</u>	<u>193,278</u>
	2004		
34	Additions	17,374	17,036
35	Retirements	0	1
36	Adjustments	2	0
37	12/31/04 Balance	<u>140,403</u>	<u>210,315</u>
	2005		
38	Additions	16,104	18,613
39	Retirements	(241)	(428)
40	Adjustments	0	0
41	12/31/05 Balance	<u>156,266</u>	<u>228,500</u>
	2006		
42	Additions	15,733	18,626
43	Retirements	(24,468)	(5,771)
44	Adjustments	0	0
45	12/31/06 Balance	<u>147,531</u>	<u>241,355</u>
	2007		
46	Additions	12,871	16,968
47	Retirements	(16,281)	(59,905)
48	Adjustments	(8,744)	2,741
49	Allocations	2,523	2,414
50	12/31/07 Balance	<u>137,900</u>	<u>203,574</u>

Supporting Schedules: A-9, A-10

Schedule of Water Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

Schedule: A-9

Page: 1 of 3

Preparer: R Griffin/J Guastella

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) (3) (4) Historical Test Year 2007			(5) (6) (7) Pro Forma Adjustments		
			Adjusted Balance	Non-Used & Useful %	Useful Balance	Amount	Non-Used & Useful %	Useful Amount
1		INTANGIBLE PLANT						
2	301.1	Organization	0	0.00%	0	0	0.00%	0
3	302.1	Franchises	91	0.00%	0	0	0.00%	0
4	339.1	Other Plant & Misc. Equipment	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
7	304.2	Structures & Improvements	0	0.00%	0	0	0.00%	0
8	305.2	Collect. & Impound Reservoirs	0	0.00%	0	0	0.00%	0
9	306.2	Lake, River & Other Intakes	0	0.00%	0	0	0.00%	0
10	307.2	Wells & Springs	5,375	0.00%	0	0	0.00%	0
11	308.2	Infiltration Galleries & Tunnels	0	0.00%	0	0	0.00%	0
12	309.2	Supply Mains	118	0.00%	0	0	0.00%	0
13	310.2	Power Generation Equipment	3,250	0.00%	0	0	0.00%	0
14	311.2	Pumping Equipment	3,642	0.00%	0	0	0.00%	0
15	339.2	Other Plant & Misc. Equipment	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
18	304.3	Structures & Improvements	78,921	0.00%	0	0	0.00%	0
19	311.3	Pumping Equipment	424	0.00%	0	0	0.00%	0
20	320.3	Water Treatment Equipment	(89)	0.00%	0	0	0.00%	0
21	339.3	Other Plant & Misc. Equipment	3,988	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
24	304.4	Structures & Improvements	0	0.00%	0	0	0.00%	0
25	311.4	Pumping Equipment	0	0.00%	0	0	0.00%	0
26	330.4	Distr. Reservoirs & Standpipes	3,607	0.00%	0	0	0.00%	0
27	331.4	Transm. & Distribution Mains	10,187	0.00%	0	0	0.00%	0
28	333.4	Services	2,675	0.00%	0	0	0.00%	0
29	334.4	Meters & Meter Installations	8,263	0.00%	0	(14,075)	0.00%	0
30	335.4	Hydrants	0	0.00%	0	0	0.00%	0
31	336.4	Backflow Prevention	0	0.00%	0	0	0.00%	0
32	339.4	Other Plant & Misc. Equipment	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
35	304.5	Structures & Improvements	182	0.00%	0	0	0.00%	0
36	340.5	Office Furniture & Equipment	0	0.00%	0	0	0.00%	0
37	340.51	Computer Equipment	1,439	0.00%	0	11	0.00%	0
38	341.5	Transportation Equipment	0	0.00%	0	0	0.00%	0
39	342.5	Stores Equipment	0	0.00%	0	0	0.00%	0
40	343.5	Tools, Shop & Garage Equipment	50	0.00%	0	0	0.00%	0
41	344.5	Laboratory Equipment	0	0.00%	0	0	0.00%	0
42	345.5	Power Operated Equipment	0	0.00%	0	0	0.00%	0
43	346.5	Communication Equipment	0	0.00%	0	0	0.00%	0
44	347.5	Miscellaneous Equipment	2,473	0.00%	0	0	0.00%	0
45	348.5	Other Tangible Plant	9,230	0.00%	0	0	0.00%	0
46		TOTAL	133,826		0	(14,064)		0

Schedule of Sewer Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Kings Cove

Schedule: A-10

Docket No. 080121-WS

Page: 1 of 3

Historical Test Year Ending December 31, 2007

Preparer: R Griffin/J Guastella

Historical 2007 & Pro Forma

Line No.	Acct No.	(1) Account Name	(2) (3) (4) Historical Test Year 2007			(5) (6) (7) Pro Forma Adjustments		
			Adjusted Balance	Non-Used & Useful %	Balance	Amount	Non-Used & Useful %	Amount
1		INTANGIBLE PLANT						
2	351.1	Organization	0	0.00%	0	0	0.00%	0
3	352.1	Franchises	0	0.00%	0	0	0.00%	0
4	389.1	Other Plant & Misc. Equipment	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
7	354.2	Structures & Improvements	400	0.00%	0	0	0.00%	0
8	355.2	Power Generation Equipment	0	0.00%	0	0	0.00%	0
9	360.2	Collection Sewers - Force	(2,180)	0.00%	0	0	0.00%	0
10	361.2	Collection Sewers - Gravity	3,259	0.00%	0	0	0.00%	0
11	362.2	Special Collecting Structures	0	0.00%	0	0	0.00%	0
12	363.2	Services to Customers	2,531	0.00%	0	0	0.00%	0
13	364.2	Flow Measuring Devices	0	0.00%	0	0	0.00%	0
14	365.2	Flow Measuring Installations	0	0.00%	0	0	0.00%	0
15	389.2	Other Plant & Misc. Equipment	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
18	354.3	Structures & Improvements	0	0.00%	0	0	0.00%	0
19	355.3	Power Generation Equipment	680	0.00%	0	0	0.00%	0
20	370.3	Receiving Wells	86	0.00%	0	0	0.00%	0
21	371.3	Pumping Equipment	10,424	0.00%	0	0	0.00%	0
22	389.3	Other Plant & Misc. Equipment	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
25	354.4	Structures & Improvements	135,837	0.00%	0	0	0.00%	0
26	355.4	Power Generation Equipment	0	0.00%	0	0	0.00%	0
27	380.4	Treatment & Disposal Equipment	3,261	0.00%	0	0	0.00%	0
28	381.4	Plant Sewers	0	0.00%	0	0	0.00%	0
29	382.4	Outfall Sewer Lines	0	0.00%	0	0	0.00%	0
30	389.4	Other Plant & Misc. Equipment	3,280	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
33	354.5	Structures & Improvements	0	0.00%	0	0	0.00%	0
34	355.5	Power Generation Equipment	0	0.00%	0	0	0.00%	0
35	371.5	Pumping Equipment	0	0.00%	0	0	0.00%	0
36	374.5	Reuse Distribution Reservoirs	0	0.00%	0	0	0.00%	0
37	380.5	Treatment & Disposal Equipment	32	0.00%	0	0	0.00%	0
38	381.5	Plant Sewers	0	0.00%	0	0	0.00%	0
39	389.5	Other Plant & Misc. Equipment	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
42	353.6	Land & Land Rights	0	0.00%	0	0	0.00%	0
43	354.6	Structures & Improvements	0	0.00%	0	0	0.00%	0
44	355.6	Power Generation Equipment	0	0.00%	0	0	0.00%	0
45	366.6	Reuse Services	0	0.00%	0	0	0.00%	0
46	367.6	Reuse Meters & Meter Installations	0	0.00%	0	0	0.00%	0
47	371.6	Pumping Equipment	42	0.00%	0	0	0.00%	0
48	375.6	Reuse Transmission & Distr. Sys.	0	0.00%	0	0	0.00%	0
49	389.6	Other Plant & Misc. Equipment	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
52	354.7	Structures & Improvements	120	0.00%	0	0	0.00%	0
53	390.7	Office Furniture & Equipment	0	0.00%	0	0	0.00%	0
54	390.71	Computer Equipment	1,377	0.00%	0	11	0.00%	0
55	391.7	Transportation Equipment	0	0.00%	0	0	0.00%	0
56	392.7	Stores Equipment	0	0.00%	0	0	0.00%	0
57	393.7	Tools, Shop & Garage Equipment	0	0.00%	0	0	0.00%	0
58	394.7	Laboratory Equipment	0	0.00%	0	0	0.00%	0
59	395.7	Power Operated Equipment	0	0.00%	0	0	0.00%	0
60	396.7	Communication Equipment	0	0.00%	0	0	0.00%	0
61	397.7	Miscellaneous Equipment	42,196	0.00%	0	0	0.00%	0
62	398.7	Other Tangible Plant	1,887	0.00%	0	0	0.00%	0
63		TOTAL	203,232		0	11		0

Schedule of Sewer Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Schedule: A-10
Page: 2 of 3
Preparer: R Griffin/J Gusstella

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.

Table with columns: Line No., Acct No., Account Name, Prior Year Dec-2006, and months Jan through Dec-2007, plus Average Balance. Rows include 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 Sewer Accumulated Depreciation By Primary Account

Florida Public Service Commission

Test Year Average balance

Schedule: A-10

Kings Cove

Page: 3 of 3

Docket No. 080121-WS

Preparer: R Griffin/J Guastella

Historical Test Year Ending December 31, 2007

Historical [X] Projected []

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.

Line No.	Acct No.	(1) Account Name	(2) Prior Year Dec-2006	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec-2007	(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	339	349	359	369	379	390	400	410	420	431	441	451	461	400
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	19,015	16,854	6,235	(7,275)	(7,224)	(7,173)	(7,121)	(7,070)	(7,019)	(6,967)	(6,916)	(6,865)	(6,814)	(2,180)
10	361.2	Collection Sewers - Gravity	2,945	2,997	3,050	3,102	3,154	3,206	3,259	3,311	3,363	3,415	3,467	3,520	3,572	3,259
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	2,465	2,476	2,487	2,498	2,509	2,520	2,531	2,542	2,553	2,564	2,575	2,586	2,597	2,531
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	113	227	340	453	567	680	793	906	1,020	1,133	1,246	1,360	680
20	370.3	Receiving Walls	75	77	79	80	82	84	86	87	89	91	93	94	96	86
21	371.3	Pumping Equipment	11,855	11,968	12,121	9,414	9,534	9,654	9,774	9,894	10,014	10,134	10,254	10,374	10,494	10,424
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	160,285	134,410	131,010	131,556	132,103	132,650	133,197	133,743	134,290	134,837	135,384	135,931	136,478	135,837
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	3,052	3,110	3,168	3,042	3,099	3,159	3,218	3,277	3,336	3,395	3,455	3,514	3,573	3,261
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	3,192	3,207	3,221	3,236	3,251	3,266	3,280	3,295	3,310	3,325	3,340	3,354	3,369	3,280
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	26	27	28	29	30	31	32	34	35	36	37	38	39	32
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	7	14	21	28	35	42	49	56	63	70	77	84	42
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	105	108	110	113	115	118	120	122	125	127	130	132	135	120
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	573	689	814	942	1,073	1,207	1,345	1,486	1,637	1,793	1,950	2,114	2,280	1,377
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	40,835	41,062	41,289	41,516	41,742	41,969	42,196	42,423	42,650	42,877	43,104	43,330	43,557	42,196
62	398.7	Other Tangible Plant	1,483	1,550	1,618	1,685	1,753	1,820	1,887	1,955	2,022	2,090	2,157	2,225	2,292	1,887
63		TOTAL	246,245	219,024	205,829	190,668	192,082	193,502	194,926	196,353	197,789	199,230	200,673	202,123	203,574	203,232

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

Florida Public Service Commission

Kings Cove

Schedule: A-11

Docket No. 080121-WS

Page: 1 of 2

Historical Test Year Ending December 31, 2007

Preparer: R 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 with the date that rate base was last established by PSC			
1	12/31/95 Balance		
	1996		
2	Additions		
3	Adjustments		
4	12/31/96 Balance		
	1997		
5	Additions		
6	Adjustments		
7	12/31/97 Balance	92,213	
	1998		
8	Additions	0	
9	Adjustments	0	
10	12/31/98 Balance	92,213	158,530
	1999		
11	Additions	0	0
12	Adjustments	0	0
13	12/31/99 Balance	92,213	158,530
	2000		
14	Additions	1,400	0
15	Adjustments	0	0
16	12/31/00 Balance	93,613	158,530
	2001		
17	Additions	300	0
18	Adjustments	0	0
19	12/31/01 Balance	93,913	158,530

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: A-11

Page: 2 of 2

Preparer: R Griffin

Explanation: Schedule A-11 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
	2002		
20	Additions	0	0
21	Adjustments	0	0
22	12/31/02 Balance	93,913	158,530
	2003		
23	Additions	100	0
24	Adjustments	0	0
25	12/31/03 Balance	94,013	158,530
	2004		
26	Additions	650	0
27	Adjustments	0	0
28	12/31/04 Balance	94,663	158,530
	2005		
29	Additions	1,375	2,600
30	Adjustments	0	0
31	12/31/05 Balance	96,038	161,130
	2006		
32	Additions	900	1,300
33	Adjustments	0	0
34	12/31/06 Balance	96,938	162,430
	2007		
35	Additions	436	417
36	Adjustments	4,100	7,585
37	12/31/07 Balance	101,474	170,432

Supporting Schedules: A-12

Schedule of Water Contributions in Aid of Construction By Classification

Florida Public Service Commission

Test Year Average balance

Schedule: A-12

Kings Cove

Page: 1 of 3

Docket No. 080121-WS

Preparer: R Griffin/J Guastella

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

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.	Acct No.	(1) Description	(2) (3) (4) Historical Test Year 2007			(5) (6) (7) Pro Forma Adjustments		
			Adjusted Balance	Non-Used %	Useful Amount	Amount	Non-Used %	Useful Amount
1		WATER						
2		Cash CIAC:						
3	320	Water Treatment Equipment	99,231	0.00%	0		0.00%	0
4	334	Meter Fees	301	0.00%	0		0.00%	0
5	331	Main Extension Charge	1,607	0.00%	0		0.00%	0
6	333	Service Installation Fees	0	0.00%	0		0.00%	0
7		Total Cash CIAC	<u>101,139</u>		<u>0</u>	<u>0</u>		<u>0</u>
8								
9		Property CIAC:						
10	330	Dist Reservoirs & Standpipes	0	0.00%	0		0.00%	0
11	331	T&D Mains	0	0.00%	0		0.00%	0
12	333	Services	0	0.00%	0		0.00%	0
13	334	Meters/Meter Installation	0	0.00%	0		0.00%	0
14	335	Hydrants	0	0.00%	0		0.00%	0
15		Total Property CIAC	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
16								
17		Total Water CIAC	<u>101,139</u>		<u>0</u>	<u>0</u>		<u>0</u>
18								
19		SEWER						
20		Cash CIAC:						
21	380	Treatment & Disposal Equipment	167,003	0.00%	0		0.00%	0
22	389	Other	0	0.00%	0		0.00%	0
23	361	Main Extension Charge	3,108	0.00%	0		0.00%	0
24	363	Service Installation Fees	0	0.00%	0		0.00%	0
25		Total Cash CIAC	<u>170,111</u>		<u>0</u>	<u>0</u>		<u>0</u>
26								
27		Property CIAC:						
28	354	Structures & Improvements	0	0.00%	0		0.00%	0
29	360	Collection Sewers- Force	0	0.00%	0		0.00%	0
30	361	Collection Sewers- Gravity	0	0.00%	0		0.00%	0
31	363	Services to Customers	0	0.00%	0		0.00%	0
32	370	Lift Stations	0	0.00%	0		0.00%	0
33	371	Pumping Equipment	0	0.00%	0		0.00%	0
34	366	Reuse Services	0	0.00%	0		0.00%	0
35	375	Reuse Transmission & Dist Mains	0	0.00%	0		0.00%	0
36	389	Other Plant Misc Equip	0	0.00%	0		0.00%	0
37		Total Property CIAC	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
38								
39		Total Sewer CIAC	<u>170,111</u>		<u>0</u>	<u>0</u>		<u>0</u>

Schedule of Water Contributions in Aid of Construction By Classification

Florida Public Service Commission

Test Year Average balance

Kings Cove

Schedule: A-12

Docket No. 060121-WS

Page: 2 of 3

Historical Test Year Ending December 31, 2007

Preparer: R Griffin/J Guastella

Explanation: Provide the Per Books 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.	Acct No.	(1) Description	(2) Prior Year Line No.	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Oct-2007	(15) Average Balance
1		WATER														
2		Cash CIAC:														
3	320	Water Treatment Equipment	95,138	95,138	95,138	95,138	95,138	95,138	95,138	95,138	95,138	95,138	95,138	95,138	99,144	95,446
4	334	Meter Fees	300	300	300	300	300	300	300	300	300	300	300	300	313	301
5	331	Main Extension Charge	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,936	1,936	2,017	1,607
6	333	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7		Total Cash CIAC	96,938	96,938	96,938	96,938	96,938	96,938	96,938	96,938	96,938	96,938	97,374	97,374	101,474	97,354
8																
9		Property CIAC:														
10	330	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	331	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	333	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	334	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	335	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15		Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16																
17		Total Water CIAC	96,938	96,938	96,938	96,938	96,938	96,938	96,938	96,938	96,938	96,938	97,374	97,374	101,474	97,354
18																
19		SEWER														
20		Cash CIAC:														
21	380	Treatment & Disposal Equipment	159,430	159,430	159,430	159,430	159,430	159,430	159,430	159,430	159,430	159,430	159,430	159,430	166,859	160,001
22	389	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	361	Main Extension Charge	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,417	3,417	3,573	3,108
24	363	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25		Total Cash CIAC	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,847	162,847	170,432	163,110
26																
27		Property CIAC:														
28	354	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	360	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	361	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	363	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	370	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33	371	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34	366	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	375	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	389	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37		Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38																
39		Total Sewer CIAC	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,430	162,847	162,847	170,432	163,110

Schedule of Water Contributions in Aid of Construction By Classification

Florida Public Service Commission

Test Year Average balance

Kings Cove

Schedule: A-12

Docket No. 060121-WS

Page: 3 of 3

Historical Test Year Ending December 31, 2007

Preparer: R Griffin/J Guastella

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 Line No.	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) 10/01/07	(15) Average Balance
1	WATER														
2	Cash CIAC:														
3	320 Water Treatment Equipment	99,238	99,238	99,238	99,238	99,238	99,238	99,238	99,238	99,238	99,238	99,238	99,238	99,144	99,231
4	334 Meter Fees	300	300	300	300	300	300	300	300	300	300	300	300	313	301
5	331 Main Extension Charge	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,936	1,936	2,017	1,607
6	333 Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	Total Cash CIAC	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,474	101,474	101,474	101,139
8															
9	Property CIAC:														
10	330 Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	331 T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	333 Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	334 Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	335 Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16															
17	Total Water CIAC	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,038	101,474	101,474	101,474	101,139
18															
19	SEWER														
20	Cash CIAC:														
21	380 Treatment & Disposal Equipment	167,015	167,015	167,015	167,015	167,015	167,015	167,015	167,015	167,015	167,015	167,015	167,015	166,859	167,003
22	389 Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	361 Main Extension Charge	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,417	3,417	3,573	3,108
24	363 Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Total Cash CIAC	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,432	170,432	170,432	170,111
26															
27	Property CIAC:														
28	354 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	360 Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	361 Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	363 Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	370 Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33	371 Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34	366 Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	375 Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	389 Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	Total Property CIAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38															
39	Total Sewer CIAC	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,015	170,432	170,432	170,432	170,111

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: A-13

Page: 1 of 2

Preparer: R 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 with the date that rate base was last established by PSC			
1	12/31/95 Balance		
	1996		
2	Additions		
3	Adjustments		
4	12/31/96 Balance		
	1997		
5	Additions		
6	Adjustments		
7	12/31/97 Balance		
	1998		
8	Additions		
9	Adjustments		
10	12/31/98 Balance	31,978	70,316
	1999		
11	Additions	2,305	4,074
12	Adjustments	0	0
13	12/31/99 Balance	34,283	74,390
	2000		
14	Additions	2,323	4,074
15	Adjustments	0	0
16	12/31/00 Balance	36,606	78,464
	2001		
17	Additions	2,279	3,964
18	Adjustments	0	0
19	12/31/01 Balance	38,885	82,428

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: A-13

Page: 2 of 2

Preparer: R Griffin

Explanation: Schedule A-13 continued

Line No.	(1) Description	(2) Water Year End Balance	(3) Sewer Year End Balance
	2002		
20	Additions	2,677	6,230
21	Adjustments	0	0
22	12/31/02 Balance	<u>41,561</u>	<u>88,658</u>
	2003		
23	Additions	3,251	6,309
24	Adjustments	0	0
25	12/31/03 Balance	<u>44,812</u>	<u>94,967</u>
	2004		
26	Additions	3,253	6,309
27	Adjustments	0	0
28	12/31/04 Balance	<u>48,065</u>	<u>101,276</u>
	2005		
29	Additions	3,253	6,309
30	Adjustments	0	0
31	12/31/05 Balance	<u>51,318</u>	<u>107,586</u>
	2006		
32	Additions	3,253	6,310
33	Adjustments	(0)	0
34	12/31/06 Balance	<u>54,571</u>	<u>113,896</u>
	2007		
35	Additions	2,139	5,161
36	Adjustments	2,254	2,186
37	12/31/07 Balance	<u>58,963</u>	<u>121,244</u>

Supporting Schedules: A-14

Schedule of Accumulated Amortization of CIAC by Classification
 Test Year Average Balance
Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Historical 2007 & Pro Forma

Florida Public Service Commission

Schedule: A-14
 Page: 1 of 3
 Preparer: R Griffin/J Guastella

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) (3) (4) Historical Test Year 2007			(5) (6) (7) Pro Forma Adjustments		
		Adjusted Balance	Non-Used & Useful %	Amount	Amount	Non-Used & Useful %	Amount
1	WATER						
2	Cash						
3	320 Water Treatment Equipment	50,735	0.00%	0		0.00%	0
4	334 Meter Fees	21	0.00%	0		0.00%	0
5	331 Main Extension Charge	47	0.00%	0		0.00%	0
6	333 Service Installation Fees	0	0.00%	0		0.00%	0
7	Total Cash	<u>50,803</u>		<u>0</u>	<u>0</u>		<u>0</u>
8							
9	Property						
10	330 Dist Reservoirs & Standpipes	0	0.00%	0		0.00%	0
11	331 T&D Mains	0	0.00%	0		0.00%	0
12	333 Services	0	0.00%	0		0.00%	0
13	334 Meters/Meter Installation	0	0.00%	0		0.00%	0
14	335 Hydrants	0	0.00%	0		0.00%	0
15	Total Property	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
16							
17	Total Water	<u>50,803</u>		<u>0</u>	<u>0</u>		<u>0</u>
18							
19	SEWER						
20	Cash						
21	380 Treatment & Disposal Equipment	99,162	0.00%	0		0.00%	0
22	389 Other	0	0.00%	0		0.00%	0
23	361 Main Extension Charge	137	0.00%	0		0.00%	0
24	363 Service Installation Fees	0	0.00%	0		0.00%	0
25	Total Cash	<u>99,299</u>		<u>0</u>	<u>0</u>		<u>0</u>
26							
27	Property						
28	354 Structures & Improvements	0	0.00%	0		0.00%	0
29	360 Collection Sewers- Force	0	0.00%	0		0.00%	0
30	361 Collection Sewers- Gravity	0	0.00%	0		0.00%	0
31	363 Services to Customers	0	0.00%	0		0.00%	0
32	370 Lift Stations	0	0.00%	0		0.00%	0
33	371 Pumping Equipment	0	0.00%	0		0.00%	0
34	366 Reuse Services	0	0.00%	0		0.00%	0
35	375 Reuse Transmission & Dist Mains	0	0.00%	0		0.00%	0
36	389 Other Plant Misc Equip	0	0.00%	0		0.00%	0
37	Total Property	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
38							
39	Total Sewer	<u>99,299</u>		<u>0</u>	<u>0</u>		<u>0</u>

Schedule of Accumulated Amortization of CIAC by Classification
 Test Year Average Balance
Kings Cove
 Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: A-14
 Page: 2 of 3
 Preparer: R Griffin/J Guastella

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.	Acct No.	(1) Description	(2) Prior Year Dec-2006	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) Dec-2007	(15) Average Balance
1		WATER														
2		Cash														
3	320	Water Treatment Equipment	54,529	54,797	55,064	55,332	55,600	55,868	56,136	56,404	56,672	56,662	56,652	56,643	50,278	55,434
4	334	Meter Fees	13	14	15	16	17	18	19	20	21	20	20	20	(2)	16
5	331	Main Extension Charge	29	31	34	36	38	40	42	44	47	46	46	46	(20)	35
6	333	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7		Total Cash AAC	54,571	54,842	55,113	55,384	55,655	55,926	56,197	56,468	56,739	56,729	56,719	56,710	50,256	55,485
8																
9		Property														
10	330	Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	331	T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	333	Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	334	Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	335	Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15		Total Property AAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16																
17		Total Water AAC	54,571	54,842	55,113	55,384	55,655	55,926	56,197	56,468	56,739	56,729	56,719	56,710	50,256	55,485
18																
19		SEWER														
20		Cash														
21	380	Treatment & Disposal Equipment	113,794	114,315	114,836	115,357	115,878	116,399	116,920	117,441	117,962	118,198	118,433	118,670	99,340	115,195
22	389	Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	361	Main Extension Charge	102	107	112	117	122	127	132	137	142	144	147	149	(62)	114
24	363	Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25		Total Cash AAC	113,896	114,422	114,948	115,474	116,000	116,526	117,052	117,578	118,104	118,342	118,580	118,819	99,278	115,309
26																
27		Property														
28	354	Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	360	Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	361	Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	363	Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	370	Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33	371	Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34	366	Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	375	Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	389	Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37		Total Property AAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38																
39		Total Sewer AAC	113,896	114,422	114,948	115,474	116,000	116,526	117,052	117,578	118,104	118,342	118,580	118,819	99,278	115,309

Schedule of Accumulated Amortization of CIAC by Classification

Test Year Average Balance

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: A-14

Page: 3 of 3

Preparer: R Griffin/J Guastella

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 12/01/06	(3) Jan	(4) Feb	(5) Mar	(6) Apr	(7) May	(8) Jun	(9) Jul	(10) Aug	(11) Sep	(12) Oct	(13) Nov	(14) 12/01/07	(15) Average Balance
1	WATER														
2	Cash														
3	320 Water Treatment Equipment	48,076	48,436	48,796	49,157	49,517	49,877	50,238	50,598	50,959	51,319	51,679	52,040	58,868	50,735
4	334 Meter Fees	13	14	16	17	18	19	21	22	23	24	26	27	28	21
5	331 Main Extension Charge	29	32	35	38	41	44	47	50	53	55	59	63	67	47
6	333 Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	Total Cash AAC	48,118	48,483	48,847	49,212	49,576	49,941	50,305	50,670	51,034	51,399	51,764	52,130	58,963	50,803
8															
9	Property														
10	330 Dist Reservoirs & Standpipes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	331 T&D Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	333 Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	334 Meters/Meter Installation	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	335 Hydrants	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	Total Property AAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16															
17	Total Water AAC	48,118	48,483	48,847	49,212	49,576	49,941	50,305	50,670	51,034	51,399	51,764	52,130	58,963	50,803
18															
19	SEWER														
20	Cash														
21	380 Treatment & Disposal Equipment	94,015	94,619	95,223	95,827	96,431	97,034	97,638	98,242	98,846	99,450	100,054	100,658	121,069	99,162
22	389 Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	361 Main Extension Charge	102	108	114	120	126	131	137	143	149	154	161	168	175	137
24	363 Service Installation Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	Total Cash AAC	94,117	94,727	95,336	95,946	96,556	97,166	97,775	98,385	98,995	99,604	100,215	100,825	121,243	99,299
26															
27	Property														
28	354 Structures & Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	360 Collection Sewers- Force	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	361 Collection Sewers- Gravity	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	363 Services to Customers	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	370 Lift Stations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
33	371 Pumping Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34	366 Reuse Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35	375 Reuse Transmission & Dist Mains	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	389 Other Plant Misc Equip	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	Total Property AAC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38															
39	Total Sewer AAC	94,117	94,727	95,336	95,946	96,556	97,166	97,775	98,385	98,995	99,604	100,215	100,825	121,243	99,299

Schedule of Annual AFUDC Rates Used**Florida Public Service Commission****Kings Cove**

Schedule: A-15

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: N/A

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	7.90%	7.90%

DOCKET NO. 060819-WS, issued April 2, 2007

Rule 25-30.116, F.A.C., provides that Construction Work in Progress (CWIP) that is not included in rate base may accrue AFUDC.

Order No. PSC-07-0276-PAA-WS addresses the establishment of a uniform AFUDC rate for Aqua Utilities Florida, Inc.

The Florida PSC ordered that the appropriate uniform AFUDC rate for Aqua Utilities Florida, Inc. is 7.90% with a discounted monthly rate of 0.635634, and shall be effective for eligible projects as of October 13, 2006.

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

Florida Public Service Commission

**Kings Cove
Docket No. 080121-WS
0**

Schedule: A-16
Page: 1 of 1
Preparer: R 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.	Water Year End Balance	Sewer Year End Balance
Description		

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

Schedule of Working Capital Allowance Calculation

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: A-17

Page: 1 of 1

Preparer: R 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) 12/31/06	(3) 2007 Average
1	Balance Sheet Accounts		
2	For All Systems:		
3	Accounts Receivable - Customer	1,850,777	1,870,929
4	Allowance for Bad Debts	(60,221)	(100,908)
5	Temporary Investments	0	392
6	Materials & Supplies	0	0
7	Unbilled Revenues	659,907	706,580
8	Prepayments	153,113	181,073
9			
10	TOTAL CURRENT ASSETS	<u>2,603,576</u>	<u>2,658,067</u>
11			
12	Less:		
13	Accounts Payable	2,281,410	799,218
14	Accrued Taxes	(601,457)	(1,155,342)
15	Accrued Interest	4,215	17,085
16	Misc. Current & Accrued Liabilities	463,905	675,491
17			
18	TOTAL CURRENT & ACC. LIABILITIES	<u>2,148,073</u>	<u>336,452</u>
19			
20	Total Working Capital Balance Sheet Accounts- All Systems	<u>455,503</u>	<u>2,321,615</u>
21			
22	Allocation for this System:		
23	Note: Allocation is by number of customers of all systems in Aqua Utilizes FL, Inc.		
24	Allocation Percentage - Water	0.562%	0.551%
25	Assets Allocated - Water (line 10 x line 23)	14,623	14,637
26	(Less)Liabilities Allocated - Water (line 18 x line 23)	(12,065)	(1,853)
27			
28	Allocation Percentage - Sewer	0.535%	0.527%
29	Assets Allocated - Sewer (line 7 x line 17)	13,927	14,007
30	(Less)Liabilities Allocated - Sewer (line 12 x line 17)	(11,490)	(1,773)
31			
32	Direct Assignment of CWC Accounts:		
33	Deferred Rate Case Expense		
34	Water	0	0
35	Sewer	0	0
36			
37	Other Regulatory Assets		
38	Water	0	0
39	Sewer	0	0
40			
41	Other Deferred Debits		
42	Water	1,010	631
43	Sewer	0	0
44			
45	Total Balance Sheet CWC-this system		
46	Water (Lines 25-26+34+38+42)	<u>3,568</u>	<u>13,415</u>
47	Sewer (Lines 29-30+35+39+43)	<u>2,437</u>	<u>12,234</u>

Supporting Schedules: A-18, A-19

Comparative Balance Sheet - Assets

Aqua Florida

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

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 1

Preparer: S Anzaldo

Line No.	(1) ASSETS	(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) 12/31/07	(15) Average Balance
1	Utility Plant	85,966,260	90,505,275	91,370,203	91,349,024	91,778,934	92,095,149	92,842,612	93,231,021	93,369,496	93,767,683	93,763,576	97,847,581	98,842,627	92,825,342
2	Construction Work in Progress	10,726,248	6,220,061	6,049,130	7,003,882	7,735,248	8,218,675	7,940,645	8,053,771	8,374,520	8,444,199	8,791,519	5,053,856	4,064,016	7,436,598
3	Utility Plant Acquisition														
4															
5	GROSS UTILITY PLANT	96,692,508	96,725,336	97,419,333	98,352,906	99,514,182	100,313,824	100,783,257	101,284,792	101,744,016	102,211,882	102,555,095	102,901,437	102,906,643	100,261,939
6															
7	Less: Accumulated Depreciation	(30,194,077)	(30,093,298)	(30,398,174)	(30,450,557)	(30,730,116)	(30,990,656)	(31,217,204)	(31,443,483)	(31,783,136)	(32,068,280)	(32,373,717)	(32,489,964)	(32,868,357)	(31,315,463)
8															
9	NET UTILITY PLANT	66,498,431	66,632,038	67,021,159	67,902,349	68,784,066	69,323,168	69,566,053	69,841,309	69,960,880	70,143,602	70,181,378	70,411,473	70,038,286	68,946,476
10															
11	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	2,090,925	2,008,994
12															
13	Cash	330,281	367,195	367,195	367,195	417,936	417,116	301,508	271,853	304,160	284,090	506,591	333,233	257,874	348,171
14	Accounts Receivable Customer	1,850,777	1,634,935	1,748,924	1,607,823	1,833,110	1,896,851	2,019,818	2,089,363	1,802,602	2,346,154	2,126,091	1,495,145	1,870,490	1,870,929
15	Allowance for Bad Debts	(60,221)	(63,664)	(63,413)	(83,655)	(77,442)	(84,047)	(84,175)	(102,715)	(116,991)	(116,243)	(135,468)	(173,012)	(150,752)	(100,908)
16	Accounts Receivable Affiliates	(2,294,839)	(2,620,359)	(603,336)	(1,656,319)	(530,149)	(353,689)	(399,204)	(715,902)	(43,215)	(711,304)	(152,040)	(1,172,843)	(1,121,835)	(951,926)
17	Notes Rec. Affiliates			(741,899)	(741,899)	(1,045,138)	(1,045,138)	(1,045,138)	(1,045,138)	(1,045,138)	(1,045,138)	(1,045,138)	(1,045,138)	(1,045,138)	(757,300)
18	Temporary Investments		5,092												392
19	Materials & Supplies														
20	Unbilled Revenue	659,907	670,701	609,769	699,092	746,285	831,743	829,001	749,130	783,217	645,341	656,591	616,494	688,269	706,580
21	Prepayments	153,113	155,190	155,700	153,806	170,702	172,560	180,144	176,361	210,412	209,219	209,451	203,994	203,303	181,073
22	Other Current Assets		2,490	13,225	17,062	43		1,278	1,852	8,671	2,354	3,303	6,359	14,267	5,454
23															
24	TOTAL CURRENT ASSETS	639,018	151,580	1,486,165	363,105	1,515,347	1,835,396	1,803,232	1,424,804	1,903,718	1,614,473	2,169,381	264,232	1,761,616	1,302,467
25															
26	Prelim Survey & Investigation Chgs	2,895	2,695	2,695	2,695	2,695		3,025	5,302	104,923	106,243	145,695	146,751	150,924	52,026
27	Deferred Rate Case Expense	1,463,105	1,549,581	1,628,699	1,825,590	1,939,511	2,033,013	2,163,119	2,196,340	2,189,455	115,935	135,972	144,201	196,273	1,352,369
28	Regulatory Assets	1,902,193	1,865,647	1,829,101	1,792,556	1,756,010	1,719,463	1,682,918	1,652,285	1,621,652	1,591,019	1,561,082	1,529,754	1,499,121	1,692,523
29	Other Deferred Debits	499,109	490,193	477,396	473,555	484,060	473,612	484,714	454,054	443,845	426,275	411,422	388,609	508,769	461,047
30															
31	TOTAL DEFERRED DEBITS	3,867,102	3,908,116	3,937,891	4,094,396	4,182,276	4,226,088	4,313,776	4,307,981	4,359,675	2,239,472	2,254,171	2,207,315	2,355,087	3,557,965
32															
33	TOTAL ASSETS	73,004,551	72,691,734	74,445,215	74,359,850	76,481,689	77,384,652	77,683,061	77,574,094	78,224,473	75,997,547	76,604,930	74,883,020	76,245,914	75,813,902

Comparative Balance Sheet - Equity Capital & Liabilities

Aqua Florida

Florida Public Service Commission

Kings Cove
 Docket No. 060121-WS
 Historical Test Year Ending December 31, 2007
 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 1
 Preparer: S Anzaldo

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) 12/31/07	(15) Average Balance
1	Common Stock Issued	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744	52,724,744
2	Preferred Stock Issued														-
3	Additional Paid in Capital	(4,180,143)	(3,762,331)	(1,879,557)	(1,268,794)	(465,141)	72,323	522,986	928,358	1,650,430	1,701,590	2,419,162	2,577,369	979,027	(54,209)
4	Retained Earnings	(14,202,351)	(14,323,829)	(14,519,439)	(14,610,772)	(14,521,137)	(14,470,292)	(14,512,011)	(14,776,827)	(15,108,004)	(17,037,040)	(17,267,575)	(17,561,226)	(17,942,759)	(15,450,251)
5	Other Equity Capital														-
6															
7	TOTAL EQUITY CAPITAL	34,342,250	34,638,584	36,325,748	36,845,178	37,738,466	38,326,775	38,735,719	38,876,275	39,267,170	37,369,294	37,876,331	37,740,887	35,761,012	37,220,284
8															
9	TOTAL LONG TERM DEBT	20,501,000	21,640,440	21,640,440	21,640,440	22,645,869	22,645,869	22,645,869	22,645,869	22,645,869	22,645,869	22,645,869	22,645,869	26,136,123	22,517,338
10															
11	Accounts Payable	2,281,410	673,624	762,950	593,216	658,664	788,593	638,418	399,264	545,536	577,677	624,290	936,506	909,683	799,218
12	Accts & Int. Payable-Assoc Cos														-
13	Accrued Taxes	(601,457)	(794,904)	(784,031)	(885,992)	(730,385)	(563,328)	(466,880)	(734,503)	(764,216)	(1,668,643)	(1,586,004)	(2,578,863)	(2,860,234)	(1,155,342)
14	Accrued Interest	4,215	6,873	9,451	11,943	14,386	16,977	19,467	21,934	24,164	26,615	28,803	30,940	6,333	17,085
15	Accrued Dividends														-
16	Customer Deposits	582,055	574,701	563,299	551,856	538,675	532,477	539,456	531,789	520,054	513,357	501,455	493,285	287,122	517,660
17	Misc. Current & Accrued Liabilities	463,905	537,774	558,454	291,076	312,626	376,164	365,027	690,777	901,548	1,439,059	1,502,564	602,591	739,819	675,491
18															
19	TOTAL CURRENT & ACC LIABILITIES	2,730,128	998,066	1,110,123	562,099	793,966	1,150,883	1,095,488	909,261	1,227,086	888,065	1,071,108	(515,541)	(917,277)	854,112
20															
21	Other Deferred Credits & Oper. Reserves		2,044	4,088	6,132	7,739	8,909	10,079	11,249	12,419	13,589	14,759	15,929	17,099	9,541
22															
23	Contributions in Aid of Construction	26,756,946	26,814,834	26,843,520	26,861,162	26,927,275	26,960,311	26,981,271	26,994,018	27,011,754	27,077,994	27,091,567	27,168,192	27,263,271	26,980,932
24	Less: Accum Amort of CIAC	(11,493,433)	(11,569,896)	(11,646,361)	(11,722,827)	(11,799,291)	(11,875,755)	(11,953,026)	(12,030,242)	(12,107,485)	(12,184,923)	(12,262,362)	(12,339,976)	(12,351,642)	(11,949,017)
25	Accumulated Deferred Income Taxes-FIT	133,049	133,049	133,046	133,055	133,054	133,049	133,050	133,053	133,049	133,048	133,047	133,049	297,791	145,722
26	Accumulated Deferred Income Taxes-SIT	34,611	34,611	34,611	34,611	34,611	34,611	34,611	34,611	34,611	34,611	34,611	34,611	39,537	34,990
27															
28	Total CIAC & Def Taxes	15,431,173	15,412,598	15,364,816	15,306,001	15,295,649	15,252,216	15,195,906	15,131,440	15,071,929	15,060,730	14,996,863	14,995,876	15,248,957	15,212,627
29															
30	TOTAL EQUITY CAPITAL & LIABILITIES	73,004,551	72,691,734	74,445,215	74,359,850	76,481,689	77,384,652	77,683,061	77,574,094	78,224,473	75,997,547	76,604,930	74,883,020	76,245,914	75,613,902

Kings Cove
NET OPERATING INCOME

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
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Schedule of Water Net Operating Income

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

Schedule: B-1

Page: 1 of 1

Preparer: S Szczygiel

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 2007	(3) Utility Test Year Adjustment	(4) Adjusted Test Year 2007	(5) Pro Forma Adjustments	(6) Pro Forma Adjusted	(7) Requested Revenue Adjustment	(8) Requested Annual Revenues	(9) Supporting Schedules
1	OPERATING REVENUES	61,861	(16)	61,845	0	61,845	23,748	85,593	B-4, E-2
2	Operation & Maintenance	51,882	(2,523)	49,358	6,782	56,141	351	56,491	B-5
3	Depreciation, net of CIAC Amort.,U&U	10,732	(8,857)	1,875	964	2,838	0	2,838	B-13
4	Amortization	0	0	0	0	0	0	0	B-3
5	Taxes Other Than Income	5,792	(51)	5,741	(1,263)	4,478	1,069	5,547	B-15
6	Provision for Income Taxes	(2,525)	3,452	927	(2,899)	(1,972)	8,613	6,642	C-1, B-3
7	OPERATING EXPENSES	65,881	(7,980)	57,902	3,584	61,486	10,033	71,519	
8	NET OPERATING INCOME	(4,020)	7,963	3,943	(3,584)	359	13,715	14,074	
9	RATE BASE	144,503	(22,240)	122,262	53,607	175,869		175,869	A-1
10	RATE OF RETURN	-2.78%		3.23%				8.00%	

Schedule of Sewer Net Operating Income

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical 2007 & Pro Forma

Schedule: B-2

Page: 1 of 1

Preparer: S Szczygiel

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 2007	(3) Utility Test Year Adjustment	(4) Adjusted Test Year 2007	(5) Pro Forma Adjustments	(6) Pro Forma Adjusted	(7) Requested Revenue Adjustment	(8) Requested Annual Revenues	(9) Supporting Schedules
1	OPERATING REVENUES	74,077	(755)	73,322	0	73,322	22,299	95,621	B-4, E-2
2	Operation & Maintenance	80,091	(7,625)	72,465	6,070	78,536	329	78,865	B-6
3	Depreciation, net of CIAC Amort., U&U	11,807	(21,700)	(9,893)	258	(9,635)	0	(9,635)	B-14
4	Amortization	0	0	0	0	0	0	0	B-3
5	Taxes Other Than Income	2,919	3,983	6,902	(834)	6,068	1,003	7,072	B-15
6	Provision for Income Taxes	(8,000)	8,307	307	(2,203)	(1,896)	8,088	6,192	C-1, B-3
7	OPERATING EXPENSES	86,816	(17,035)	69,781	3,292	73,072	9,421	82,493	
8	NET OPERATING INCOME	(12,739)	16,280	3,541	(3,292)	249	12,879	13,128	
9	RATE BASE	228,614	(73,672)	154,942	11,275	166,217		166,217	A-2
10	RATE OF RETURN	-5.57%		2.29%				7.90%	

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: B-3
 Page: 1 of 4
 Preparer: S Szczygiel

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.	Acct	(1) Description	(2) 2007 Water	(3) 2007 Sewer	(4) Supporting Schedules
1		UTILITY TEST YEAR ADJUSTMENTS - 2007			
2	A	REVENUES			
3		Billed less Booked Revenue	(16)		E-2
4		Billed less Booked Revenue		(755)	
5		TOTAL REVENUE ADJUSTMENTS	<u>(16)</u>	<u>(755)</u>	
6					
7	B	OPERATIONS & MAINTENANCE			B-5, B-6
8	601/701	Salaries & Wages - Employees	Normalize 2007 employee terminations & New Hires	866	(95)
9	601/701		Normalize 4.0% Wage increase effective 4/1/07 (additional 1.0%)	144	147
10	603/703	Salaries & Wages - Officers, Exec.	0	0	
11	604/704	Employee Pensions & Benefits	0	0	
12	610/710	Purchased Water / Sewer Treatment	0	0	
13	NA/711	Sludge Removal Expense	0	0	
14	615/715	Purchased Power	0	0	
15	616/716	Fuel for Purchased Power	0	0	
16	618/718	Chemicals	0	0	
17	620/720	Materials & Supplies	0	0	
18	631/731	Contractual Services - Engineering	0	0	
19	632/732	Contractual Services - Accounting	Normalize 2007 Audit Fees	248	237
20	633/733	Contractual Services - Legal	Normalize Legal fees on Used & Useful	49	47
21	634/734	Contractual Services - Mgmt. Fees	Normalize 2007 Service Headcount	41	39
22	634/734		Normalize 2007 4.0% Service Wage increase effective 4/1/07	27	26
23	634/734		Normalize 2007 FICA taxes on Service 4.0% Wage increase effective 4/1/07	2	2
24	635/735	Contractual Services - Testing	0	0	
25	636/736	Contractual Services - Other	Normalize 2007 ACO billings	208	199
26	641/741	Rental of Building/Real Prop.	0	0	
27	642/742	Rental of Equipment	0	0	
28	650/750	Transportation Expenses	0	0	
29	656/756	Insurance - Vehicle	0	0	
30	657/757	Insurance - General Liability	0	0	
31	658/758	Insurance - Workman's Comp.	0	0	
32	659/759	Insurance - Other	0	0	
33	660/760	Advertising Expense	0	0	
34	666/766	Reg. Comm. Exp. - Rate Case Amort.	0	0	
35	667/767	Reg. Comm. Exp. - Rate Case Other	0	0	
36	670/770	Bad Debt Expense	0	0	
37	675/775	Miscellaneous Expense	Normalize 2007 Intercompany allocations	(3,876)	(8,005)
38	675/775		Normalize 2007 Intracompany misallocation of a/c 426 to Operating Expenses	(142)	(135)
39	675/775		Normalize 2007 Intercompany misallocation due to Fairways	(91)	(87)
40					
41					
42		TOTAL O&M ADJUSTMENTS	<u>(2,523)</u>	<u>(7,625)</u>	
43					

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Schedule Year Ended: 12/31/07
 Historical [] Projected [X]

Schedule: B-3
 Page: 2 of 4
 Preparer: S Szczygiel

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) Pro Forma Water	(3) Pro Forma Sewer	(4) Supporting Schedules	
1	UTILITY TEST YEAR ADJUSTMENTS - 2007, continued				
2	C DEPRECIATION NET OF AMORTIZATION OF CIAC (Used & Useful)			B-13, B-14	
3	Allocation of Corporate IT	1,783	1,707		
4	Allocation of Corp Structures & Improvements	31	29		
5		-	-		
6	PSC Depr Rate Correction, Depr Expn	(1,964)	(1,471)		
7	PSC Depr Rate Correction, Amort CIAC	(8,707)	(21,965)		
8		-	-		
9	TOTAL DEPRECIATION ADJUSTMENTS	<u>(8,857)</u>	<u>(21,700)</u>		
10					
11					
12	D AMORTIZATION				
13		0	0		
14	-	0	0		
15	TOTAL AMORTIZATION ADJUSTMENTS	<u>0</u>	<u>0</u>		
16					
17					
18	E TAXES OTHER THAN INCOME TAX			B-15	
19	RAF adjustment	RAF on Adj'd Rev less RAF Per Books	(1)	(34)	
20	Payroll tax adjustment	On Salary & Wage adjustments explained above	1,928	2,038	
21	Property tax adjustment	Distributing from Water to Water & Sewer	(1,978)	1,978	
22	Property tax adjustment		0	0	
23	TOTAL TAXES OTHER THAN INCOME ADJUSTMENTS	<u>(51)</u>	<u>3,933</u>		
24					
25					
26	F INCOME TAXES				
27	Income tax impact of the adjustments to per book income	<u>3,452</u>	<u>8,307</u>	C-1	
28	TOTAL INCOME TAX ADJUSTMENTS	<u>3,452</u>	<u>8,307</u>		
29					
30	TOTAL EXPENSE ADJUSTMENTS	<u>(7,979)</u>	<u>(17,035)</u>		

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Schedule Year Ended: 12/31/07
 Historical [] Projected [X]

Schedule: B-3
 Page: 3 of 4
 Preparer: S Szczygiel

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.	Acct	(1) Description	(2) Water	(3) Sewer	(4) Supporting Schedules
1		UTILITY PRO FORMA ADJUSTMENTS			
2					
3	B	OPERATIONS & MAINTENANCE			B-6, B-6
4	601/701	Salaries & Wages - Employees	4.0% Wage increase effective 4/1/08	583	596
5	601/701		Market Based Increases	993	776
6	601/701		New Rates Manager & Controller	937	896
7	601/701		Lake County Facility Operator II	363	0
8	601/701			0	0
9	603/709	Salaries & Wages - Officers, Exec.		0	0
10	604/704	Employee Pensions & Benefits	Increase in Benefit costs/head in 2008	360	409
11	610/710	Purchased Water / Sewer Treatment		0	0
12	NA /711	Sludge Removal Expense		0	0
13	615/715	Purchased Power		0	0
14	616/716	Fuel for Purchased Power		0	0
15	618/718	Chemicals		0	0
16	620/720	Materials & Supplies		0	0
17	631/731	Contractual Services - Engineering		0	0
18	632/732	Contractual Services - Accounting		0	0
19	633/733	Contractual Services - Legal		0	0
20	634/734	Contractual Services - Mgmt. Fees	Additional 2008 Service Co headcount	28	26
21	634/734		Service Co. 4.0% Wage increase effective 4/1/08	107	102
22	634/734		FICA taxes on Service Co. 4.0% Wage increase effective 4/1/08	8	8
23	634/734		Service Co. allocation adjustment for dual Water/Sewer customers	(335)	(320)
24	634/734		Additional 2008 Service Co employee benefits	73	70
25	635/735	Contractual Services - Testing		0	0
26	636/736	Contractual Services - Other	ACO 4.0% Wage increase effective 4/1/08	45	43
27	636/736		FICA taxes on ACO 4.0% Wage increase effective 4/1/08	3	3
28	636/736		ACO allocation adjustment for dual Water/Sewer customers	(291)	(279)
29	636/736		Additional 2008 ACO employee benefits	327	313
30	636/736			0	0
31	636/736			0	0
32	641/741	Rental of Building/Real Prop.	New office rent	46	44
33	642/742	Rental of Equipment		0	0
34	650/750	Transportation Expenses	Adjust fuel to \$3.36/gal	353	337
35	656/756	Insurance - Vehicle		0	0
36	657/757	Insurance - General Liability		0	0
37	658/758	Insurance - Workman's Comp.		0	0
38	659/759	Insurance - Other		0	0
39	660/760	Advertising Expense		0	0
40	666/766	Reg. Comm. Exp. - Rate Case Amort.	Details on Schedule B-10	2,852	2,729
41	667/767	Reg. Comm. Exp. - Rate Case Other		0	0
42	670/770	Bad Debt Expense		0	0
43	675/775	Miscellaneous Expense	New town hall meeting expense (Aqua Connects)	331	316
44					
45					
46		TOTAL O&M ADJUSTMENTS		<u>6,782</u>	<u>6,070</u>

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Schedule Year Ended: 12/31/07
 Historical [] Projected [X]

Schedule: B-3
 Page: 4 of 4
 Preparer: S Szczygiel

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)		(3)	(4)
		Water		Sewer	Supporting Schedules
1	UTILITY PRO FORMA ADJUSTMENTS, continued				
2					
3	C DEPRECIATION NET OF AMORTIZATION OF GIAC (Used & Useful)				B-13, B-14
4	Meter Replacements 6 Month Net Depr (Addns less Retirements)	694	NA		
5	Allocation of new corp. PCs and Network & Telephony enhancements	270		258	
6		0			
7				0	
8		0			
9				0	
10		0		0	
11	TOTAL	<u>964</u>		<u>258</u>	
12					
13					
14	D AMORTIZATION				
15	-	0		0	
16	-	0		0	
17	TOTAL	<u>0</u>		<u>0</u>	
18					
19	E TAXES OTHER THAN INCOME TAX				B-15
20	Payroll tax adjustment On Salary & Wage adjustments explained above	122		106	
21	Property taxes associated with 2007 plant additions, allocations, adjustments	(2,130)		(991)	
22	Property taxes associated with Pro Forma plant	745		51	
23	Property Tax adjustment for Non-Used & Useful plant	0		0	
24	TOTAL	<u>(1,263)</u>		<u>(834)</u>	
25					
26	F INCOME TAXES				C-1
27	Income tax impact of the adjustments to per book income	(2,899)		(2,203)	
28	TOTAL	<u>(2,899)</u>		<u>(2,203)</u>	
29					
30	TOTAL EXPENSE ADJUSTMENTS	<u>3,584</u>		<u>3,292</u>	
31					
32					
33	UTILITY PROPOSED REVENUE REQUIREMENT ADJUSTMENTS				
34					
35	A NET OPERATING REVENUE				
36	Required Revenue Adjustment	<u>23,748</u>		<u>22,299</u>	B-1, B-2
37					
38	B OPERATION & MAINTENANCE EXPENSE				
39	Bad Debt Adjustment Due To Proposed Rate Increase	<u>351</u>		<u>329</u>	B-1, B-2
40					
41	E TAXES OTHER THAN INCOME TAX				
42	RAF on Revenue Adjustment @ 4.500%	<u>1,069</u>		<u>1,003</u>	
43					
44	F INCOME TAX ADJUSTMENT				
45	Rate Year Revenue at Present Rates	61,845		73,322	B-1, B-2
46	Plus Required Revenue Adjustment	<u>23,748</u>		<u>22,299</u>	
47	Rate Year Revenue at Proposed Rates	<u>85,593</u>		<u>95,621</u>	
48					
49	Less Operating Expenses Before Income Taxes	(64,877)		(76,301)	B-1, B-2
50	Less Interest Expense	<u>(3,498)</u>		<u>(3,269)</u>	D-1
51	Taxable Income	<u>17,218</u>		<u>16,051</u>	
52	Income Tax at Composite Rate of 38.575%	6,642		6,192	
53	Less Income Tax at Present Rates	<u>1,972</u>		<u>1,896</u>	C-1
54					
55	Income Tax Adjustment for Requested Revenue Increase	<u>8,613</u>		<u>8,088</u>	

Test Year Operating Revenues

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: B-4
 Page: 1 of 1
 Preparer: S Szczygiel

Historical [X] Projected []

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

Line No.	(1) WATER		(2)		(3) SEWER		(4)	
	Account No. and Description	Revenues			Account No. and Description	Revenues		
1	WATER SALES				SEWER SALES			
2	460.1	Unmetered Water Revenue	0		521.1	Flat Rate - Residential	0	
3	461.1	Metered - Residential	61,611		521.2	Flat Rate - Commercial	0	
4	461.2	Metered - Commercial	0		521.3	Flat Rate - Industrial	0	
5	461.3	Metered - Industrial	0		521.4	Flat Rate - Public Authorities	0	
6	461.4	Metered - Public Authorities	0		521.5	Flat Rate - Multi-Family	0	
7	461.5	Metered - Multi-Family	0		521.6	Flat Rate - Other	0	
8	461.6	Metered - Other	0		522.1	Measured - Residential	74,077	
9	462.1	Public Fire Protection	0		522.2	Measured - Commercial	0	
10	462.2	Private Fire Protection	0		522.3	Measured - Industrial	0	
11	464.0	Other Sales - Public Authorities	0		522.4	Measured - Public Authorities	0	
12	465.0	Irrigation Customers	0		522.5	Measured - Multi-Family	0	
13	466.0	Sales for Resale	0		523.0	Other Sales - Public Authorities	0	
14	467.0	Interdepartmental Sales	0		524.0	Revenues From Other Systems	0	
15	475.0	Unbilled Revenues	0		525.0	Interdepartmental Sales	0	
16					526.0	Effluent	0	
17					527.0	Unbilled Revenues	0	
18					540.5	Flat Rate - Reuse	0	
19	TOTAL WATER SALES		<u>61,611</u>		TOTAL SEWER SALES		<u>74,077</u>	
20								
21	OTHER WATER REVENUES				OTHER SEWER REVENUES			
22	470.0	Forfeited Discounts	0		531.0	Sale Of Sludge	0	
23	471.0	Misc. Service Revenues	250		532.0	Forfeited Discounts	0	
24	472.0	Rents From Water Property	0		534.0	Rents From Sewer Property	0	
25	473.0	Interdepartmental Rents	0		535.0	Interdepartmental Rents	0	
26	474.04	Other Water Revenues	0		536.0	Other Sewer Revenues	0	
27	TOTAL OTHER WATER REVENUES		<u>250</u>		TOTAL OTHER SEWER REVENUES		<u>0</u>	
28								
29	TOTAL WATER OPERATING REVENUES		<u><u>61,861</u></u>		TOTAL SEWER OPERATING REVENUES		<u><u>74,077</u></u>	

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

Florida Public Service Commission

Kings Cove

Schedule: B-5

Docket No. 080121-WS

Page: 1 of 5

Historical Test Year Ending December 31, 2007

Preparer: S Szczygiel

Historical [X] Projected []

Explanation: Provide a schedule of operation and maintenance expenses by primary account for the Test Year

Line No.	(1) Account No. and Name	(2) 2007 Per Books	(3) 2007 Normalizations	(4) 2007 Normalized	(5) Unacc. Water Ajdstmnt @ 0.00%	(6) 2007 Adjusted	(7) Pro Forma Adjustments	(8) Unacc. Water Ajdstmnt @ 0.00%	(9) Pro Forma
1	601 Salaries & Wages - Employees	16,411	1,010	17,421		17,421	2,875		20,296
2	603 Salaries & Wages - Officers, Exec.	1,491	0	1,491		1,491	0		1,491
3	604 Employee Pensions & Benefits	2,875	0	2,875		2,875	360		3,236
4	610 Purchased Water	0	0	0	0	0	0	0	0
5	615 Purchased Power	5,952	0	5,952		5,952	0		5,952
6	616 Fuel for Purchased Power	22	0	22	0	22	0	0	22
7	618 Chemicals	1,435	0	1,435		1,435	0		1,435
8	620 Materials & Supplies	1,400	0	1,400	0	1,400	0	0	1,400
9	631 Contractual Services - Engineering	66	0	66		66	0		66
10	632 Contractual Services - Accounting	(81)	248	167		167	0		167
11	633 Contractual Services - Legal	384	49	433		433	0		433
12	634 Contractual Services - Mgmt. Fees	4,617	70	4,687		4,687	(119)		4,568
13	635 Contractual Services - Testing	1,817	0	1,817		1,817	0		1,817
14	636 Contractual Services - Other	6,607	208	6,816		6,816	85		6,900
15	641 Rental of Building/Real Prop.	1,632	0	1,632		1,632	46		1,678
16	642 Rental of Equipment	125	0	125		125	0		125
17	650 Transportation Expenses	2,735	0	2,735		2,735	353		3,088
18	656 Insurance - Vehicle	218	0	218		218	0		218
19	657 Insurance - General Liability	869	0	869		869	0		869
20	658 Insurance - Workman's Comp.	130	0	130		130	0		130
21	659 Insurance - Other	287	0	287		287	0		287
22	660 Advertising Expense	8	0	8		8	0		8
23	666 Reg. Comm. Exp. - Rate Case Amort.	0	0	0		0	2,852		2,852
24	667 Reg. Comm. Exp. - Rate Case Other	0	0	0		0	0		0
25	670 Bad Debt Expense	(578)	0	(578)		(578)	0		(578)
26	675 Miscellaneous Expense	3,456	(4,108)	(652)		(652)	331		(321)
27									
28	TOTAL WATER O & M EXPENSES	51,882	(2,523)	49,358	0	49,358	6,782	0	56,141

Detail of Operation & Maintenance Expenses By Month - Water
 Total O&M Expenses by Month

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS

Schedule: B-5
 Page: 2 of 5
 Preparer: S Szczygiel

Historical Test Year Ending December 31, 2007
 Historical [X] Projected []

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

Line No.	(1) Account No. and Name	(2)-(13)												(14) Total Per Books Annual
		2007 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2007 Dec	
1	601 Salaries & Wages - Employees	1,375	1,135	1,540	1,468	1,391	1,415	1,214	1,353	8,625	2,097	(6,958)	1,756	16,411
2	603 Salaries & Wages - Officers, Exec.	131	130	(203)	141	147	183	188	177	1,532	249	(1,361)	177	1,491
3	604 Employee Pensions & Benefits	336	351	(203)	340	326	317	298	317	41	313	486	(45)	2,875
4	610 Purchased Water	0	0	0	0	0	0	0	0	0	0	0	0	0
5	615 Purchased Power	469	386	443	629	579	561	528	427	690	444	303	494	5,952
6	616 Fuel for Purchased Power	0	0	0	0	0	22	0	0	0	0	0	0	22
7	618 Chemicals	0	188	250	131	168	0	91	177	89	137	0	204	1,435
8	620 Materials & Supplies	135	577	(123)	76	69	94	148	160	201	200	(184)	46	1,400
9	631 Contractual Services - Engineering	8	8	8	8	8	8	8	8	0	0	0	0	66
10	632 Contractual Services - Accounting	58	51	51	(178)	29	29	29	29	(22)	28	33	(219)	(81)
11	633 Contractual Services - Legal	28	26	34	30	32	34	41	40	403	55	(377)	38	384
12	634 Contractual Services - Mgmt. Fees	310	310	370	490	476	442	317	192	575	342	426	368	4,617
13	635 Contractual Services - Testing	137	47	434	137	137	137	47	109	121	48	92	372	1,817
14	636 Contractual Services - Other	532	493	528	530	550	538	601	630	2,951	688	(2,089)	655	6,607
15	641 Rental of Building/Real Prop.	117	110	143	129	135	144	176	170	1,711	234	(1,600)	163	1,632
16	642 Rental of Equipment	9	8	11	10	10	11	14	13	131	18	(123)	12	125
17	650 Transportation Expenses	204	231	223	215	253	222	188	255	(337)	230	847	206	2,735
18	656 Insurance - Vehicle	18	18	18	18	18	18	18	18	18	18	18	18	218
19	657 Insurance - General Liability	73	73	73	73	73	73	71	72	73	72	71	72	869
20	658 Insurance - Workman's Comp.	11	11	11	11	11	11	11	11	11	11	11	11	130
21	659 Insurance - Other	24	24	24	24	24	24	24	24	24	24	23	24	287
22	660 Advertising Expense	1	1	1	1	1	1	1	1	8	1	(8)	1	8
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	(602)	14	96	34	36	(28)	9	(66)	(222)	129	140	(118)	(578)
26	675 Miscellaneous Expense	240	343	293	264	277	296	388	347	3,502	449	(3,276)	333	3,456
27														
28	TOTAL WATER O & M EXPENSES	3,615	4,535	4,021	4,583	4,749	4,553	4,409	4,464	20,126	5,788	(13,527)	4,567	51,882

**Detail of Operation & Maintenance Expenses By Month - Water
Direct Expenses by Month**

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Schedule: B-5
Page: 3 of 5
Preparer: S Szczygiel

Explanation: Provide a schedule of Direct O & M expenses by primary account for each month of the Test Year.

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 Annual	
1	601 Salaries & Wages - Employees	819	616	862	857	751	731	380	549	520	988	624	985	8,682	
2	603 Salaries & Wages - Officers, Exec.	0	0	0	0	0	0	0	(0)	(0)	(0)	(0)	(0)	0	
3	604 Employee Pensions & Benefits	(0)	0	(466)	(7)	(6)	(1)	(22)	(0)	0	(0)	(120)	(373)	(996)	
4	610 Purchased Water	0	0	0	0	0	0	0	0	0	0	0	0	0	
5	615 Purchased Power	460	378	432	620	569	551	515	415	565	426	420	482	5,833	
6	616 Fuel for Purchased Power	0	0	0	0	0	22	0	0	0	0	0	0	22	
7	618 Chemicals	0	188	250	131	168	0	91	177	89	137	0	204	1,435	
8	620 Materials & Supplies	122	564	(139)	61	53	77	128	141	4	173	0	28	1,212	
9	631 Contractual Services - Engineering	8	8	8	8	8	8	8	8	0	0	0	0	66	
10	632 Contractual Services - Accounting	0	(0)	(0)	(147)	0	0	(0)	(0)	0	0	(0)	0	(147)	
11	633 Contractual Services - Legal	0	0	0	0	0	0	0	0	0	0	0	0	0	
12	634 Contractual Services - Mgmt. Fees	0	0	0	0	0	(0)	0	(0)	(0)	0	(0)	(0)	0	
13	635 Contractual Services - Testing	136	46	433	136	136	136	46	107	107	46	106	371	1,803	
14	636 Contractual Services - Other	161	154	154	154	154	154	154	184	154	135	135	206	1,902	
15	641 Rental of Building/Real Prop.	0	0	0	0	0	0	0	0	0	0	0	0	0	
16	642 Rental of Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	
17	650 Transportation Expenses	(0)	(0)	0	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	0	(0)	
18	656 Insurance - Vehicle	0	0	0	0	0	0	(0)	0	(0)	(0)	(0)	(0)	(0)	
19	657 Insurance - General Liability	0	0	0	0	0	0	(0)	0	(0)	0	0	(0)	0	
20	658 Insurance - Workman's Comp.	(0)	(0)	(0)	(0)	(0)	(0)	0	(0)	0	0	0	0	0	
21	659 Insurance - Other	0	0	0	0	0	0	0	(0)	0	0	0	0	0	
22	660 Advertising Expense	0	0	0	0	0	0	0	0	0	0	0	0	0	
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	(595)	21	106	42	44	(19)	20	(55)	(113)	144	38	(108)	(474)	
26	675 Miscellaneous Expense	0	119	0	0	0	0	28	0	0	(30)	0	0	117	
27															
28	TOTAL WATER O & M EXPENSES	1,111	2,095	1,640	1,855	1,878	1,660	1,349	1,526	1,326	2,018	1,201	1,795	19,455	

Detail of Operation & Maintenance Expenses By Month - Water Intercompany Expenses

Florida Public Service Commission

**Kings Cove
Docket No. 060121-WS**

Schedule: B-5
Page: 4 of 5
Preparer: S Szczygiel

Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Explanation: Provide a schedule of **Allocated & Accrued Intercompany** O & M expenses by primary account for each month of the Test Year.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
Line No.	Account No. and Name	2007 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2007 Dec	Total Annual
1	601 Salaries & Wages - Employees	0	0	0	0	0	0	0	0	0	0	0	0	0
2	603 Salaries & Wages - Officers, Exec.	29	35	(328)	29	29	57	36	29	46	46	29	36	74
3	604 Employee Pensions & Benefits	355	369	286	368	354	341	348	345	319	351	346	354	4,137
4	610 Purchased Water	0	0	0	0	0	0	0	0	0	0	0	0	0
5	615 Purchased Power	0	0	0	0	0	0	0	0	0	0	0	0	0
6	616 Fuel for Purchased Power	0	0	0	0	0	0	0	0	0	0	0	0	0
7	618 Chemicals	0	0	0	0	0	0	0	0	0	0	0	0	0
8	620 Materials & Supplies	0	0	0	0	0	0	0	0	0	0	0	0	0
9	631 Contractual Services - Engineering	0	0	0	0	0	0	0	0	0	0	0	0	0
10	632 Contractual Services - Accounting	58	51	51	(30)	30	30	29	30	(18)	29	30	(218)	71
11	633 Contractual Services - Legal	0	0	0	0	0	0	0	0	0	0	0	0	0
12	634 Contractual Services - Mgmt. Fees	310	309	369	490	476	441	316	191	568	341	432	367	4,610
13	635 Contractual Services - Testing	0	0	0	0	0	0	0	0	0	0	0	0	0
14	636 Contractual Services - Other	193	172	156	180	190	164	179	188	197	197	208	202	2,227
15	641 Rental of Building/Real Prop.	0	0	0	0	0	0	0	0	0	0	0	0	0
16	642 Rental of Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0
17	650 Transportation Expenses	244	269	272	260	300	272	249	314	256	311	292	262	3,301
18	656 Insurance - Vehicle	18	18	18	18	18	18	18	18	18	18	18	18	218
19	657 Insurance - General Liability	73	73	73	73	73	73	71	72	72	72	72	72	868
20	658 Insurance - Workman's Comp.	11	11	11	11	11	11	11	11	11	11	11	11	130
21	659 Insurance - Other	24	24	24	24	24	24	23	24	24	24	24	24	286
22	660 Advertising Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
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	0	0	0	0	0	0	0	0	0	0	0	0	0
26	675 Miscellaneous Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
27														
28	TOTAL WATER O & M EXPENSES	1,316	1,331	932	1,423	1,505	1,432	1,280	1,221	1,493	1,400	1,462	1,127	15,922

Detail of Operation & Maintenance Expenses By Month - Water Intracompany Expenses

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Historical [X] Projected []

Schedule: B-5
 Page: 5 of 5
 Preparer: S Szczygiel

Explanation: Provide a schedule of **Allocated Intracompany** O & M expenses by primary account for each month of the Test Year.

Line No.	Account No. and Name	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
		2007 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2007 Dec	Total Annual	Allocation Rate	
1	601 Salaries & Wages - Employees	556	519	678	611	640	684	833	804	8,105	1,109	(7,582)	770	7,729	46.83%	
2	603 Salaries & Wages - Officers, Exec.	102	95	124	112	117	125	153	147	1,486	203	(1,390)	141	1,417	8.59%	
3	604 Employee Pensions & Benefits	(19)	(18)	(23)	(21)	(22)	(24)	(29)	(28)	(279)	(38)	261	(26)	(266)	-1.61%	
4	610 Purchased Water	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%	
5	615 Purchased Power	9	8	10	9	10	11	13	12	125	17	(117)	12	119	0.72%	
6	616 Fuel for Purchased Power	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%	
7	618 Chemicals	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%	
8	620 Materials & Supplies	14	13	16	15	16	17	20	20	197	27	(184)	19	188	1.14%	
9	631 Contractual Services - Engineering	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%	
10	632 Contractual Services - Accounting	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(4)	(1)	4	(0)	(4)	-0.02%	
11	633 Contractual Services - Legal	28	26	34	30	32	34	41	40	403	55	(377)	38	384	2.33%	
12	634 Contractual Services - Mgmt. Fees	0	0	1	1	1	1	1	1	7	1	(6)	1	7	0.04%	
13	635 Contractual Services - Testing	1	1	1	1	1	1	2	1	15	2	(14)	1	14	0.09%	
14	636 Contractual Services - Other	178	166	218	196	205	220	267	258	2,600	356	(2,432)	247	2,479	15.02%	
15	641 Rental of Building/Real Prop.	117	110	143	129	135	144	176	170	1,711	234	(1,600)	169	1,632	9.89%	
16	642 Rental of Equipment	9	8	11	10	10	11	14	13	131	18	(123)	12	125	0.76%	
17	650 Transportation Expenses	(41)	(38)	(50)	(45)	(47)	(50)	(61)	(59)	(593)	(81)	555	(56)	(566)	-3.43%	
18	656 Insurance - Vehicle	0	0	0	0	0	0	0	0	0	0	(0)	0	0	0.00%	
19	657 Insurance - General Liability	0	0	0	0	0	0	0	0	1	0	(1)	0	1	0.01%	
20	658 Insurance - Workman's Comp.	0	0	0	0	0	0	0	0	0	0	(0)	0	0	0.00%	
21	659 Insurance - Other	0	0	0	0	0	0	0	0	0	0	(0)	0	0	0.00%	
22	660 Advertising Expense	1	1	1	1	1	1	1	1	8	1	(8)	1	8	0.05%	
23	666 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%	
24	667 Reg. Comm. Exp. - Rate Case Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%	
25	670 Bad Debt Expense	(7)	(7)	(9)	(8)	(9)	(9)	(11)	(11)	(109)	(15)	102	(10)	(104)	-0.63%	
26	675 Miscellaneous Expense	240	224	293	264	277	296	360	347	3,502	479	(3,276)	333	3,340	20.24%	
27																
28	TOTAL WATER O & M EXPENSES	1,187	1,108	1,449	1,305	1,366	1,461	1,780	1,717	17,307	2,369	(16,191)	1,645	16,505	100.00%	
	675863 Service & Sundry Input to be allocated to lines 1-26	1,187	1,108	1,449	1,305	1,366	1,461	1,780	1,717	17,307	2,369	(16,191)	1,645	16,505		

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [X] Projected []

Schedule: B-6

Page: 1 of 5

Preparer: S Szczygiel

Explanation: Provide a schedule of operation and maintenance expenses by primary account for the Test Year

Line No.	(1) Account No. and Name	(2) 2007 Per Books	(3) 2007 Normalizations	(4) 2007 Normalized	(5) Excess I&I Ajdstmnt @ N/A	(6) 2007 Adjusted	(7) Pro Forma Adjustments	(8) Excess I&I Ajdstmnt @ N/A	(9) Pro Forma
1	701 Salaries & Wages - Employees	18,799	52	18,851		18,851	2,268		21,119
2	703 Salaries & Wages - Officers, Exec.	1,794	0	1,794		1,794	0		1,794
3	704 Employee Pensions & Benefits	4,303	0	4,303		4,303	409		4,713
4	710 Purchased Sewage Treatment	0	0	0	0	0	0	0	0
5	711 Sludge Removal Expense	9,542	0	9,542		9,542	0		9,542
6	715 Purchased Power	11,401	0	11,401	0	11,401	0	0	11,401
7	716 Fuel for Power Production	0	0	0		0	0		0
8	718 Chemicals	2,722	0	2,722	0	2,722	0	0	2,722
9	720 Materials & Supplies	913	0	913		913	0		913
10	731 Contractual Services - Engineering	63	0	63		63	0		63
11	732 Contractual Services - Accounting	(82)	237	156		156	0		156
12	733 Contractual Services - Legal	467	47	514		514	0		514
13	734 Contractual Services - Mgmt. Fees	4,407	67	4,474		4,474	(114)		4,360
14	735 Contractual Services - Testing	1,501	0	1,501		1,501	0		1,501
15	736 Contractual Services - Other	13,943	199	14,142		14,142	81		14,222
16	741 Rental of Building/Real Prop.	1,983	0	1,983		1,983	44		2,027
17	742 Rental of Equipment	152	0	152		152	0		152
18	750 Transportation Expenses	2,463	0	2,463		2,463	337		2,800
19	756 Insurance - Vehicle	208	0	208		208	0		208
20	757 Insurance - General Liability	830	0	830		830	0		830
21	758 Insurance - Workman's Comp.	124	0	124		124	0		124
22	759 Insurance - Other	274	0	274		274	0		274
23	760 Advertising Expense	10	0	10		10	0		10
24	766 Reg. Comm. Exp. - Rate Case Amort.	0	0	0		0	2,729		2,729
25	767 Reg. Comm. Exp. - Other	0	0	0		0	0		0
26	770 Bad Debt Expense	39	0	39		39	0		39
27	775 Miscellaneous Expense	4,236	(8,228)	(3,991)		(3,991)	316		(3,675)
28									
29	TOTAL WATER O & M EXPENSES	80,091	(7,625)	72,465	0	72,465	6,070	0	78,536

**Detail of Operation & Maintenance Expenses By Month - Sewer
Total O&M Expenses by Month**

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Schedule: B-6
Page: 2 of 5
Preparer: S Szczygiel

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	2007												Total Per Books Annual
		(1) Jan	(2) Feb	(3) Mar	(4) Apr	(5) May	(6) Jun	(7) Jul	(8) Aug	(9) Sep	(10) Oct	(11) Nov	(12) Dec	
1	701 Salaries & Wages - Employees	1,566	1,294	1,569	1,554	1,706	1,421	1,766	1,792	10,776	2,304	(8,483)	1,540	18,799
2	703 Salaries & Wages - Officers, Exec.	152	149	(163)	164	170	208	221	207	1,897	293	(1,714)	209	1,794
3	704 Employee Pensions & Benefits	374	390	305	386	367	351	353	351	8	345	712	361	4,303
4	710 Purchased Sewage Treatment	0	0	0	0	0	0	0	0	0	0	0	0	0
5	711 Sludge Removal Expense	817	817	0	0	817	1,633	817	817	959	959	959	951	9,542
6	715 Purchased Power	1,149	968	932	986	848	907	927	879	1,155	893	804	953	11,401
7	716 Fuel for Power Production	0	0	0	0	0	0	0	0	0	0	0	0	0
8	718 Chemicals	0	397	126	0	516	75	179	256	459	240	120	354	2,722
9	720 Materials & Supplies	67	929	(379)	18	19	36	25	112	261	33	(231)	23	913
10	731 Contractual Services - Engineering	8	8	8	8	8	8	8	8	0	0	0	0	63
11	732 Contractual Services - Accounting	55	48	48	(173)	28	28	27	28	(22)	27	33	(209)	(82)
12	733 Contractual Services - Legal	34	31	41	37	39	42	51	49	503	68	(472)	47	467
13	734 Contractual Services - Mgmt. Fees	296	295	352	467	454	421	303	183	552	327	405	352	4,407
14	735 Contractual Services - Testing	29	133	119	119	119	133	120	223	139	98	77	190	1,501
15	736 Contractual Services - Other	812	1,969	2,417	1,034	709	832	904	1,575	3,837	1,020	(2,454)	1,287	13,943
16	741 Rental of Building/Real Prop.	143	133	172	157	164	177	215	206	2,134	287	(2,006)	201	1,983
17	742 Rental of Equipment	11	10	13	12	13	14	16	16	164	22	(154)	15	152
18	750 Transportation Expenses	183	210	200	193	228	198	163	228	(495)	198	975	181	2,463
19	756 Insurance - Vehicle	17	17	17	17	17	17	17	17	18	17	17	17	208
20	757 Insurance - General Liability	69	69	69	69	69	69	68	69	71	69	67	69	830
21	758 Insurance - Workman's Comp.	10	10	10	10	10	10	10	10	11	10	10	10	124
22	759 Insurance - Other	23	23	23	23	23	23	22	23	23	23	22	23	274
23	760 Advertising Expense	1	1	1	1	1	1	1	1	11	1	(10)	1	10
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	(9)	(9)	(11)	12	(10)	133	(14)	(13)	308	(462)	(16)	131	39
27	775 Miscellaneous Expense	292	436	352	324	335	362	485	422	4,368	555	(4,106)	410	4,296
28														
29	TOTAL WATER O & M EXPENSES	6,099	8,330	6,216	5,419	6,649	7,098	6,684	7,461	27,135	7,329	(15,445)	7,116	80,091

Detail of Operation & Maintenance Expenses By Month - Sewer
Direct Expenses by Month

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS

Schedule: B-6
Page: 3 of 5
Preparer: S Szczygiel

Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Explanation: Provide a schedule of Direct O & M expenses by primary account for each month of the Test Year.

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 Annual	
1	701 Salaries & Wages - Employees	891	662	748	811	930	583	748	814	669	943	1,018	590	9,406	
2	703 Salaries & Wages - Officers, Exec.	0	0	0	0	0	0	0	(0)	(0)	(0)	0	(0)	0	
3	704 Employee Pensions & Benefits	0	(0)	(0)	(0)	(1)	(1)	0	(0)	0	(0)	0	0	(2)	
4	710 Purchased Sewage Treatment	0	0	0	0	0	0	0	0	0	0	0	0	0	
5	711 Sludge Removal Expense	817	817	0	0	817	1,633	817	817	959	959	959	951	9,542	
6	715 Purchased Power	1,139	959	920	975	836	894	911	864	999	872	950	938	11,256	
7	716 Fuel for Power Production	0	0	0	0	0	0	0	0	0	0	0	0	0	
8	718 Chemicals	0	397	126	0	516	75	179	256	459	240	120	354	2,722	
9	720 Materials & Supplies	51	913	(399)	0	0	16	0	88	15	0	0	0	685	
10	731 Contractual Services - Engineering	8	8	8	8	8	8	8	8	0	0	0	0	63	
11	732 Contractual Services - Accounting	(0)	0	0	(144)	0	0	(0)	0	0	(0)	(0)	(0)	(144)	
12	733 Contractual Services - Legal	0	0	0	0	0	0	0	0	0	0	0	0	0	
13	734 Contractual Services - Mgmt. Fees	0	0	(0)	(0)	(0)	0	(0)	0	0	0	0	0	0	
14	735 Contractual Services - Testing	28	132	118	118	118	132	118	222	121	96	94	188	1,484	
15	736 Contractual Services - Other	411	1,603	2,007	625	278	407	407	1,082	407	395	395	789	8,805	
16	741 Rental of Building/Real Prop.	0	0	0	0	0	0	0	0	0	0	0	0	0	
17	742 Rental of Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	
18	750 Transportation Expenses	(0)	0	(0)	(0)	(0)	0	(0)	(0)	0	(0)	0	0	(0)	
19	756 Insurance - Vehicle	(0)	(0)	(0)	(0)	(0)	(0)	(0)	0	(0)	(0)	(0)	(0)	(0)	
20	757 Insurance - General Liability	(0)	(0)	0	(0)	(0)	0	(0)	0	(0)	0	0	(0)	(0)	
21	758 Insurance - Workman's Comp.	0	0	0	0	0	0	(0)	(0)	(0)	(0)	(0)	(0)	(0)	
22	759 Insurance - Other	0	0	(0)	(0)	(0)	0	(0)	0	(0)	(0)	(0)	(0)	(0)	
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	0	0	(0)	22	0	144	0	0	444	(444)	(144)	144	165	
27	775 Miscellaneous Expense	0	163	0	3	0	0	45	0	0	(33)	0	0	177	
28															
29	TOTAL WATER O & M EXPENSES	3,344	5,653	3,526	2,418	3,501	3,890	3,231	4,150	4,073	3,028	3,391	3,954	44,158	

Detail of Operation & Maintenance Expenses By Month - Sewer Intercompany Expenses

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Historical [X] Projected []

Schedule: B-6
 Page: 4 of 5
 Preparer: S Szczygiel

Explanation: Provide a schedule of **Allocated & Accrued Intercompany O & M** expenses by primary account for each month of the Test Year.

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 Annual	
1	701 Salaries & Wages - Employees	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2	703 Salaries & Wages - Officers, Exec.	28	33	(312)	28	28	55	34	28	44	44	28	34	72	
3	704 Employee Pensions & Benefits	397	411	333	411	395	380	388	385	356	392	386	394	4,629	
4	710 Purchased Sewage Treatment	0	0	0	0	0	0	0	0	0	0	0	0	0	
5	711 Sludge Removal Expense	0	0	0	0	0	0	0	0	0	0	0	0	0	
6	715 Purchased Power	0	0	0	0	0	0	0	0	0	0	0	0	0	
7	716 Fuel for Power Production	0	0	0	0	0	0	0	0	0	0	0	0	0	
8	718 Chemicals	0	0	0	0	0	0	0	0	0	0	0	0	0	
9	720 Materials & Supplies	0	0	0	0	0	0	0	0	0	0	0	0	0	
10	731 Contractual Services - Engineering	0	0	0	0	0	0	0	0	0	0	0	0	0	
11	732 Contractual Services - Accounting	56	48	48	(29)	28	28	28	28	(17)	28	28	(209)	67	
12	733 Contractual Services - Legal	0	0	0	0	0	0	0	0	0	0	0	0	0	
13	734 Contractual Services - Mgmt. Fees	295	294	351	466	453	420	302	183	543	326	413	351	4,399	
14	735 Contractual Services - Testing	0	0	0	0	0	0	0	0	0	0	0	0	0	
15	736 Contractual Services - Other	184	164	149	171	181	156	171	180	188	189	199	193	2,125	
16	741 Rental of Building/Real Prop.	0	0	0	0	0	0	0	0	0	0	0	0	0	
17	742 Rental of Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	
18	750 Transportation Expenses	233	256	259	248	285	259	238	300	245	297	279	251	3,150	
19	756 Insurance - Vehicle	17	17	17	17	17	17	17	17	17	17	17	17	208	
20	757 Insurance - General Liability	69	69	69	69	69	69	68	69	69	69	69	69	828	
21	758 Insurance - Workman's Comp.	10	10	10	10	10	10	10	10	10	10	10	10	124	
22	759 Insurance - Other	23	23	23	23	23	23	22	23	23	23	23	23	273	
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	0	0	0	0	0	0	0	0	0	0	0	0	0	
27	775 Miscellaneous Expense	0	0	0	0	0	0	0	0	0	0	0	0	0	
28															
29	TOTAL WATER O & M EXPENSES	1,312	1,328	948	1,415	1,491	1,419	1,279	1,223	1,478	1,395	1,453	1,133	15,875	

Detail of Operation & Maintenance Expenses By Month - Sewer
Intracompany Expenses

Florida Public Service Commission

Kings Cove
Docket No. 000121-WS
Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Schedule: B-6
Page: 5 of 5
Preparer: S Szczygiel

Explanation: Provide a schedule of Allocated Intracompany O & M expenses by primary account for each month of the Test Year.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Line No.	Account No. and Name	2007 Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	2007 Dec	Total Annual	Allocation Rate
1	701 Salaries & Wages - Employees	675	632	816	743	776	838	1,018	978	10,108	1,361	(9,501)	950	9,393	46.83%
2	703 Salaries & Wages - Officers, Exec.	124	116	150	136	142	154	187	179	1,853	249	(1,742)	174	1,722	8.59%
3	704 Employee Pensions & Benefits	(23)	(22)	(28)	(26)	(27)	(29)	(35)	(34)	(347)	(47)	327	(33)	(323)	-1.61%
4	710 Purchased Sewage Treatment	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
5	711 Sludge Removal Expense	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
6	715 Purchased Power	10	10	13	11	12	13	16	15	156	21	(146)	15	145	0.72%
7	716 Fuel for Power Production	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
8	718 Chemicals	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
9	720 Materials & Supplies	16	15	20	18	19	20	25	24	246	33	(231)	23	228	1.14%
10	731 Contractual Services - Engineering	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
11	732 Contractual Services - Accounting	(0)	(0)	(0)	(0)	(0)	(0)	(1)	(0)	(5)	(1)	5	(0)	(5)	-0.02%
12	733 Contractual Services - Legal	34	31	41	37	39	42	51	49	503	68	(472)	47	467	2.33%
13	734 Contractual Services - Mgmt. Fees	1	1	1	1	1	1	1	1	9	1	(8)	1	8	0.04%
14	735 Contractual Services - Testing	1	1	1	1	1	2	2	2	18	2	(17)	2	17	0.09%
15	736 Contractual Services - Other	217	203	262	238	249	269	327	314	3,242	436	(3,048)	305	3,013	15.02%
16	741 Rental of Building/Real Prop.	143	133	172	157	164	177	215	206	2,134	287	(2,006)	201	1,983	9.89%
17	742 Rental of Equipment	11	10	13	12	13	14	16	16	164	22	(154)	15	152	0.76%
18	750 Transportation Expenses	(49)	(46)	(60)	(54)	(57)	(61)	(75)	(72)	(740)	(100)	695	(70)	(687)	-3.43%
19	756 Insurance - Vehicle	0	0	0	0	0	0	0	0	0	0	(0)	0	0	0.00%
20	757 Insurance - General Liability	0	0	0	0	0	0	0	0	2	0	(2)	0	2	0.01%
21	758 Insurance - Workman's Comp.	0	0	0	0	0	0	0	0	0	0	(0)	0	0	0.00%
22	759 Insurance - Other	0	0	0	0	0	0	0	0	1	0	(1)	0	1	0.00%
23	760 Advertising Expense	1	1	1	1	1	1	1	1	11	1	(10)	1	10	0.05%
24	766 Reg. Comm. Exp. - Rate Case Amort.	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
25	767 Reg. Comm. Exp. - Other	0	0	0	0	0	0	0	0	0	0	0	0	0	0.00%
26	770 Bad Debt Expense	(9)	(9)	(11)	(10)	(10)	(11)	(14)	(13)	(136)	(18)	128	(13)	(126)	-0.63%
27	775 Miscellaneous Expense	292	273	352	321	335	362	440	422	4,368	588	(4,106)	410	4,059	20.24%
28															
29	TOTAL WATER O & M EXPENSES	1,442	1,349	1,742	1,586	1,658	1,790	2,174	2,088	21,584	2,906	(20,289)	2,028	20,058	100.00%
	775863 Service & Sundry input to be allocated to lines 1-27	1,442	1,349	1,742	1,586	1,658	1,790	2,174	2,088	21,584	2,906	(20,289)	2,028	20,058	

Operation & Maintenance Expense Comparison - Water

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: B-7

Page: 1 of 1

Preparer: S Szczygiel

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 2002	(3) Test Year Adjusted 2007	(4) Difference	(5) % Difference
1	601	Salaries & Wages - Employees	16,098	17,421	1,323	8.22%
2	603	Salaries & Wages - Officers, Exec.	0	1,491	1,491	-
3	604	Employee Pensions & Benefits	1,246	2,875	1,629	130.77%
4	610	Purchased Water	0	0	0	-
5	615	Purchased Power	6,371	5,952	(419)	-6.57%
6	616	Fuel for Power Production	0	22	22	-
7	618	Chemicals	1,436	1,435	(1)	-0.05%
8	620	Materials & Supplies	0	1,400	1,400	-
9	631	Contractual Services - Engineering	0	66	66	-
10	632	Contractual Services - Accounting	1,968	167	(1,801)	-91.49%
11	633	Contractual Services - Legal	0	433	433	-
12	634	Contractual Services - Mgmt. Fees	0	4,687	4,687	-
13	635	Contractual Services - Testing	738	1,817	1,079	146.27%
14	636	Contractual Services - Other	6,896	6,816	(80)	-1.17%
15	641	Rental of Building/Real Prop.	0	1,632	1,632	-
16	642	Rental of Equipment	0	125	125	-
17	650	Transportation Expenses	1,655	2,735	1,080	65.28%
18	656	Insurance - Vehicle	0	218	218	-
19	657	Insurance - General Liability	0	869	869	-
20	658	Insurance - Workman's Comp.	0	130	130	-
21	659	Insurance - Other	0	287	287	-
22	660	Advertising Expense	0	8	8	-
23	666	Reg. Comm. Exp. - Rate Case Amort.	0	0	0	-
24	667	Reg. Comm. Exp. - Other	0	0	0	-
25	670	Bad Debt Expense	326	(578)	(904)	-277.33%
26	675	Miscellaneous Expense	30	(652)	(682)	-2272.38%
27		TOTAL WATER O & M EXPENSES	36,764	49,358	12,594	34.26%
28		Total Customers (EOY)	203.0	209.0	6.0	2.96%
29		Consumer Price Index - U				11.38%
30		Growth Plus Inflation				14.68%

Supporting Schedules: B-5, F-8

Operation & Maintenance Expense Comparison - Water

Florida Public Service Commission

Kings Cove

Schedule: B-7 Supl

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: S Szczygiel

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) Account Name	(3) Explanation
1	601	Salaries & Wages - Employees	
2	603	Salaries & Wages - Officers, Exec.	Prior owner did not allocate all admin costs to entities
3	604	Employee Pensions & Benefits	Prior owner did not allocate all admin costs to entities
4	610	Purchased Water	
5	615	Purchased Power	
6	616	Fuel for Power Production	Portable auxillary power
7	618	Chemicals	
8	620	Materials & Supplies	Direct & indirect allocation of misc supplies. Indirect is allocated based on customer count
9	631	Contractual Services - Engineering	Prior owner did not allocate all admin costs to entities
10	632	Contractual Services - Accounting	
11	633	Contractual Services - Legal	Prior owner did not allocate all admin costs to entities
12	634	Contractual Services - Mgmt. Fees	Prior owner did not allocate all admin costs to entities
13	635	Contractual Services - Testing	Testing per regulations
14	636	Contractual Services - Other	
15	641	Rental of Building/Real Prop.	Prior owner did not allocate all admin costs to entities
16	642	Rental of Equipment	Prior owner did not allocate all admin costs to entities
17	650	Transportation Expenses	Prior owner did not allocate all admin costs to entities
18	656	Insurance - Vehicle	Prior owner did not allocate all admin costs to entities
19	657	Insurance - General Liability	Prior owner did not allocate all admin costs to entities
20	658	Insurance - Workman's Comp.	Prior owner did not allocate all admin costs to entities
21	659	Insurance - Other	Prior owner did not allocate all admin costs to entities
22	660	Advertising Expense	Prior owner did not allocate all admin costs to entities
23	666	Reg. Comm. Exp. - Rate Case Amort.	
24	667	Reg. Comm. Exp. - Other	
25	670	Bad Debt Expense	
26	675	Miscellaneous Expense	

Operation & Maintenance Expense Comparison - Sewer

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: B-8

Page: 1 of 1

Preparer: S Szczygiel

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 2002	(3) Test Year Adjusted 2007	(4) Difference	(5) % Difference
1	701	Salaries & Wages - Employees	17,064	18,851	1,787	10.47%
2	703	Salaries & Wages - Officers, Exec.	0	1,794	1,794	-
3	704	Employee Pensions & Benefits	1,317	4,303	2,986	226.76%
4	710	Purchased Sewage Treatment	0	0	0	-
5	711	Sludge Removal Expense	16,053	9,542	(6,512)	-40.56%
6	715	Purchased Power	9,185	11,401	2,216	24.13%
7	716	Fuel for Power Production	0	0	0	-
8	718	Chemicals	2,532	2,722	190	7.50%
9	720	Materials & Supplies	71	913	842	1185.84%
10	731	Contractual Services - Engineering	0	63	63	-
11	732	Contractual Services - Accounting	1,888	156	(1,732)	-91.76%
12	733	Contractual Services - Legal	0	514	514	-
13	734	Contractual Services - Mgmt. Fees	16,173	4,474	(11,699)	-72.34%
14	735	Contractual Services - Testing	382	1,501	1,119	292.82%
15	736	Contractual Services - Other	8,955	14,142	5,187	57.92%
16	741	Rental of Building/Real Prop.	0	1,983	1,983	-
17	742	Rental of Equipment	0	152	152	-
18	750	Transportation Expenses	2,030	2,463	433	21.31%
19	756	Insurance - Vehicle	0	208	208	-
20	757	Insurance - General Liability	0	830	830	-
21	758	Insurance - Workman's Comp.	0	124	124	-
22	759	Insurance - Other	0	274	274	-
23	760	Advertising Expense	0	10	10	-
24	766	Reg. Comm. Exp. - Rate Case Amort.	0	0	0	-
25	767	Reg. Comm. Exp. - Other	0	0	0	-
26	770	Bad Debt Expense	350	39	(311)	-88.87%
27	775	Miscellaneous Expense	28	(3,991)	(4,019)	-14355.31%
28	TOTAL SEWER O & M EXPENSES		<u>76,028</u>	<u>72,465</u>	<u>(3,563)</u>	<u>-4.69%</u>
29	Total Customers (EOY)		195.0	201.0	6.0	3.08%
30	Consumer Price Index - U					<u>11.38%</u>
31	Growth Plus Inflation					<u>14.81%</u>

Supporting Schedules: B-6, F-8

Operation & Maintenance Expense Comparison - Sewer

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: B-8 Supl

Page: 1 of 1

Preparer: S Szczygiel

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) Account Name	(3) Explanation
1	701	Salaries & Wages - Employees	
2	703	Salaries & Wages - Officers, Exec.	Prior owner did not allocate all admin costs to entities
3	704	Employee Pensions & Benefits	Prior owner did not allocate all admin costs to entities
4	710	Purchased Sewage Treatment	
5	711	Sludge Removal Expense	
6	715	Purchased Power	Increased direct power charges & indirect allocation of admin costs.
7	716	Fuel for Power Production	
8	718	Chemicals	
9	720	Materials & Supplies	Direct & indirect allocation of misc supplies. Indirect is allocated based on customer count
10	731	Contractual Services - Engineering	Prior owner did not allocate all admin costs to entities
11	732	Contractual Services - Accounting	
12	733	Contractual Services - Legal	Prior owner did not allocate all admin costs to entities
13	734	Contractual Services - Mgmt. Fees	
14	735	Contractual Services - Testing	Testing per regulations
15	736	Contractual Services - Other	Prior owner did not allocate all admin costs to entities
16	741	Rental of Building/Real Prop.	Prior owner did not allocate all admin costs to entities
17	742	Rental of Equipment	Prior owner did not allocate all admin costs to entities
18	750	Transportation Expenses	Prior owner did not allocate all admin costs to entities
19	756	Insurance - Vehicle	Prior owner did not allocate all admin costs to entities
20	757	Insurance - General Liability	Prior owner did not allocate all admin costs to entities
21	758	Insurance - Workman's Comp.	Prior owner did not allocate all admin costs to entities
22	759	Insurance - Other	Prior owner did not allocate all admin costs to entities
23	760	Advertising Expense	Prior owner did not allocate all admin costs to entities
24	766	Reg. Comm. Exp. - Rate Case Amort.	
25	767	Reg. Comm. Exp. - Other	
26	770	Bad Debt Expense	
27	775	Miscellaneous Expense	

Contractual Services**Florida Public Service Commission****Kings Cove****Docket No. 080121-WS**

Historical Test Year Ending December 31, 2007

Schedule: B-9

Page: 1 of 1

Preparer: S Szczygiel

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	5,470	Corporate services and sundry charges
2	26483Harbor Branch	Testing-Treat-Ops	1,810	Testing-Treat-Ops
3				
4				
5				
6				
7				
8				
9				
10				
Sewer				
11	Aqua Services, Inc.	Management	5,293	Corporate services and sundry charges
12	28222WASTE MANAG	Oth-T&D-Ops	1,814	Oth-T&D-Ops
13	28332FLORIDA LAWN CARE	Oth-T&D-Ops	2,952	Oth-T&D-Ops
14				
15				
16				
17				
18				
19				
20				

Analysis of Rate Case Expense

Florida Public Service Commission

Kings Cove

Docket No. 060121-WS

Historical Test Year Ending December 31, 2007

Schedule: B-10

Page: 1 of 1

Preparer: S Szczyglol

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	(7) Hours
1	<u>Legal</u>						
2		Rutledge, Ecerria, Purnell & Hoffman	300.00	275,000	Legal		917
3	<u>Sub-Total Legal</u>			<u>275,000</u>			
4							
5	<u>Consulting & Other Experts</u>						
6		Timothy P. Ward, CPA	95.00	165,000	Consulting	Management and tracking of case development and analysis of booking and ratemaking issues and regulations.	1,737
7		Ronald J. Pasceri	80.00	150,000	Consulting	Witness Back up for Rate Base & Taxes, completion of supporting workpapers, and analysis of book and tax issues Development and Support	1,875
8		Guastella & Assoc.	195.00	120,000	Consulting	Analysis of Books, Used & Useful studies, Prep of MFRs, Interrog. & Conferences.	615
9		AUS Consultants	175.00	164,000	Consulting	Billing Analyses	937
10		Robert Griffin	125.00	80,000	Consulting	Witness on Rate Base	640
11		DTF Solutions, Inc. Daniel Franceski	80.00	30,000	Consulting	MFR and other programming development and support for mechanized programs	375
12	<u>Sub-Total Consulting</u>			<u>709,000</u>			
13							
14	<u>Aqua Services Employees Time</u>						
15	Aqua Services, Inc.	Daubert, J.R.	47.00	45,000	Accounting		957
16	Aqua Services, Inc.	Devine, Brian	40.00	30,000	Accounting		750
17	Aqua Services, Inc.	Drager, Rick	52.00	45,000	Accounting		865
18	Aqua Services, Inc.	Guth, Nance	36.58	5,000	Accounting		137
19	Aqua Services, Inc.	Shank, David	72.00	5,000	Accounting		69
20	Aqua Services, Inc.	Joyce, Kim	78.00	60,000	Legal		769
21	<u>Sub-Total Aqua Employees</u>			<u>190,000</u>			
22							
23	<u>Other</u>						
24		Travel, Lodging & Meals		25,000			
25		System Maps		40,000			
26		PSC Pre-Audit		10,000			
27							
28	FL PSC	FL PSC		9,000	Filing Fee		
29	Printer			75,000	Printing, mailing, copies		
30	Notice Requirement			3,400	Newspaper Notices	17 County Notices placed 2 times.	
31	Customer Notices - Printing			3,000	Customer Notification	Notices send twice (1 per hearing)	
32	Customer Notices - Postage & Mailing			20,700	Customer Notification	Notices send twice (1 per hearing)	
33	Other <u>3,900</u>						
34	<u>Sub-Total Other</u>			<u>190,000</u>			
35	<u>Total</u>			<u>1,364,000</u>			
36	Estimate Through PAA [] or Commission Hearing [X]						

	(A)	(B) Water		(C) Sewer		(D)	(E)
		Allocation %	Allocated Amount	Allocation %	Allocated Amount		
a	Amortization of Rate Case Expense:						
b	Total						
c							
d	Prior Unamortized Rate Case Expense	0	0.836%	0		0.800%	0
e	Subtotal Prior Cases	0		0			0
f							
g	Current rate Case Expense	1,364,000	0.836%	11,407		0.800%	10,916
h							
i	Total Projected Rate Case Expense	<u>1,364,000</u>		<u>11,407</u>			<u>10,916</u>
j							
k	Amortization Period in Years:	4					
l	Annual Amortization	<u>341,000</u>		<u>2,852</u>			<u>2,729</u>
m							
n	Method of Allocation Between Systems: (Provide Calculation)						

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

Analysis of Major Maintenance Projects

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: B-11
 Page: 1 of 1
 Preparer: S Szczygiel

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) Date	(2) Description	(3) Total Cost	(4) How often to Repeat
1	WATER:			
2		None		
3				
4				
5				
6				
7				
8				
9				
10		TOTAL WATER PROJECTS	0	
11				
12	SEWER:			
13		None		
14				
15				
16				
17				
18				
19				
20		TOTAL SEWER PROJECTS	0	

Allocation of Expenses
Intercompany Expenses Per Books
Kings Cove
Docket No. 080121-WS

Historical Test Year Ending December 31, 2007
 Historical [X] Projected []

Florida Public Service Commission

Schedule: B-12
 Page: 1 of 2
 Preparer: S Szczygiel

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)-(7) Allocation Percentages				(8) Allocation Method	(9)-(12) Amounts Allocated				(13) Gross Amounts
	Water	Sewer		Water	Sewer	Other	Total		Water	Sewer	Other	Total	
1	601	701	Salaries & Wages - Employees						0	0	0		
2	603	703	Salaries & Wages - Officers, Exec.	0.53%	0.51%		1.04%	#Custs	74	72	146	14,011	
3	604	704	Employee Pensions & Benefits	0.52%	0.58%		1.10%	#Custs	4,137	4,629	8,766	797,833	
4	610	710	Purchased Water/Sewage Trtmnt						0	0	0		
5	615	715	Purchased Power						0	0	0		
6	616	716	Fuel for Purchased Power						0	0	0		
7	618	718	Chemicals						0	0	0		
8	620	720	Materials & Supplies						0	0	0		
9	631	731	Contractual Services - Engineering						0	0	0		
10	632	732	Contractual Services - Accounting	0.58%	0.55%		1.13%	#Custs	71	67	138	12,175	
11	633	733	Contractual Services - Legal						0	0	0		
12	634	734	Contractual Services - Mgmt. Fees	0.56%	0.53%		1.09%	#Custs	4,610	4,399	9,009	828,223	
13	635	735	Contractual Services - Testing						0	0	0		
14	636	736	Contractual Services - Other	0.56%	0.53%		1.09%	#Custs	2,227	2,125	4,351	400,015	
15	641	741	Rental of Building/Real Prop.						0	0	0		
16	642	742	Rental of Equipment						0	0	0		
17	650	750	Transportation Expenses	0.56%	0.53%		1.09%	#Custs	3,301	3,150	6,451	593,365	
18	656	756	Insurance - Vehicle	0.56%	0.53%		1.09%	#Custs	218	208	426	39,196	
19	657	757	Insurance - General Liability	0.56%	0.53%		1.09%	#Custs	868	828	1,696	155,967	
20	658	758	Insurance - Workman's Comp.	0.56%	0.53%		1.09%	#Custs	130	124	254	23,380	
21	659	759	Insurance - Other	0.56%	0.53%		1.09%	#Custs	286	273	559	51,436	
22	660	760	Advertising Expense						0	0	0		
23	666	766	Reg. Comm. Exp. - Rate Case Amort						0	0	0		
24	667	767	Reg. Comm. Exp. - Rate Case Other						0	0	0		
25	670	770	Bad Debt Expense						0	0	0		
26	675	775	Miscellaneous Expense						0	0	0		

Allocation methodology is addressed in Appendix 1

**Allocation of Expenses
Intracompany Expenses Per Books
Kings Cove**

Docket No. 080121-WS
Historical Test Year Ending December 31, 2007
Historical [X] Projected []

Florida Public Service Commission

Schedule: B-12
Page: 2 of 2
Preparer: S Szczygiel

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	(2) Acct. No.		(3) Description	(4)-(7) Allocation Percentages				(8) Allocation Method	(9)-(12) Amounts Allocated				(13) Gross Amounts
	Water	Sewer		Water	Sewer	Other	Total		Water	Sewer	Other	Total	
1	601	701	Salaries & Wages - Employees	0.77%	0.94%		1.71%	#Custs	7,729	9,393		17,122	1,001,378
2	603	703	Salaries & Wages - Officers, Exec.	0.77%	0.94%		1.71%	#Custs	1,417	1,722		3,139	183,603
3	604	704	Employee Pensions & Benefits	0.77%	0.94%		1.71%	#Custs	(266)	(323)		(588)	(34,419)
4	610	710	Purchased Water/Sewage Trtmt						0	0		0	-
5	615	715	Purchased Power	0.77%	0.94%		1.71%	#Custs	119	145		264	15,420
6	616	716	Fuel for Purchased Power						0	0		0	-
7	618	718	Chemicals						0	0		0	-
8	620	720	Materials & Supplies	0.77%	0.94%		1.71%	#Custs	188	228		416	24,327
9	631	731	Contractual Services - Engineering						0	0		0	-
10	632	732	Contractual Services - Accounting	0.77%	0.94%		1.71%	#Custs	(4)	(5)		(9)	(503)
11	633	733	Contractual Services - Legal	0.77%	0.94%		1.71%	#Custs	384	467		851	49,793
12	634	734	Contractual Services - Mgmt. Fees	0.77%	0.94%		1.71%	#Custs	7	8		14	845
13	635	735	Contractual Services - Testing	0.77%	0.94%		1.71%	#Custs	14	17		31	1,820
14	636	736	Contractual Services - Other	0.77%	0.94%		1.71%	#Custs	2,479	3,013		5,492	321,204
15	641	741	Rental of Building/Real Prop.	0.77%	0.94%		1.71%	#Custs	1,632	1,983		3,614	211,386
16	642	742	Rental of Equipment	0.77%	0.94%		1.71%	#Custs	125	152		277	16,221
17	650	750	Transportation Expenses	0.77%	0.94%		1.71%	#Custs	(566)	(687)		(1,253)	(73,289)
18	656	756	Insurance - Vehicle	0.77%	0.93%		1.70%	#Custs	0	0		1	42
19	657	757	Insurance - General Liability	0.77%	0.94%		1.71%	#Custs	1	2		3	166
20	658	758	Insurance - Workman's Comp.	0.77%	0.93%		1.70%	#Custs	0	0		0	25
21	659	759	Insurance - Other	0.77%	0.93%		1.70%	#Custs	0	1		1	55
22	660	760	Advertising Expense	0.77%	0.94%		1.71%	#Custs	8	10		18	1,050
23	666	766	Reg. Comm. Exp. - Rate Case Amort						0	0		0	-
24	667	767	Reg. Comm. Exp. - Rate Case Other						0	0		0	-
25	670	770	Bad Debt Expense	0.77%	0.94%		1.71%	#Custs	(104)	(126)		(231)	(13,483)
26	675	775	Miscellaneous Expense	0.73%	0.89%		1.61%	#Custs	3,340	4,059		7,399	458,407

Allocation methodology is addressed in Appendix 1

Net Depreciation Expense - Water

Florida Public Service Commission

Kings Cove

Schedule: B-13

Docket No. 060121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: R Griffin

Historical [X] Projected []

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

Line No.	(1) Account No. and Name	(2) Historical Test Year 2007				(6) Expense	(7) Pro Forma Adjustments	
		(2) 2007 Expense	(3) Utility Adjustments	(4) Adjusted Expense	(5) Used & Useful %		(7) Depreciation Expense	(8) U & U Expense
1	INTANGIBLE PLANT							
2	301.1 Organization	0	0	0	100.00%	0	0	0
3	302.1 Franchises	23	0	23	100.00%	23	0	0
4	339.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0
5	SOURCE OF SUPPLY & PUMPING PLANT							
6	303.2 Land & Land Rights	0	0	0	100.00%	0	0	0
7	304.2 Structures & Improvements	0	0	0	100.00%	0	0	0
8	305.2 Collect. & Impound Reservoirs	0	0	0	100.00%	0	0	0
9	306.2 Lake, River & Other Intakes	0	0	0	100.00%	0	0	0
10	307.2 Wells & Springs	353	0	353	100.00%	353	0	0
11	308.2 Infiltration Galleries & Tunnels	0	0	0	100.00%	0	0	0
12	309.2 Supply Mains	41	0	41	100.00%	41	0	0
13	310.2 Power Generation Equipment	914	0	914	100.00%	914	0	0
14	311.2 Pumping Equipment	620	0	620	100.00%	620	0	0
15	339.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0
16	WATER TREATMENT PLANT							
17	303.3 Land & Land Rights	0	0	0	100.00%	0	0	0
18	304.3 Structures & Improvements	5,382	(671)	4,711	100.00%	4,711	0	0
19	311.3 Pumping Equipment	121	0	121	100.00%	121	0	0
20	320.3 Water Treatment Equipment	85	(46)	39	100.00%	39	0	0
21	339.3 Other Plant & Misc. Equipment	711	79	790	100.00%	790	0	0
22	TRANSMISSION & DISTRIBUTION PLANT							
23	303.4 Land & Land Rights	0	0	0	100.00%	0	0	0
24	304.4 Structures & Improvements	0	0	0	100.00%	0	0	0
25	311.4 Pumping Equipment	0	0	0	100.00%	0	0	0
26	330.4 Distr. Reservoirs & Standpipes	721	0	721	100.00%	721	0	0
27	331.4 Transm. & Distribution Mains	1,206	(1,163)	43	100.00%	43	0	0
28	333.4 Services	173	(22)	151	100.00%	151	0	0
29	334.4 Meters & Meter Installations	912	(136)	775	100.00%	775	694	694
30	335.4 Hydrants	0	0	0	100.00%	0	0	0
31	336.4 Backflow Prevention	0	0	0	100.00%	0	0	0
32	339.4 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0
33	GENERAL PLANT							
34	303.5 Land & Land Rights	0	0	0	100.00%	0	0	0
35	304.5 Structures & Improvements	25	25	51	100.00%	51	0	0
36	340.5 Office Furniture & Equipment	0	0	0	100.00%	0	0	0
37	340.51 Computer Equipment	0	1,783	1,783	100.00%	1,783	270	270
38	341.5 Transportation Equipment	0	0	0	100.00%	0	0	0
39	342.5 Stores Equipment	0	0	0	100.00%	0	0	0
40	343.5 Tools, Shop & Garage Equipment	22	0	22	100.00%	22	0	0
41	344.5 Laboratory Equipment	0	0	0	100.00%	0	0	0
42	345.5 Power Operated Equipment	0	0	0	100.00%	0	0	0
43	346.5 Communication Equipment	0	0	0	100.00%	0	0	0
44	347.5 Miscellaneous Equipment	173	0	173	100.00%	173	0	0
45	348.5 Other Tangible Plant	1,389	0	1,389	100.00%	1,389	0	0
46								
47	TOTAL DEPRECIATION EXPENSE	12,871	(150)	12,721		12,721	964	964
48	Composite U&U Rate				100.00%			
49	(LESS) AMORTIZATION OF CIAC	(2,139)	(8,707)	(10,846)		(10,846)	0	0
50								
51	NET DEPRECIATION EXPENSE	10,732	(8,857)	1,875		1,875	964	964

Net Depreciation Expense - Sewer

Florida Public Service Commission

Kings Cove

Schedule: B-14

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: R Griffin

Historical [X] Projected []

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

Line No.	Account No. and Name	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
		Historical Test Year 2007					Pro Forma Adjustments		
		2007 Expense	Utility Adjustments	Adjusted Expense	Used & Useful %	Expense	Depreciation Expense	U & U Expense	
1	INTANGIBLE PLANT								
2	351.1 Organization	0	0	0	100.00%	0	0	0	
3	352.1 Franchises	0	0	0	100.00%	0	0	0	
4	389.1 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0	
5	COLLECTION PLANT								
6	353.2 Land & Land Rights	0	0	0	100.00%	0	0	0	
7	354.2 Structures & Improvements	131	(8)	123	100.00%	123	0	0	
8	355.2 Power Generation Equipment	0	0	0	100.00%	0	0	0	
9	360.2 Collection Sewers - Force	799	(79)	720	100.00%	720	0	0	
10	361.2 Collection Sewers - Gravity	705	(78)	627	100.00%	627	0	0	
11	362.2 Special Collecting Structures	0	0	0	100.00%	0	0	0	
12	363.2 Services to Customers	143	(12)	132	100.00%	132	0	0	
13	364.2 Flow Measuring Devices	0	0	0	100.00%	0	0	0	
14	365.2 Flow Measuring Installations	0	0	0	100.00%	0	0	0	
15	389.2 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0	
16	SYSTEM PUMPING PLANT								
17	353.3 Land & Land Rights	0	0	0	100.00%	0	0	0	
18	354.3 Structures & Improvements	0	0	0	100.00%	0	0	0	
19	355.3 Power Generation Equipment	1,360	0	1,360	100.00%	1,360	0	0	
20	370.3 Receiving Wells	25	(4)	21	100.00%	21	0	0	
21	371.3 Pumping Equipment	1,760	(294)	1,466	100.00%	1,466	0	0	
22	389.3 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0	
23	TREATMENT AND DISPOSAL PLANT								
24	353.4 Land & Land Rights	0	0	0	100.00%	0	0	0	
25	354.4 Structures & Improvements	10,293	(3,754)	6,539	100.00%	6,539	0	0	
26	355.4 Power Generation Equipment	0	0	0	100.00%	0	0	0	
27	380.4 Treatment & Disposal Equipment	846	(141)	704	100.00%	704	0	0	
28	381.4 Plant Sewers	0	0	0	100.00%	0	0	0	
29	382.4 Outfall Sewer Lines	0	0	0	100.00%	0	0	0	
30	389.4 Other Plant & Misc. Equipment	0	177	177	100.00%	177	0	0	
31	RECLAIMED WATER TREATMENT PLANT								
32	353.5 Land & Land Rights	0	0	0	100.00%	0	0	0	
33	354.5 Structures & Improvements	0	0	0	100.00%	0	0	0	
34	355.5 Power Generation Equipment	0	0	0	100.00%	0	0	0	
35	371.5 Pumping Equipment	0	0	0	100.00%	0	0	0	
36	374.5 Reuse Distribution Reservoirs	0	0	0	100.00%	0	0	0	
37	380.5 Treatment & Disposal Equipment	14	0	14	100.00%	14	0	0	
38	381.5 Plant Sewers	0	0	0	100.00%	0	0	0	
39	389.5 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0	
40	RECLAIMED WATER DISTRIBUTION PLANT								
41	352.6 Franchises	0	0	0	100.00%	0	0	0	
42	353.6 Land & Land Rights	0	0	0	100.00%	0	0	0	
43	354.6 Structures & Improvements	0	0	0	100.00%	0	0	0	
44	355.6 Power Generation Equipment	0	0	0	100.00%	0	0	0	
45	366.6 Reuse Services	0	0	0	100.00%	0	0	0	
46	367.6 Reuse Meters & Meter Installations	0	0	0	100.00%	0	0	0	
47	371.6 Pumping Equipment	84	0	84	100.00%	84	0	0	
48	375.6 Reuse Transmission & Distr. Sys.	0	0	0	100.00%	0	0	0	
49	389.6 Other Plant & Misc. Equipment	0	0	0	100.00%	0	0	0	
50	GENERAL PLANT								
51	353.7 Land & Land Rights	0	0	0	100.00%	0	0	0	
52	354.7 Structures & Improvements	0	29	29	100.00%	29	0	0	
53	390.7 Office Furniture & Equipment	0	0	0	100.00%	0	0	0	
54	390.71 Computer Equipment	0	1,707	1,707	100.00%	1,707	258	258	
55	391.7 Transportation Equipment	0	0	0	100.00%	0	0	0	
56	392.7 Stores Equipment	0	0	0	100.00%	0	0	0	
57	393.7 Tools, Shop & Garage Equipment	0	0	0	100.00%	0	0	0	
58	394.7 Laboratory Equipment	0	0	0	100.00%	0	0	0	
59	395.7 Power Operated Equipment	0	0	0	100.00%	0	0	0	
60	396.7 Communication Equipment	0	0	0	100.00%	0	0	0	
61	397.7 Miscellaneous Equipment	0	2,722	2,722	100.00%	2,722	0	0	
62	398.7 Other Tangible Plant	809	0	809	100.00%	809	0	0	
63	TOTAL DEPRECIATION EXPENSE	16,968	265	17,233		17,233	258	258	
64	Composite U&U Rate				100.00%				
65	(LESS) AMORTIZATION OF CIAC	(5,161)	(21,965)	(27,127)		(27,127)	0	0	
66	NET DEPRECIATION EXPENSE	11,807	(21,700)	(9,893)		(9,893)	258	258	

Taxes Other Than Income

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: B-15

Page: 1 of 1

Preparer: S Szczygiel

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 (RAFs) 4.50%	(3) Payroll Taxes 8.23%	(4) RE & Personal Property Tax on U&U 1.46%	(5) Other	(6) Total
Water						
1	Test Year Per Books	2,784	(425)	3,433		5,792
2						
3	Adjustments to Test Year (Explain)					
4	RAF on Adj'd Rev - RAF Per Books	(1)				(1)
5	Payroll & Property Tax Adjustments		1,928	(1,978)		(50)
6	Non-U&U Adjustment @ 0.00%			0		0
7	Total Test Year Adjustments	(1)	1,928	(1,978)	0	(51)
8	Adjusted Test Year	2,783	1,504	1,455	0	5,741
9						
10	Pro Forma Adjustments (Explain)					
11	Payroll Tax Adjustments		122			122
12	2007 Plant in Service Additions			(2,130)		(2,130)
13	Pro Forma Plant in Service Additions			745		745
14	Non-U&U Adjustment @ 0.00%			0		0
15	Total Pro Forma Adjustments	0	122	(1,385)	0	(1,263)
16	Adjusted Pro Forma	2,783	1,626	70	0	4,478
17						
18	RAFs Assoc. with Revenue Increase	1,069				1,069
19						
20	Total Pro Forma	3,852	1,626	70	0	5,547
Sewer						
21	Test Year Per Books	3,333	(414)	0		2,919
22						
23	Adjustments to Test Year (Explain)					
24	RAF on Adj'd Rev - RAF Per Books	(34)				(34)
25	Payroll & Property Tax Adjustments		2,038	1,978		4,017
26	Non-U&U Adjustment @ 0.00%			0		0
27	Total Test Year Adjustments	(34)	2,038	1,978	0	3,983
28	Adjusted Test Year	3,299	1,624	1,978	0	6,902
29						
30	Pro Forma Adjustments (Explain)					
31	Payroll Tax Adjustments		106			106
32	2007 Plant in Service Additions			(991)		(991)
33	Pro Forma Plant in Service Additions			51		51
34	Non-U&U Adjustment @ 0.00%			0		0
35	Total Pro Forma Adjustments	0	106	(940)	0	(834)
36	Adjusted Pro Forma	3,299	1,730	1,039	0	6,068
37						
38	RAFs Assoc. with Revenue Increase	1,003				1,003
39						
40	Total Pro Forma	4,303	1,730	1,039	0	7,072

Recap Schedules: B-1, B-2

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

**Kings Cove
TAX SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
Reconciliation of Total Income Tax Provision	C-1	75
State and Federal Income Tax Calculation	C-2	76
Schedule of Interest in Tax Expense Calculation	C-3	77
Book/Tax Difference	C-4	79
Deferred Income Tax Expense	C-5	80
Accumulated Deferred Income Taxes	C-6	81
Investment Tax Credit	C-7	84
Parent Debt Information	C-8	88
Income Tax Returns	C-9	89
Miscellaneous Tax Information	C-10	90

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Kings Cove

Schedule: C-1

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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

	(1)	(2)	(3)	(4)	(5)	(6)	
Line No.	Description	Year End Per Books	Utility Adjustments	Year End Adjusted	Pro Forma Adjustments	Pro Forma	Supporting Schedules
Water							
1	Current Tax Expense	(2,525)	4,300	1,775	(2,899)	(1,124)	C-2
2	Deferred Income Tax Expense	0	(848)	(848)	0	(848)	C-5
3	ITC Realized This Year	0	0	0	0	0	C-7
4	ITC Amortization	0	0	0	0	0	C-7
5	Less: Parent Debt Adjustment	0	0	0	0	0	C-8
6	Total Income Tax Expense	(2,525)	3,452	927	(2,899)	(1,972)	
Sewer							
7	Current Tax Expense	(8,000)	9,477	1,477	(2,203)	(727)	C-2
8	Deferred Income Tax Expense	0	(1,170)	(1,170)	0	(1,170)	C-5
9	ITC Realized This Year	0	0	0	0	0	C-7
10	ITC Amortization	0	0	0	0	0	C-7
11	Less: Parent Debt Adjustment	0	0	0	0	0	C-8
12	Total Income Tax Expense	(8,000)	8,307	307	(2,203)	(1,896)	

Recap Scheds: B-1, B-2

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Historical [X] Projected []

Schedule: C-2
 Page: 1 of 1
 Preparer: W Jerdon

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) through (6) Water				(7) through (12) Sewer						
		Year End Per Books	Utility Adjustments	Year End Adjusted	Pro Forma Adjustments	Pro Forma Adjusted	Year End Per Books	Utility Adjustments	Year End Adjusted	Pro Forma Adjustments	Pro Forma Adjusted	Supporting Schedules
1	Taxable Operating Income before Interest	(6,545)	11,415	4,870	(6,483)	(1,613)	(20,740)	24,588	3,848	(5,495)	(1,647)	B-1, B-2
2	Less: Interest Charges	0	(2,467)	(2,467)	(1,031)	(3,498)	0	(3,052)	(3,052)	(217)	(3,269)	C-3
3												
4	Taxable Income	(6,545)	8,948	2,403	(7,514)	(5,111)	(20,740)	21,536	796	(5,712)	(4,916)	
5												
6	Schedule M Adjustments											
7	Permanent Differences	-	0	0	0	0	-	0	0	0	0	C-4
8	Timing Differences	-	(2,198)	(2,198)	0	(2,198)	-	(3,032)	(3,032)	0	(3,032)	C-5
9	Total Schedule M Adjustments	0	(2,198)	(2,198)	0	(2,198)	0	(3,032)	(3,032)	0	(3,032)	
10												
11	Taxable Income Before State Taxes	(6,545)	11,146	4,601	(7,514)	(2,913)	(20,740)	24,568	3,828	(5,712)	(1,884)	
12												
13	State Tax Rate	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	
14	State Income Taxes	(360)	613	253	(413)	(160)	(1,141)	1,351	211	(314)	(104)	
15												
16	Federal Taxable Income	(6,185)	10,533	4,348	(7,101)	(2,753)	(19,599)	23,217	3,618	(5,398)	(1,780)	
17												
18	Federal Tax Rate	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	
19	Federal Income Taxes	(2,165)	3,686	1,522	(2,485)	(963)	(6,860)	8,126	1,266	(1,889)	(623)	
20												
21	Less: Investment Tax Credit Realized This Year	0	0	0	0	0	0	0	0	0	0	C-7
22												
23	Current Federal Income Taxes	(2,165)	3,686	1,522	(2,485)	(963)	(6,860)	8,126	1,266	(1,889)	(623)	
24												
25	Summary:											
26	Current State Income Tax	(360)	613	253	(413)	(160)	(1,141)	1,351	211	(314)	(104)	
27	Current Federal Income Tax	(2,165)	3,686	1,522	(2,485)	(963)	(6,860)	8,126	1,266	(1,889)	(623)	
28												
29	Total Current Income Tax Expense (To C-1)	(2,525)	4,300	1,775	(2,899)	(1,124)	(8,000)	9,477	1,477	(2,203)	(727)	

Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [X] Projected []

Schedule: C-3

Page: 1 of 2

Preparer: W Jerdon

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)			Note*	(5) (6) (7)			(8) Supporting Schedules
		Water				Sewer			
		2007	2007	2007		2007	2007	2007	
		Per Books	Adjustments	Adjusted		Per Books	Adjustments	Adjusted	
1	Interest on Long-Term Debt	0	2,155	2,155	Note*	0	2,753	2,753	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	312	312		0	299	299	
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	2,467	2,467		0	3,052	3,052	

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)		122,262		154,942
Weighted Cost of Long Term Debt (D-1)	1.76%	2,155	1.78%	2,753
Weighted Cost of Short Term Debt (D-1)	0.00%	0	0.00%	0
Adjusted Interest on Debt		2,155		2,753

Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Pro Forma
 Historical [] Projected [X]

Schedule: C-3
 Page: 2 of 2
 Preparer: W Jerdon

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)	(5) Sewer			(8) Supporting Schedules
		2007 Adjusted	Pro Forma Adjustments	Pro Forma Adjusted		2007 Adjusted	Pro Forma Adjustments	Pro Forma Adjusted	
1	Interest on Long-Term Debt	2,155	1,031	3,186	Note*	2,753	217	2,970	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	312	0	312		299	0	299	
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	<u>2,467</u>	<u>1,031</u>	<u>3,498</u>		<u>3,052</u>	<u>217</u>	<u>3,269</u>	

Calculation of ITC Interest Synchronization Adjustment ONLY for Option 2 Companies (see Sch. C-7)										
Balances From Sch. D-1	Water					Sewer				
	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)		175,869		166,217
Weighted Cost of Long Term Debt (D-1)	1.81%	3,186	1.79%	2,970
Weighted Cost of Short Term Debt (D-1)	0.00%	0	0.00%	0
Adjusted Interest on Debt		<u>3,186</u>		<u>2,970</u>

Book/Tax Differences - Permanent

Florida Public Service Commission

Kings Cove

Schedule: C-4

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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
WATER		
1		
2	None	
3		
4	Total	<u>0</u>
SEWER		
5		
6	None	
7		
8	Total	<u>0</u>

Deferred Income Tax Expense

Florida Public Service Commission

Kings Cove

Schedule: C-5

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

Historical [X] Projected []

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
		Per Books	Adjustments	Adjusted	Per Books	Adjustments	Adjusted	Per Books	Adjustments	Adjusted	
1	Timing Differences (Tax Expense										
2	Higher (Lower) than Book Expense):										
3	Tax Depreciation & Amortization	10,732	(10,857)	(124)	11,807	(24,458)	(12,651)				
4	Book Depreciation & Amortization	10,732	(8,857)	1,875	11,807	(21,700)	(9,893)				B-13,14
5											
6	Depreciation Difference	0	(1,999)	(1,999)	0	(2,757)	(2,757)				
7											
8	Other Timing Differences (Itemize):										
9	Bad Debt	0	(199)	(199)	0	(274)	(274)				
10	All Other	0	0	0	0	0	0				
11											
12	Total Timing Differences (To C-2)	0	(2,198)	(2,198)	0	(3,032)	(3,032)				
13											
14	State Tax Rate	5.5%		5.5%	5.5%		5.5%				
15	State Deferred Taxes	0	(121)	(121)	0	(167)	(167)				
16											
17	Timing Differences for Federal Taxes	0	(2,077)	(2,077)	0	(2,865)	(2,865)				
18											
19	Federal Tax Rate	35.0%		35.0%	35.0%		35.0%				
20	Federal Deferred Taxes	0	(727)	(727)	0	(1,003)	(1,003)				
21											
22	Total Deferred Taxes (to C-1)	0	(848)	(848)	0	(1,170)	(1,170)				

Recap Schedules: C-1, C-2

Accumulated Deferred Income Taxes - Summary

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: C-6

Page: 1 of 3

Preparer: W Jerdon

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		
		State	Federal	Total	State	Federal	Total	State	Federal	Total
WATER										
1	2003	0	5,018	5,018				0	5,018	5,018
2	2004	3,558	0	3,558				3,558	0	3,558
3	2005	5,193	4,152	9,345				5,193	4,152	9,345
4	2006	778	4,664	5,442				778	4,664	5,442
5	2007	657	3,936	4,593				657	3,936	4,593
SEWER										
6	2003	0	6,815	6,815				0	6,815	6,815
7	2004	3,612	0	3,612				3,612	0	3,612
8	2005	5,272	4,215	9,487				5,272	4,215	9,487
9	2006	1,058	6,342	7,400				1,058	6,342	7,400
10	2007	891	5,339	6,230				891	5,339	6,230

Accumulated Deferred Income Taxes - State

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: C-6

Page: 2 of 3

Preparer: W Jerdon

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	3,558		3,558
3	2005	3,558	1,635		5,193
4	2006	5,193	(4,415)		778
5	2007	778	(121)		657
SEWER					
6	2003	0	0		0
7	2004	0	3,612		3,612
8	2005	3,612	1,660		5,272
9	2006	5,272	(4,214)		1,058
10	2007	1,058	(167)		891

Accumulated Deferred Income Taxes - Federal

Florida Public Service Commission

Kings Cove

Schedule: C-6

Docket No. 080121-WS

Page: 3 of 3

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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	5,018	5,018
2	2004	5,018	(5,018)	0
3	2005	0	4,152	4,152
4	2006	4,152	512	4,664
5	2007	4,664	(728)	3,936
SEWER				
6	2003	0	6,815	6,815
7	2004	6,815	(6,815)	0
8	2005	0	4,215	4,215
9	2006	4,215	2,127	6,342
10	2007	6,342	(1,003)	5,339

Investment Tax Credits - Analysis

Florida Public Service Commission

Kings Cove

Schedule: C-7

Docket No. 080121-WS

Page: 1 of 4

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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

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

Investment Tax Credits - Analysis

Florida Public Service Commission

Kings Cove

Schedule: C-7

Docket No. 080121-WS

Page: 2 of 4

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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

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

Schedule: C-7

Docket No. 080121-WS

Page: 3 of 4

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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****Kings Cove**

Schedule: C-7

Docket No. 080121-WS

Page: 4 of 4

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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

NONE

Parent's Debt Information

Florida Public Service Commission

Kings Cove

Schedule: C-8

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: S Anzaldo

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) Weighted Cost	(6) Supporting Schedules
1	Long-Term Debt					
2	Short-Term Debt					
3	Preferred Stock					
4	Common Equity (State Retained Earnings Separately - Parent Only)					
5	Deferred Income Tax					
6	Other-Retained Earnings					
7	Total	<u>0</u>			<u>0</u>	

See Note

Parent Debt Adjustment Calculation

8	Weighted Cost of Parent's Debt (Line 1 & 2, col. 5)	<u>0</u>				From B-1
9	Effective consolidated tax rate					
10	Parent's Tax Deduction on Debt Interest	<u>0</u>				
Water						
11	Equity of Subsidiary					D-1
12	Parent Debt Adjustment (to C-1) Allocation to subsidiary at	<u>0</u>				A-17
Sewer						
13	Equity of Subsidiary					D-1
14	Parent Debt Adjustment (to C-1) (to C-1) Allocation to subsidiary at	<u>0</u>				A-17

Note

This system had no debt in the historical test year. However, the total rate base is funded by a 0.3769 Debt - 0.6231 Equity capital structure (the capital structure of the parent) with consideration made for Customer Deposits and Deferred Taxes. See Schedule D-1

Income Tax Returns**Florida Public Service Commission****Kings Cove**

Schedule: C-9

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: W Jerdon

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****Kings Cove****Docket No. 080121-WS***Historical Test Year Ending December 31, 2007*

Schedule: C-10

Page: 1 of 1

Preparer: W Jerdon

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, 2006, 2007 |
| (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 |

**Kings Cove
CAPITAL SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
Requested Cost of Capital	D-1	93
Reconciliation to Rate Base	D-2	95
Preferred Stock	D-3	96
Short-Term Debt	D-4	97
Long-Term Debt	D-5	98
Variable Debt	D-6	100
Customer Deposits	D-7	102

Schedule of Requested Cost of Capital

13 Month Average balance

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical Projected **Florida Public Service Commission**

Schedule: D-1

Page: 1 of 2

Preparer: S Anzaldo

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 2007 Rate Base	Ratio	Cost Rate	Weighted Cost Rate	Cost	Supporting Schedules
WATER						
1 Long-Term Debt	42,234	34.54%	5.10%	1.76%	2,155	D-2, D-5
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	69,811	57.10%	10.25%	5.85%	7,154	D-2
5 Customer Deposits	5,199	4.25%	6.00%	0.26%	312	D-2
6 Accumulated Deferred Income Taxes	5,018	4.10%	0.00%	0.00%	0	D-2
7 Total	<u>122,262</u>	<u>100.00%</u>		<u>7.87%</u>	<u>9,621</u>	
SEWER						
8 Long-Term Debt	53,959	34.83%	5.10%	1.78%	2,753	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	89,192	57.57%	10.25%	5.90%	9,140	D-2
12 Customer Deposits	4,975	3.21%	6.00%	0.19%	299	D-2
13 Accumulated Deferred Income Taxes	6,815	4.40%	0.00%	0.00%	0	D-2
14 Total	<u>154,942</u>	<u>100.00%</u>		<u>7.87%</u>	<u>12,192</u>	

Schedule of Requested Cost of Capital

13 Month Average balance

Kings Cove**Docket No. 080121-WS**

Pro Forma

Historical [] Projected [X]

Florida Public Service Commission

Schedule: D-1

Page: 2 of 2

Preparer: S Anzaldo

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 Pro Forma Rate Base	Ratio	Cost Rate	Weighted Cost Rate	Supporting Schedules
WATER						
1	Long-Term Debt	62,441	35.50%	5.10%	1.81%	D-2
2	Short-Term Debt	0	0.00%	0.00%	0.00%	D-2
3	Preferred Stock	0	0.00%	0.00%	0.00%	D-2
4	Common Stock	103,212	58.69%	10.25%	6.01%	D-2
5	Customer Deposits	5,199	2.96%	6.00%	0.18%	D-2
6	Accumulated Deferred Income Taxes	5,018	2.85%	0.00%	0.00%	D-2
7	Total	<u>175,869</u>	<u>100.00%</u>		<u>8.00%</u>	<u>14,075</u>
SEWER						
8	Long-Term Debt	58,209	35.02%	5.10%	1.79%	D-2
9	Short-Term Debt	0	0.00%	0.00%	0.00%	D-2
10	Preferred Stock	0	0.00%	0.00%	0.00%	D-2
11	Common Stock	96,217	57.89%	10.25%	5.93%	D-2
12	Customer Deposits	4,975	2.99%	6.00%	0.18%	D-2
13	Accumulated Deferred Income Taxes	6,815	4.10%	0.00%	0.00%	D-2
14	Total	<u>166,217</u>	<u>100.00%</u>		<u>7.90%</u>	<u>13,129</u>

Reconciliation of Capital Structure to Requested Rate Base

Florida Public Service Commission

13 Month Average Balance

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [X] Projected []

Schedule: D-2

Page: 1 of 1

Preparer: S Anzaldo

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) Balance 12/31/2006	(3) Balance 12/31/2007	(4) 13 Mo Average†	(5) Reconciliation Adjustments Pro rata *	(6) Reconciled To 2007 Rate Base	(7) Reconciled To Pro Forma Rate Base	(8) Supporting Schedules
Water								
1	Long-Term Debt	38,829	43,708	42,234		42,234	62,441	D-5
2	Short-Term Debt	0	0	0		0	0	D-4
3	Preferred Stock	0	0	0		0	0	D-3
4	Common Stock	64,182	72,248	69,811		69,811	103,212	
5	Customer Deposits	5,170	5,280	5,199		5,199	5,199	D-7
6	Accumulated Deferred Income Taxes	5,442	4,593	5,018		5,018	5,018	C-6
7	Total	113,623	125,828	122,262	0	122,262	175,869	A-1
Sewer								
8	Long-Term Debt	46,407	60,580	53,959		53,959	58,209	D-5
9	Short-Term Debt	0	0	0		0	0	D-4
10	Preferred Stock	0	0	0		0	0	D-3
11	Common Stock	76,709	100,136	89,192		89,192	96,217	
12	Customer Deposits	4,947	5,052	4,975		4,975	4,975	D-7
13	Accumulated Deferred Income Taxes	7,400	6,230	6,815		6,815	6,815	C-6
14	Total	135,464	171,999	154,942	0	154,942	166,217	A-2

† The 13 month averages shown in column (4) above include used & useful adjustments as shown on Schedule A-1.

* List corresponding adjustments to rate base below:

This system had no debt in the historical test year. However, the total rate base is funded by a 0.3769 Debt - 0.6231 Equity capital structure (the capital structure of the parent) with consideration made for Customer Deposits and Deferred Taxes. See Schedule D-1

Preferred Stock Outstanding

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: D-3
 Page: 1 of 1
 Preparer: S Anzaldo

Utility or Parent

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	Issue Date	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

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: D-4
 Page: 1 of 1
 Preparer: S Anzaldo

Utility [X] or Parent [X]

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

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007

Schedule: D-5
Page: 1 of 2
Preparer: S Anzaldo

Utility [X] or Parent []

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.(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 ((4)-(6)-(7))

1

All Long Term Debt is issued and held by the parent

Cost of Long-Term Debt

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: D-5
 Page: 2 of 2
 Preparer: S Anzaldo

Utility [] or Parent [X]

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.

Line No.	Description, Years of Life, Coupon Rate	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
														Principal Amt. Sold (Face Value)
2006														
1	Unsecured Note - 10 years	6.00%	10/31/2006	10/31/2016	20,501,000	20,501,000	-	-	-	-	-	1,230,060	1,230,060	6.00%
2														
3														
4	2007													
5	Unsecured Note - 7 years	4.87%	07/31/2003	07/31/2010	27,000,000	3,135,582	-	-	-	-	-	152,703	152,703	4.87%
6	Unsecured Note - 10 years	4.87%	07/31/2003	07/31/2013	21,600,000	2,508,465	-	-	-	-	-	122,162	122,162	4.87%
7	Unsecured Note - 11 years	4.87%	07/31/2003	07/31/2014	27,000,000	3,135,582	-	-	-	-	-	152,703	152,703	4.87%
8	Unsecured Note - 13 years	4.87%	07/31/2003	07/31/2016	10,800,000	1,254,233	-	-	-	-	-	61,081	61,081	4.87%
9	Unsecured Note - 14 years	4.87%	07/31/2003	07/31/2017	10,800,000	1,254,233	-	-	-	-	-	61,081	61,081	4.87%
10	Unsecured Note - 15 years	4.87%	07/31/2003	07/31/2018	10,800,000	1,254,233	-	-	-	-	-	61,081	61,081	4.87%
11	Unsecured Note - 17 years	4.87%	07/31/2003	07/31/2020	16,200,000	1,881,349	-	-	-	-	-	91,622	91,622	4.87%
12	Unsecured Note - 20 years	4.87%	07/31/2003	07/31/2023	10,800,000	1,254,233	-	-	-	-	-	61,081	61,081	4.87%
13	Unsecured Note - 10 years	5.01%	02/03/2005	02/03/2015	18,000,000	2,090,388	-	-	-	-	-	104,728	104,728	5.01%
14	Unsecured Note - 15 years	5.20%	02/03/2005	02/03/2020	12,000,000	1,393,592	-	-	-	-	-	72,467	72,467	5.20%
15	Unsecured Note - 15 years	5.63%	02/28/2007	02/28/2022	15,000,000	1,741,990	-	-	-	-	-	98,074	98,074	5.63%
16	Unsecured Note - 30 years	5.83%	02/28/2007	02/28/2037	15,000,000	1,741,990	-	-	-	-	-	101,558	101,558	5.83%
17	Unsecured Note - 12 years	5.54%	12/27/2006	12/27/2018	30,000,000	3,490,254	-	-	-	-	-	193,360	193,360	5.54%
18	<u>2007 12 Month Total</u>					26,136,124	-	-	-	-	-	1,333,702	1,333,702	5.10%
19														
20	13 Month Average (from A-19)					<u>22,517,338</u>								

* The interest expense calculated on this schedule represents a full year of interest. The actual interest expense incurred by the company for 2006 was:

\$208,427

** The interest expense calculated on this schedule represents a full year of interest. The actual interest expense incurred by the company for 2007 was:

\$1,293,801

All long-term debt is issued and held by the parent

Cost of Variable Rate Long-Term Debt

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: D-6
 Page: 1 of 2
 Preparer: S Anzaldo

Utility or Parent

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))	Effective Cost Rate (12)/(13)

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

Cost of Variable Rate Long-Term Debt

Florida Public Service Commission

Kings Cove

Schedule: D-6

Docket No. 080121-WS

Page: 2 of 2

Historical Test Year Ending December 31, 2007

Preparer: S Anzaldo

Utility [] or Parent [X]

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)	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

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: D-7
 Page: 1 of 1
 Preparer: S Anzaldo

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	Dec-06	10,117	0	0	10,117
2	Jan-07	10,117	0	0	10,117
3	Feb-07	10,117	0	0	10,117
4	Mar-07	10,117	40	0	10,157
5	Apr-07	10,157	0	0	10,157
6	May-07	10,157	0	0	10,157
7	Jun-07	10,157	0	0	10,157
8	Jul-07	10,157	0	0	10,157
9	Aug-07	10,157	0	0	10,157
10	Sep-07	10,157	0	0	10,157
11	Oct-07	10,157	0	0	10,157
12	Nov-07	10,157	175	0	10,332
13	Dec-07	10,332	0	0	10,332
14	Average				<u>10,175</u>
15					
16			Water Allocated at	51%	<u>5,199</u>
17					
18			Sewer Allocated at	49%	<u>4,975</u>

**Kings Cove
RATES SCHEDULES**

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Rate Schedule - Water

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Water [X] or Sewer []

Schedule: E-1w
 Page: 1 of 1
 Preparer: T Rendell

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) Period 3 & Prior to Filing	(5) Unlimited Interim Rates	(6) Limited Interim Rates	(7) Proposed Consolidated Rates
1	Residential						
2	5/8" X 3/4"	8.12	11.40	8.12	9.25	9.25	21.92
3	3/4"	12.20	17.11	12.20	13.89	13.89	32.89
4	1"	20.32	28.51	20.32	23.14	23.14	54.81
5	1-1/2"	40.65	57.03	40.65	46.30	46.30	109.62
6	2"	65.05	91.27	65.05	74.09	74.09	175.39
7	3"	130.11	182.55	130.11	148.18	148.18	350.79
8	4"	203.27	285.19	203.27	231.50	231.50	548.10
9	6"	406.54	570.39	406.54	463.01	463.01	1,096.21
10	8"	-	-	-	-	-	1,753.93
11	10"	-	-	-	-	-	2,521.28
12	Gallorage						
13	Block 1, 0-5,000	1.31	1.83	1.31	1.49	1.49	3.80
14	Block 2, 5,000-10,000	1.31	1.83	1.31	1.49	1.49	4.76
15	Block 3, >10,000	1.31	1.83	1.31	1.49	1.49	4.76
16							
17	Commercial						
18	5/8" X 3/4"	8.12	11.40	8.12	9.25	9.25	21.92
19	3/4"	12.20	17.11	12.20	13.89	13.89	32.89
20	1"	20.32	28.51	20.32	23.14	23.14	54.81
21	1-1/2"	40.65	57.03	40.65	46.30	46.30	109.62
22	2"	65.05	91.27	65.05	74.09	74.09	175.39
23	3"	130.11	182.55	130.11	148.18	148.18	350.79
24	4"	203.27	285.19	203.27	231.50	231.50	548.10
25	6"	406.54	570.39	406.54	463.01	463.01	1,096.21
26	8"	-	-	-	-	-	1,753.93
27	10"	-	-	-	-	-	2,521.28
28	Gallorage charge	1.22	1.83	1.22	1.39	1.39	3.80
29							
30							
31							
32	Multi-Family						
33	5/8" X 3/4"	-	-	-	9.25	9.25	21.92
34	3/4"	-	-	-	13.89	13.89	32.89
35	1"	-	-	-	23.14	23.14	54.81
36	1-1/2"	-	-	-	46.30	46.30	109.62
37	2"	-	-	-	74.09	74.09	175.39
38	3"	-	-	-	148.18	148.18	350.79
39	4"	-	-	-	231.50	231.50	548.10
40	6"	-	-	-	463.01	463.01	1,096.21
41	8"	-	-	-	-	-	1,753.93
42	10"	-	-	-	-	-	2,521.28
43	Gallorage charge	-	-	-	1.39	1.39	3.80
44							
45	Fire Protection						
46	2"	-	-	-	-	-	14.62
47	3"	-	-	-	-	-	29.23
48	4"	-	-	-	-	-	45.68
49	6"	-	-	-	-	-	91.35
50	8"	-	-	-	-	-	146.16
51	10"	-	-	-	-	-	210.11

Rate Schedule - Sewer

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Water [] or Sewer [X]

Schedule: E-1s
 Page: 1 of 1
 Preparer: T Rendell

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) Period 3 & Prior to Filing	(5) Unlimited Interim Rates	(6) Limited Interim Rates	(7) Proposed Consolidated Rates
1	Residential						
2	5/8 X 3/4	9.24	13.67	9.24	10.93	10.93	45.26
3	3/4"	13.84	20.48	13.84	16.37	16.37	45.26
4	1"	23.07	34.13	23.07	27.28	27.28	45.26
5	1-1/2"	46.17	68.31	46.17	54.60	54.60	45.26
6	2"	73.84	109.26	73.84	87.32	87.32	45.26
7	3"	147.73	218.59	147.73	174.70	174.70	45.26
8	4"	230.77	341.46	230.77	272.91	272.91	45.26
9	6"	461.59	682.98	461.59	545.87	545.87	45.26
10	8"	-	-	-	-	-	45.26
11	10"	-	-	-	-	-	45.26
12	Gallage cap (gallons)	10,000	6,000	10,000	10,000	10,000	6,000
13	Gallage Charge, Capped Usage	3.24	4.80	3.24	3.83	3.83	8.73
14							
15							
16	Commercial						
17	5/8" X 3/4"	9.24	13.67	9.24	10.93	10.93	45.26
18	3/4"	13.84	20.48	13.84	16.37	16.37	67.89
19	1"	23.07	34.13	23.07	27.28	27.28	113.14
20	1-1/2"	46.17	68.31	46.17	54.60	54.60	226.29
21	2"	73.84	109.26	73.84	87.32	87.32	362.06
22	3"	147.73	218.59	147.73	174.70	174.70	724.12
23	4"	230.77	341.46	230.77	272.91	272.91	1,131.44
24	6"	461.59	682.98	461.59	545.87	545.87	2,262.89
25	8"	-	-	-	-	-	3,620.62
26	10"	-	-	-	-	-	5,204.65
27	Gallage charge	3.24	4.80	3.24	3.83	3.83	10.48
28							
29	Multi-Family						
30	5/8" X 3/4"	9.24	-	9.24	10.93	10.93	45.26
31	3/4"	13.84	-	13.84	16.37	16.37	67.89
32	1"	23.07	-	23.07	27.28	27.28	113.14
33	1-1/2"	46.17	-	46.17	54.60	54.60	226.29
34	2"	73.84	-	73.84	87.32	87.32	362.06
35	3"	147.73	-	147.73	174.70	174.70	724.12
36	4"	230.77	-	230.77	272.91	272.91	1,131.44
37	6"	461.59	-	461.59	545.87	545.87	2,262.89
38	8"	-	-	-	-	-	3,620.62
39	10"	-	-	-	-	-	5,204.65
40	Gallage charge	3.24	-	3.24	3.83	3.83	10.48
41							
42	Flat Rate						
43	Resid'l Wastewater Only (RWO)	-	-	-	-	-	112.65
44	Com'l. Wastewater Only	-	-	-	-	-	701.21
45	Reuse per Sprinkler Head	-	-	-	-	-	-
46	Reuse Flat Rate	-	-	-	-	-	-

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Water [X] or Sewer []

Schedule: E-2w

Page: 1 of 4

Preparer: G Prettyman

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) Effctv. Test Year Rate	(5) Test Year Revenue	(6) Rate Prior to Filing	(7) Repressed Gallons	(8) Proposed Rate	(9) Revenue at Proposed
1	Residential								
2	5/8" X 3/4"	2,412	31,814	8.12	19,585	8.12	NA	21.92	52,871
3	3/4"	0	0	-	0	12.20	NA	32.89	0
4	1"	0	0	-	0	20.32	NA	54.81	0
5	1-1/2"	0	0	-	0	40.65	NA	109.62	0
6	2"	0	0	-	0	65.05	NA	175.39	0
7	3"	0	0	-	0	130.11	NA	350.79	0
8	4"	0	0	-	0	203.27	NA	548.10	0
9	Gallonge								
10	Block 1, 0-5,000		10,336	1.31	13,541	1.31	10,336	3.80	39,278
11	Block 2, 5,000-10,000		6,139	1.31	8,041	1.31	4,109	4.76	19,559
12	Block 3, >10,000		15,339	1.31	20,094	1.31	10,268	4.76	48,875
13	Total Residential	<u>2,412</u>	<u>31,814</u>		<u>61,262</u>		<u>24,713</u>		<u>160,584</u>
14	Average Bill				<u>25.40</u>				<u>66.58</u>
15									
16	Commercial								
17	5/8" X 3/4"	0	0	-	0	8.12	NA	21.92	0
18	3/4"	0	0	-	0	12.20	NA	32.89	0
19	1"	12	73	20.32	244	20.32	NA	54.81	658
20	1-1/2"	0	0	-	0	40.65	NA	109.62	0
21	2"	0	0	-	0	65.05	NA	175.39	0
22	3"	0	0	-	0	130.11	NA	350.79	0
23	4"	0	0	-	0	203.27	NA	548.10	0
24	8"	0	0	-	0	-	NA	1,753.93	0
25	Gallonge		73	1.22	89	1.22	73	3.80	277
26									
27									
28	Total Commercial	<u>12</u>	<u>73</u>		<u>333</u>		<u>73</u>		<u>935</u>
29	Average Bill				<u>27.74</u>				<u>77.93</u>
30									
31	Multi-Family								
32	5/8" X 3/4"	0	0	-	0	-	NA	21.92	0
33	3/4"	0	0	-	0	-	NA	32.89	0
34	1"	0	0	-	0	-	NA	54.81	0
35	1-1/2"	0	0	-	0	-	NA	109.62	0
36	2"	0	0	-	0	-	NA	175.39	0
37	3"	0	0	-	0	-	NA	350.79	0
38	4"	0	0	-	0	-	NA	548.10	0
39									
40	Gallonge		0	-	0	-	0	3.80	0
41									
42									
43	Total Multi-Family	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>		<u>0</u>
44	Average Bill								
45									
46	Fire Protection								
47	2"	0	NA	-	0	-	NA	11.24	0
48	3"	0	NA	-	0	-	NA	22.49	0
49	4"	0	NA	-	0	-	NA	35.14	0
50	6"	0	NA	-	0	-	NA	70.28	0
51	8"	0	NA	-	0	-	NA	112.44	0
52	10"	0	NA	-	0	-	NA	161.64	0
53									
54									
55									
56	Total Fire Protection	<u>0</u>	<u>NA</u>		<u>0</u>		<u>NA</u>		<u>0</u>
57	Average Bill								
58									
59	Subtotal				<u>61,595</u>				<u>161,519</u>
60	Unbilled Revenues				-				-
61	Guaranteed Revenues				-				-
62	Misc. Service Charge				250				770
63	Total Revenue				<u>61,845</u>				<u>162,289</u>
64	Booked Revenue				<u>61,861</u>				
65	Difference				(16)	0.0%			

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Schedule Period: 1/1/07 - 4/30/07 (pre-Interim Rates)
 Water [X] or Sewer []

Schedule: E-2w
 Page: 2 of 4
 Preparer: G Prettyman

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) Period 1 Rates	(5) Period 1 Revenue
1	Residential				
2	5/8" X 3/4"	807	9,577	8.12	6,553
3	3/4"	0	0	12.20	0
4	1"	0	0	20.32	0
5	1-1/2"	0	0	40.65	0
6	2"	0	0	65.05	0
7	3"	0	0	130.11	0
8	4"	0	0	203.27	0
9	Gallorage				
10	Block 1		3,396	1.31	4,449
11	Block 2		1,812	1.31	2,373
12	Block 3		4,369	1.31	5,724
13	Total Residential	<u>807</u>	<u>9,577</u>		<u>19,099</u>
14	Average Bill				<u>23.67</u>
15					
16	Commercial				
17	5/8" X 3/4"	0	0	8.12	0
18	3/4"	0	0	12.20	0
19	1"	4	7	20.32	81
20	1-1/2"	0	0	40.65	0
21	2"	0	0	65.05	0
22	3"	0	0	130.11	0
23	4"	0	0	203.27	0
24	8"	0	0	-	0
25	Gallorage		7	1.22	8
26					
27					
28	Total Commercial	<u>4</u>	<u>7</u>		<u>90</u>
29	Average Bill				<u>22.39</u>
30					
31	Multi-Family				
32	5/8" X 3/4"	0	0	-	0
33	3/4"	0	0	-	0
34	1"	0	0	-	0
35	1-1/2"	0	0	-	0
36	2"	0	0	-	0
37	3"	0	0	-	0
38	4"	0	0	-	0
39					
40	Gallorage		0	-	0
41					
42					
43	Total Multi-Family	<u>0</u>	<u>0</u>		<u>0</u>
44	Average Bill				<u>-</u>
45					
46	Fire Protection				
47	1"	0	NA	-	0
48	2"	0	NA	-	0
49	3"	0	NA	-	0
50	4"	0	NA	-	0
51	6"	0	NA	-	0
52	8"	0	NA	-	0
53					
54					
55					
56	Total Fire Protection	<u>0</u>	<u>NA</u>		<u>0</u>
57	Average Bill				<u>-</u>
58					
59	Subtotal				<u>19,189</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Schedule Period: 5/1/07 - 8/31/07 (Interim Rates)

Water or Sewer

Schedule: E-2w

Page: 3 of 4

Preparer: G Prettyman

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) Period 1 Rates	(5) Revenue at Per 1 Rates	(6) Period 2 Rates	(7) Period 2 Billed Rev.	(8) Period 2 Refunds
1	Residential							
2	5/8" X 3/4"	802	12,156	8.12	6,512	11.40	9,143	2,631
3	3/4"	0	0	12.20	0	17.11	0	0
4	1"	0	0	20.32	0	28.51	0	0
5	1-1/2"	0	0	40.65	0	57.03	0	0
6	2"	0	0	65.05	0	91.27	0	0
7	3"	0	0	130.11	0	182.55	0	0
8	4"	0	0	203.27	0	285.19	0	0
9	Gallonge							
10	Block 1		3,523	1.31	4,615	1.83	6,447	1,832
11	Block 2		2,346	1.31	3,074	1.83	4,294	1,220
12	Block 3		6,287	1.31	8,236	1.83	11,505	3,269
13	Total Residential	<u>802</u>	<u>12,156</u>		<u>22,436</u>		<u>31,388</u>	<u>8,952</u>
14	Average Bill				<u>27.98</u>		<u>39.14</u>	
15								
16	Commercial							
17	5/8" X 3/4"	0	0	8.12	0	11.40	0	0
18	3/4"	0	0	12.20	0	17.11	0	0
19	1"	4	32	20.32	81	28.51	114	33
20	1-1/2"	0	0	40.65	0	57.03	0	0
21	2"	0	0	65.05	0	91.27	0	0
22	3"	0	0	130.11	0	182.55	0	0
23	4"	0	0	203.27	0	285.19	0	0
24	8"	0	0	-	0	-	0	0
25	Gallonge		32	1.22	39	1.83	58	19
26								
27								
28	Total Commercial	<u>4</u>	<u>32</u>		<u>120</u>		<u>172</u>	<u>52</u>
29	Average Bill				<u>30.05</u>		<u>43.10</u>	
30								
31	Multi-Family							
32	5/8" X 3/4"	0	0	-	0	-	0	0
33	3/4"	0	0	-	0	-	0	0
34	1"	0	0	-	0	-	0	0
35	1-1/2"	0	0	-	0	-	0	0
36	2"	0	0	-	0	-	0	0
37	3"	0	0	-	0	-	0	0
38	4"	0	0	-	0	-	0	0
39								
40	Gallonge		0	-	0	-	0	0
41								
42								
43	Total Multi-Family	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>
44	Average Bill							
45								
46	Fire Protection							
47	1"	0	NA	-	0	-	0	0
48	2"	0	NA	-	0	-	0	0
49	3"	0	NA	-	0	-	0	0
50	4"	0	NA	-	0	-	0	0
51	6"	0	NA	-	0	-	0	0
52	8"	0	NA	-	0	-	0	0
53								
54								
55								
56	Total Fire Protection	<u>0</u>	<u>NA</u>		<u>0</u>		<u>0</u>	<u>0</u>
57	Average Bill							
58								
59	Subtotal				<u>22,557</u>		<u>31,561</u>	<u>9,004</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Schedule Period: 9/1/07 - 12/31/07 (post-Interim Rates)
 Water [X] or Sewer []

Schedule: E-2w
 Page: 4 of 4
 Preparer: G Prettyman

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) Period 3 Rates	(5) Period 3 Revenue
1	Residential				
2	5/8" X 3/4"	803	10,081	8.12	6,520
3	3/4"	0	0	12.20	0
4	1"	0	0	20.32	0
5	1-1/2"	0	0	40.65	0
6	2"	0	0	65.05	0
7	3"	0	0	130.11	0
8	4"	0	0	203.27	0
9	Gallorage				
10	Block 1		3,417	1.31	4,477
11	Block 2		1,980	1.31	2,594
12	Block 3		4,683	1.31	6,135
13	Total Residential	<u>803</u>	<u>10,081</u>		<u>19,726</u>
14	Average Bill				<u>24.57</u>
15					
16	Commerical				
17	5/8" X 3/4"	0	0	8.12	0
18	3/4"	0	0	12.20	0
19	1"	4	34	20.32	81
20	1-1/2"	0	0	40.65	0
21	2"	0	0	65.05	0
22	3"	0	0	130.11	0
23	4"	0	0	203.27	0
24	8"	0	0	-	0
25	Gallorage		34	1.22	42
26					
27					
28	Total Commercial	<u>4</u>	<u>34</u>		<u>123</u>
29	Average Bill				<u>30.78</u>
30					
31	Multi-Family				
32	5/8" X 3/4"	0	0	-	0
33	3/4"	0	0	-	0
34	1"	0	0	-	0
35	1-1/2"	0	0	-	0
36	2"	0	0	-	0
37	3"	0	0	-	0
38	4"	0	0	-	0
39					
40	Gallorage		0	-	0
41					
42					
43	Total Multi-Family	<u>0</u>	<u>0</u>		<u>0</u>
44	Average Bill				<u>-</u>
45					
46	Fire Protection				
47	1"	0	NA	-	0
48	2"	0	NA	-	0
49	3"	0	NA	-	0
50	4"	0	NA	-	0
51	6"	0	NA	-	0
52	8"	0	NA	-	0
53					
54					
55					
56	Total Fire Protection	<u>0</u>	<u>NA</u>		<u>0</u>
57	Average Bill				<u>-</u>
58					
59	Subtotal				<u>19,849</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove

Schedule: E-2s

Docket No. 080121-WS

Page: 1 of 4

Historical Test Year Ending December 31, 2007

Preparer: G Prettyman

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) Effctv. Test Year Rate	(5) Test Year Revenue	(6) Rate Prior to Filing	(7) Proposed Usage	(8) Proposed Rate	(9) Revenue at Proposed
1	Residential								
2	5/8" X 3/4"	2,316	30,660	9.24	21,400	9.24		45.26	104,822
3	3/4"	0	0	-	0	9.24		45.26	0
4	1"	0	0	-	0	9.24		45.26	0
5	1-1/2"	0	0	-	0	9.24		45.26	0
6	2"	0	0	-	0	9.24		45.26	0
7	3"	0	0	-	0	9.24		45.26	0
8	4"	0	0	-	0	9.24		45.26	0
9	Gallorage cap (gallons)		10,000				6,000		
10	Capped Usage	-	15,867	3.24	51,409	3.24	11,374	8.73	99,297
11	Usage Above Cap	-	14,794				19,286		
12									
13	Total Residential	<u>2,316</u>	<u>30,660</u>		<u>72,809</u>		<u>30,660</u>		<u>204,119</u>
14	Average Bill				31.44				88.13
15									
16	Commercial								
17	5/8" X 3/4"	0	0	-	0	9.24		45.26	0
18	3/4"	0	0	-	0	13.84		67.89	0
19	1"	12	73	23.07	277	23.07		113.14	1,358
20	1-1/2"	0	0	-	0	46.17		226.29	0
21	2"	0	0	-	0	73.84		362.06	0
22	3"	0	0	-	0	147.73		724.12	0
23	4"	0	0	-	0	230.77		1,131.44	0
24									
25	Gallorage	-	73	3.24	237	3.24	73	10.48	765
26									
27									
28	Total Commercial	<u>12</u>	<u>73</u>		<u>513</u>		<u>73</u>		<u>2,123</u>
29	Average Bill				42.78				176.89
30									
31	Multi-Family								
32	5/8" X 3/4"	0	0	-	0	9.24		45.26	0
33	3/4"	0	0	-	0	13.84		67.89	0
34	1"	0	0	-	0	23.07		113.14	0
35	1-1/2"	0	0	-	0	46.17		226.29	0
36	2"	0	0	-	0	73.84		362.06	0
37	3"	0	0	-	0	147.73		724.12	0
38	4"	0	0	-	0	230.77		1,131.44	0
39									
40	Gallorage	-	0	-	0	3.24	0	10.48	0
41									
42									
43	Total Multi-Family	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>		<u>0</u>
44	Average Bill				-				-
45									
46	Flat Rate								
47	Res. Wastewater Only	0	0	-	0	-		112.65	0
48	Coml. Wastewater Only	0	0	-	0	-		701.21	0
49	Sprinkler Heads	0	NA	-	0	-		-	0
50	Reuse	0	NA	-	0	-		-	0
51	Total Flat Rate - Other	<u>0</u>	<u>0</u>		<u>0</u>				<u>0</u>
52									
53									
54	Subtotal				<u>73,322</u>				<u>206,242</u>
55	Unbilled Revenues				0				0
56	Guaranteed Revenues				0				0
57	Misc. Service Charge				0				0
58	Total Revenue				<u>73,322</u>				<u>206,242</u>
59	Booked Revenue				<u>74,077</u>				<u>206,242</u>
60	Difference				(755)				-1.0%

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove

Schedule: E-2s

Docket No. 080121-WS

Page: 2 of 4

Schedule Period: 1/1/07 - 4/30/07 (pre-Interim)

Preparer: G Prettyman

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) Period 1 Rates	(5) Period 1 Revenue
1	Residential				
2	5/8" X 3/4"	774	9,216	9.24	7,152
3	3/4"	0	0	9.24	0
4	1"	0	0	9.24	0
5	1-1/2"	0	0	9.24	0
6	2"	0	0	9.24	0
7	3"	0	0	9.24	0
8	4"	0	0	9.24	0
9	Gallage cap		10,000		
10	Capped Usage		5,025	3.24	16,282
11	Usage Above Cap		4,190		
12					
13	Total Residential	774	9,216		23,434
14	Average Bill				30.28
15					
16	Commercial				
17	5/8" X 3/4"	0	0	9.24	0
18	3/4"	0	0	13.84	0
19	1"	4	7	23.07	92
20	1-1/2"	0	0	46.17	0
21	2"	0	0	73.84	0
22	3"	0	0	147.73	0
23	4"	0	0	230.77	0
24					
25	Gallage		7	3.24	22
26					
27					
28	Total Commercial	4	7		114
29	Average Bill				28.58
30					
31	Multi-Family				
32	5/8" X 3/4"	0	0	9.24	0
33	3/4"	0	0	13.84	0
34	1"	0	0	23.07	0
35	1-1/2"	0	0	46.17	0
36	2"	0	0	73.84	0
37	3"	0	0	147.73	0
38	4"	0	0	230.77	0
39					
40	Gallage	-	0	3.24	0
41					
42					
43	Total Multi-Family	0	0		0
44	Average Bill				-
45					
46	Flat Rate				
47	Res. Wastewater Only	0	0	-	0
48	Coml. Wastewater Only	0	0	-	0
49	Sprinkler Heads	0	NA	-	0
50	Reuse	0	NA	-	0
51	Total Flat Rate - Other		0		0
52					
53					
54	Subtotal				23,548

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Schedule Period: 5/1/07 - 8/31/07 (Interim)

Water [] or Sewer [X]

Schedule: E-2s

Page: 3 of 4

Preparer: G Prettyman

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) Period 1 Rates	(5) Revenue at Per 1 Rates	(6) Period 2 Rates	(7) Period 2 Billed Rev.	(8) Period 2 Refunds
1	Residential							
2	5/8" X 3/4"	771	11,792	9.24	7,124	13.67	10,540	3,416
3	3/4"	0	0	9.24	0	13.67	0	0
4	1"	0	0	9.24	0	13.67	0	0
5	1-1/2"	0	0	9.24	0	13.67	0	0
6	2"	0	0	9.24	0	13.67	0	0
7	3"	0	0	9.24	0	13.67	0	0
8	4"	0	0	9.24	0	13.67	0	0
9	Gallorage cap		6,000					
10	Capped Usage		5,666	3.24	18,358	4.80	27,197	8,839
11	Usage Above Cap		6,126					
12								
13	Total Residential	<u>771</u>	<u>11,792</u>		<u>25,482</u>		<u>37,736</u>	<u>12,254</u>
14	Average Bill				<u>33.05</u>		<u>48.94</u>	
15								
16	Commercial							
17	5/8" X 3/4"	0	0	9.24	0	13.67	0	0
18	3/4"	0	0	13.84	0	20.48	0	0
19	1"	4	32	23.07	92	34.13	137	44
20	1-1/2"	0	0	46.17	0	68.31	0	0
21	2"	0	0	73.84	0	109.26	0	0
22	3"	0	0	147.73	0	218.59	0	0
23	4"	0	0	230.77	0	341.46	0	0
24								
25	Gallorage		32	3.24	103	4.80	153	50
26								
27								
28	Total Commercial	<u>4</u>	<u>32</u>		<u>196</u>		<u>290</u>	<u>94</u>
29	Average Bill				<u>48.91</u>		<u>72.41</u>	
30								
31	Multi-Family							
32	5/8" X 3/4"	0	0	9.24	0	0.00	0	0
33	3/4"	0	0	13.84	0	0.00	0	0
34	1"	0	0	23.07	0	0.00	0	0
35	1-1/2"	0	0	46.17	0	0.00	0	0
36	2"	0	0	73.84	0	0.00	0	0
37	3"	0	0	147.73	0	0.00	0	0
38	4"	0	0	230.77	0	0.00	0	0
39								
40	Gallorage		0	3.24	0	0.00	0	0
41								
42								
43	Total Multi-Family	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>
44	Average Bill							
45								
46	Flat Rate							
47	Res. Wastewater Only	0	0	-	0	0.00	0	0
48	Coml. Wastewater Only	0	0	-	0	0.00	0	0
49	Sprinkler Heads	0	NA	-	0	0.00	0	0
50	Reuse	0	NA	-	0	0.00	0	0
51	Total Flat Rate - Other	<u>0</u>			<u>0</u>		<u>0</u>	<u>0</u>
52								
53								
54	Subtotal				<u>25,678</u>		<u>38,026</u>	<u>12,348</u>

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Schedule Period: 9/1/07 - 12/31/07 (post-Interim)

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.

Schedule: E-2s

Page: 4 of 4

Preparer: G Prettyman

Line No.	(1) Class/Meter Size	(2) Number Bills	(3) Consumption in 1,000 gal.	(4) Period 3 Rates	(5) Period 3 Revenue
1	Residential				
2	5/8" X 3/4"	771	9,653	9.24	7,124
3	3/4"	0	0	9.24	0
4	1"	0	0	9.24	0
5	1-1/2"	0	0	9.24	0
6	2"	0	0	9.24	0
7	3"	0	0	9.24	0
8	4"	0	0	9.24	0
9	Gallage cap		10,000		
10	Capped Usage		5,176	3.24	16,769
11	Usage Above Cap		4,478		
12					
13	Total Residential	771	9,653		23,893
14	Average Bill				30.99
15					
16	Commercial				
17	5/8" X 3/4"	0	0	9.24	0
18	3/4"	0	0	13.84	0
19	1"	4	34	23.07	92
20	1-1/2"	0	0	46.17	0
21	2"	0	0	73.84	0
22	3"	0	0	147.73	0
23	4"	0	0	230.77	0
24					
25	Gallage		34	3.24	111
26					
27					
28	Total Commercial	4	34		203
29	Average Bill				50.85
30					
31	Multi-Family				
32	5/8" X 3/4"	0	0	9.24	0
33	3/4"	0	0	13.84	0
34	1"	0	0	23.07	0
35	1-1/2"	0	0	46.17	0
36	2"	0	0	73.84	0
37	3"	0	0	147.73	0
38	4"	0	0	230.77	0
39					
40	Gallage		0	3.24	0
41					
42					
43	Total Multi-Family	0	0		0
44	Average Bill				-
45					
46	Flat Rate				
47	Res. Wastewater Only	0	0	-	0
48	Coml. Wastewater Only	0	0	-	0
49	Sprinkler Heads	0	NA	-	0
50	Reuse	0	NA	-	0
51	Total Flat Rate - Other				0
52					
53					
54	Subtotal				24,096

Customer Monthly Billing Schedule

Florida Public Service Commission

Kings Cove

Schedule: E-3

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: S Szczygiel

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) Trailer	(6) Private Fire Protection	(7) Other (Irrigation)	(8) Total
1	Jan-07	206	0	0	0	0	0	206
2	Feb-07	205	0	0	0	0	0	205
3	Mar-07	205	0	0	0	0	0	205
4	Apr-07	205	0	0	0	0	0	205
5	May-07	205	0	0	0	0	0	205
6	Jun-07	205	0	0	0	0	0	205
7	Jul-07	205	0	0	0	0	0	205
8	Aug-07	204	0	0	0	0	0	204
9	Sep-07	203	0	0	0	0	0	203
10	Oct-07	204	0	0	0	0	0	204
11	Nov-07	203	0	0	0	0	0	203
12	Dec-07	203	0	0	0	0	0	203
13	Total Water	2,453	0	0	0	0	0	2,453

SEWER

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) Multi-Family Trailer	(5) Trailer	(6) Private Fire Protection	(7) Other (Irrigation)	(8) Total
14	Jan-07	198	0	0	0	0	0	198
15	Feb-07	197	0	0	0	0	0	197
16	Mar-07	197	0	0	0	0	0	197
17	Apr-07	197	0	0	0	0	0	197
18	May-07	197	0	0	0	0	0	197
19	Jun-07	197	0	0	0	0	0	197
20	Jul-07	197	0	0	0	0	0	197
21	Aug-07	196	0	0	0	0	0	196
22	Sep-07	195	0	0	0	0	0	195
23	Oct-07	196	0	0	0	0	0	196
24	Nov-07	195	0	0	0	0	0	195
25	Dec-07	195	0	0	0	0	0	195
26	Total Sewer	2,357	0	0	0	0	0	2,357

Miscellaneous Service Charges

Florida Public Service Commission

Kings Cove

Schedule: E-4

Docket No. 080121-WS

Page: 1 of 2

Historical Test Year Ending December 31, 2007

Preparer: J Lihvarcik

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)		(3)		(4)		(5)	
		Present Bus. Hrs.	Present After Hrs.	Present Bus. Hrs.	Present After Hrs.	Proposed Bus. Hrs.	Proposed After Hrs.	Proposed Bus. Hrs.	Proposed After Hrs.
1	Initial Connection	15.00	-			50.00		75.00	
2									
3	Normal Reconnect	15.00	-			50.00		75.00	
4									
5	Violation Reconnect	15.00	-			75.00		115.00	
6									
7	Premises Visit	10.00	-			50.00		75.00	
8									
9	Late Payment Fees	-				5.00			
10									

SEWER

Line No.	(1) Type Charge	(2)		(3)		(4)		(5)	
		Present Bus. Hrs.	Present After Hrs.	Present Bus. Hrs.	Present After Hrs.	Present Bus. Hrs.	Present After Hrs.	Proposed Bus. Hrs.	Proposed After Hrs.
11	Initial Connection	15.00	-			50.00		75.00	
12									
13	Normal Reconnect	15.00	-			50.00		75.00	
14									
15	Violation Reconnect	At Cost	-			Actual cost		Actual cost	
16									
17	Premises Visit	10.00	-			50.00		75.00	
18									
19	Late Payment Fees	-				5.00			
20									
21									

DEPOSITS (REFUNDABLE)

Line No.	Class	Meter Size	Water		Sewer	
			Present	Proposed	Present	Proposed
23	not specified	All sizes	40.00		45.00	
24	not specified	5/8 X 3/4"	-		-	
25	not specified	1"	-		-	
26	not specified	1.5"	-		-	
27	not specified	Over 2"	-		-	
28						
29						
30	Residential	All sizes	-		-	
31	Residential	5/8 X 3/4"	-	133.15	-	176.27
32	Residential	1"	-	Two x Estimated Monthly Bill	-	Two x Estimated Monthly Bill
33	Residential	1.5"	-		-	
34	Residential	Over 2"	-		-	
35						
36	General	All sizes	-	Two x est'd monthly Bill	-	Two x est'd monthly Bill
37	General	5/8 X 3/4"	-		-	
38	General	1"	-		-	
39	General	1.5"	-		-	
40	General	2"	-		-	
41	General	4"	-		-	
42	General	8"	-		-	

Miscellaneous Service Charges

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Explanation: Provide a schedule of derivation of charges

Schedule: E-4
Page: 2 of 2
Preparer: J Lihvarcik

Line No.	(1) Description	(2)	(3) Annual Pay	(4) Base	(5)	(6) Hourly Rate	(7)	(8)	(9)
1	Field Employee								
2	Sr. Facility Operator		62,491.88						
3	Utility Tech Coordinator		39,832.42						
4	Utility Tech I		26,902.50						
5	Utility Tech I		25,038.91						
6	Utility Tech I		25,681.60						
7	Utility Tech I		17,400.00						
8	Utility Tech II		26,571.48						
9	Utility Tech II		25,601.00						
10	Utility Tech II		26,700.00						
11	Utility Tech II		24,914.00	Hours/Year					
12	Field Employees Average Base		<u>30,113.38</u>	2,080				<u>14.48</u>	
13				Rate					
14	P/R Overhead			30.0%				4.34	
15	Field/Office Overhead			10.0%				1.45	
16	Field Employees Loaded Cost							<u>20.27</u>	
17									
18	Office Employee								
19	Administrative Assistant		29,537.19						
20	Administrative Assistant		36,468.07						
21	New Business Coordinator		47,362.58						
22	Office Clerk		23,493.54						
23	Operations Support Coordinator		55,941.12	Hours/Year					
24	Office Employees Average Salary		<u>38,560.50</u>	2,080				<u>18.54</u>	
25				Rate					
26	P/R Overhead			30.0%				5.56	
27	Field/Office Overhead			15.0%				2.78	
28	Office Employees Loaded Cost							<u>26.88</u>	
29									
30	Calculation of Miscellaneous Service Charges								
31	Description		# Hours	Hourly Rate	Labor Cost	Other Cost	Total Cost	Proposed Fee	
32	Collect Delinquent Account								
33	(CSR takes average 1 hour to process the delinquent account work.)								
34	Office		1	26.88	26.88	-	<u>26.88</u>	25.00	
35									
36	Connections, Premises Visits / Service Calls in Normal Hours								
37	(Technician to respond, evaluate, fix and complete service order takes average 1.5 hours. Customer service takes average 45 minutes to handle call, prepare work order, and close out work order when technician completes work.)								
38									
39	Field		1.5	20.27	30.40	-	30.40		
40	Office		0.75	26.88	20.16	-	<u>20.16</u>		
41	Total				<u>50.56</u>	-	<u>50.56</u>	50.00	
42									
43	Connections, Premises Visits / Service Calls After Hours								
44	= 1.5 X Connections in Normal Hours above				75.85	-	<u>75.85</u>	75.00	
45									
46	Reconnect Disconnected Service in Normal Hours								
47	(= Collect Del. Acct + Connections in Normal Hours above)				77.44	-	<u>77.44</u>	75.00	
48									
49	Reconnect Disconnected Service After Hours								
50	(1.5 X Sum of Reconnection and Collection Delinquent Account. During this period an answering service receives customer calls and dispatches to our FSRs on call.)								
51									
52	= 1.5 X Reconnect in Normal Hours above				116.17	-	116.17		
53	Answering Service Cost					2.00	<u>2.00</u>		
54	Total				<u>116.17</u>	<u>2.00</u>	<u>118.17</u>	115.00	
55									
56	Customer requested change of mailing address								
57	Office		0.12	26.88	3.23	-	<u>3.23</u>	3.00	

Miscellaneous Service Charge Revenue

Florida Public Service Commission

Kings Cove
 Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: E-5
 Page: 1 of 1
 Preparer: S Szczygiel

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-07	0	0	0	0	0	0
2	Feb-07	15	0	0	0	0	15
3	Mar-07	20	0	0	0	0	20
4	Apr-07	0	15	0	0	0	15
5	May-07	0	0	0	0	10	10
6	Jun-07	0	90	0	0	0	90
7	Jul-07	0	15	0	0	0	15
8	Aug-07	0	45	0	0	0	45
9	Sep-07	0	0	0	0	10	10
10	Oct-07	0	15	0	0	0	15
11	Nov-07	15	0	0	0	0	15
12	Dec-07	0	0	0	0	0	0
13							
14	Total Water	50	180	0	0	20	250
15	Annual Events	3	12	0	0		
16							
17	Proposed Rate	50	50	75	50	5	
18	Proposed Revenue	150	600	0	0	20	770
SEWER							
19	Jan-07	0	0	0	0	0	0
20	Feb-07	0	0	0	0	0	0
21	Mar-07	0	0	0	0	0	0
22	Apr-07	0	0	0	0	0	0
23	May-07	0	0	0	0	0	0
24	Jun-07	0	0	0	0	0	0
25	Jul-07	0	0	0	0	0	0
26	Aug-07	0	0	0	0	0	0
27	Sep-07	0	0	0	0	0	0
28	Oct-07	0	0	0	0	0	0
29	Nov-07	0	0	0	0	0	0
30	Dec-07	0	0	0	0	0	0
31							
32	Total Sewer	0	0	0	0	0	0
33	Annual Events	0	0	0	0		
34							
35	Proposed Rate	50	50	Actual cost	50	5	
36	Proposed Revenue	0	0	0	0	0	0

Public Fire Hydrants Schedule

Florida Public Service Commission

Kings Cove

Schedule: E-6

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: J Lihvarcik

Water [X] or Sewer []

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

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

1	Any fire hydrant information is detailed on enclosed system maps		
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Private Fire Protection Service

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007
Water [X] or Sewer []

Schedule: E-7
Page: 1 of 1
Preparer: J Lihvarcik

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		

Contracts and Agreements Schedule

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007

Schedule: E-8
Page: 1 of 1
Preparer: J Lihvarcik

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	(1)	(2)
No.	Type	Description

None

Tax or Franchise Fee Schedule

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: E-9
 Page: 1 of 1
 Preparer: S Szczygiel

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.	2,784	Included in overall cost of service	None

SEWER

2	Regulatory Assessment Fee	Florida Public Service Comm.	3,333	Included in overall cost of service	None
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Service Availability Charges Schedule

Florida Public Service Commission

Kings Cove

Schedule: E-10

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: J Lihvarcic

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) Size Unit	(3) Present Charges	(4) Proposed Charges
WATER				
1	Service Installation Charge	5/8"	-	1,000.00
2		3/4"	-	Actual Costs
3	(Service Line Size)	1"	Actual Costs	Actual Costs
4		1 1/2"	Actual Costs	Actual Costs
5		2"	Actual Costs	Actual Costs
6		Over 2"	Actual Costs	Actual Costs
7				
8	Meter Installation Fee	5/8"	100.00	210.00
9	(Meter Size)	3/4"	100.00	Actual Costs
10		1"	100.00	Actual Costs
11		1 1/2"	Actual Costs	Actual Costs
12		2"	Actual Costs	Actual Costs
13		Over 2"	Actual Costs	Actual Costs
14				
15	Back Flow Preventor Installation Fee	All sizes	-	Actual Costs
16				
17				
18				
19				
20				
21				
22	Plant Capacity Charge	ERC	125.00	700.00
23		Per Gallon Equivalent	-	2.75
24				
25	Main Extension Charge	ERC	200.00	446.00
26		Per Foot Equivalent	-	5.37
SEWER				
27	Service Installation Charge	=<4"		2,000.00
28		>4"		Actual Costs
29		<=2"	-	
28		>2"	Actual Costs	
29				
30				
31				
32				
33				
34	Plant Capacity Charge	ERC	300.00	1,300.00
35		Per Gallon Equivalent	1.25	7.60
36				
37	Main Extension Charge	ERC	1,000.00	480.00
38		Per Foot Equivalent	4.17	7.38
39				
40				
41				
42				
43				
44				

Guaranteed Revenues Received

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Schedule: E-11
 Page: 1 of 1
 Preparer: J Lihvarcik

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

Kings Cove

Schedule: E-12

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: N/A

Water [X] or Sewer [X]

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.

Billing Analysis Schedules

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007
 Water [X] or Sewer [X]
 Customer Class:
 Meter Size:

Schedule: E-14
 Page: 1 of 1
 Preparer: G Prettyman

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

See attached Bill Analyses

**Kings Cove
ENGINEERING SCHEDULES**

<u>SCHEDULE TITLE</u>	<u>SCHEDULE NUMBER</u>	<u>PAGE NUMBER</u>
Gallons of Water Pumped, Sold & Unaccounted For	F-1	129
Gallons of Wastewater Treated	F-2	130
Water Treatment Plant Data	F-3	131
Wastewater Treatment Plant Data	F-4	132
Used and Useful Calculations - Water Treatment Plant	F-5	133
Used and Useful Calculations - Sewer Treatment Plant	F-6	134
Used and Useful Calculation - Distribution & Collection Systems	F-7	135
Margin Reserve Calculations	F-8	136
Equivalent Residential Connections Calculation - Water	F-9	137
Equivalent Residential Connections Calculation - Sewer	F-10	138

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

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: F-1

Page: 1 of 1

Preparer: J Lihvarcik

Explanation: Provide a schedule of gallons of water pumped, sold and unaccounted for each month of the test year. The gallons pumped should match the flows shown on the monthly operating reports sent to DEP. The other uses may include plant use, flushing of hydrants and water and sewer lines, line breakages and fire flows. Provide all calculations to substantiate the other uses. If unaccounted for water is greater than 10%, provide an explanation as to the reasons why.

Line No.	Month	(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-07	2,475	0	1,995	4	477	
2	Feb-07	2,130	0	1,716	59	355	
3	Mar-07	3,616	0	2,914	1,063	(360)	
4	Apr-07	3,673	0	2,960	4	710	
5	May-07	4,042	0	3,837	54	152	
6	Jun-07	3,124	0	2,965	4	155	
7	Jul-07	2,479	0	2,353	12	114	
8	Aug-07	3,196	0	3,033	778	(615)	
9	Sep-07	2,743	0	2,561	4	178	
10	Oct-07	2,376	0	2,218	84	74	
11	Nov-07	2,750	0	2,567	4	179	
12	Dec-07	2,964	0	2,768	4	193	
13	TOTAL	35,567	0	31,887	2,069	1,611	4.5%

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

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007

Schedule: F-2
Page: 1 of 1
Preparer: J Lihvarcik

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

Line No.	Month 2005	(1)	(2)	(3)	(4)	(5)	(6)
		Individual Plant Flows				Total Plant Flows	Total Purch. Sewage Treatment
		STP#1	(Name)	(Name)	(Name)		
1	Jan	1,022	0	0	0	1,022	0
2	Feb	881	0	0	0	881	0
3	Mar	1,037	0	0	0	1,037	0
4	Apr	886	0	0	0	886	0
5	May	880	0	0	0	880	0
6	Jun	797	0	0	0	797	0
7	Jul	878	0	0	0	878	0
8	Aug	895	0	0	0	895	0
9	Sep	875	0	0	0	875	0
10	Oct	1,015	0	0	0	1,015	0
11	Nov	907	0	0	0	907	0
12	Dec	916	0	0	0	916	0
13	Total	10,989	0	0	0	10,989	0

Water Treatment Plant Data

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: F-3

Page: 1 of 1

Preparer: J Lihvarcik

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

Line No.	Description	Date	GPD
1	Plant Capacity: The hydraulic rated capacity. If different from that shown on the DEP operating or construction permit, provide an explanation.		378,000
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.	05/05/07	210,400
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	05/05/07 210,400
		2	05/09/07 191,300
		3	05/30/07 178,500
		4	05/23/07 176,700
		5	05/02/07 172,400
		Average	<u>185,860</u>
4	Average Daily Flow		97,443
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.		60,000

Sewer Treatment Plant Data

Kings Cove
Docket No. 080121-WS
 Historical Test Year Ending December 31, 2007

Florida Public Service Commission

Schedule: F-4
 Page: 1 of 1
 Preparer: J Lihvarcik

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 Protection.

Line No.	Description	Month	GPD
1	Plant Capacity: The hydraulic rated capacity. If different from that shown on the DEP operating or construction permit, provide an explanation.		<u>55,000</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>33,000</u>

Used and Useful Calculations
Water Treatment Plant

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007

Schedule: F-5
Page: 1 of 1
Preparer: J 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).

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
WELLS, Interim														
Line No.	Storage	Max Day (GPM)	Peak Hour, MD X 2 (GPM)	Excess Unaccounted for Water (GPM)	MD less Excess Unaccounted for Water (GPM)	PH less Excess Unaccounted for Water (GPM)	Interim Margin Reserve Ratio	Demand (GPM)	Maximum Supply Well (GPM)	Total Well Capacity (GPM)	Remaining Well Capacity (GPM)	Wells Interim U&U Calculated	Wells Interim U&U Used	
1	no	146.11	292.22	-	-	292.22	1.03	299.99	300	525	225	133.33%	100.00%	

WELLS, Permanent

Line No.	Storage	Multiple Wells	Max Day (GPM)	Margin Reserve Ratio	Excess Unaccounted for Water (GPM)	Fire Flow (GPM)	Peak Hour Demand for Systems with No Storage (GPM)	Max Day Demand for Systems with Storage (GPD)	Maximum Supply Well (GPM)	Total Well Capacity (GPM)	Firm Reliable Capacity for Systems with No Storage (GPM)	Firm Reliable Capacity for Systems with Storage (GPD)	Wells Permanent U&U Calculated	Wells Permanent U&U Used *
2	no	yes	146.11	1.03	-	41.67	341.66	-	300	525	225	-	151.85%	100.00%
3														
4														
5														

STORAGE

Line No.	Average 5 Max Day Demand	Peak Hour A5MDD X 2	Reliable Storage	Interim Storage U&U Calculated	Interim Storage U&U Used	Bottom Drain	Max Day (GPD)	Margin Reserve Ratio	Excess Unaccounted for Water (GPD)	Fire Flow (GPD)	Peak Day Demand (GPD)	Usable Storage (Gal.)	Permanent Storage U&U Calculated	Permanent Storage U&U Used
6	185,860	371,720	-	na	100.00%	-	210,400	1.03	-	60,000	275,996	-	na	100.00%

**Used and Useful Calculations
Sewer Treatment Plant**

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007

Schedule: F-6
Page: 1 of 1
Preparer: J 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).

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Line No.	Average Daily Demand (GPD)	Treated (GPD)	I&I%	Excess I&I (GPD)	Margin Reserve Ratio	Adjusted Average Daily Demand (GPD)	Plant Capacity (GPD)	Treatment U&U Calculated	Treatment U&U Used		
1	30,107	41,288	N/A	-	1.01	30,379	55,000	55.23%	100.00%		

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

Inflow and Infiltration Calculations

	8" Gravity Sewer Ft	8" Gravity Sewer Inch Ft	6" Gravity Sewer	6" Gravity Sewer Inch Ft	Total Inch Ft	Total Inch Miles	Daily Allowance - 500 GPD / In Mile	Annual Acceptable Infiltration	Inflow @ 10% of Water Sold	Acceptable I&I	Gallons Sold - Sewer Customers
3	11,905	95,240	-	-	95,240	18.04	9,019	3,291,913	3,073,340	6,365,253	30,733,400
	Residential % of Gallons Sold	Residential Water Sold	Residential Estimated Return 80%	General Service Water Sold	General Service Estimated Return 96%	Acceptable Amount of Wastewater	Acceptable Wastewater and I&I	Treated Gal	Total Excess I&I	% of Excess I&I Calculated	% of Excess I&I Used
4	99.76%	30,660,400	24,528,320	73,000	70,080	24,598,400	30,963,653	10,990,000	(19,973,653)	N/A	N/A
5											

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

Florida Public Service Commission

Kings Cove
Docket No. 080121-WS
Historical Test Year Ending December 31, 2007

Schedule: F-7
Page: 1 of 1
Preparer: J Guastella

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.	(1) ERCs 2012*	(2) Lots Fronting Mains	(3) U&U as Calculated	(4) Interim U&U Used	(5) Permanent U&U Used
Water					
1	210.0	206	na	100.00%	100.00%
Sewer					
2	199.2	198	100.58%	100.00%	100.00%

* 2012 Trended ERCs based on Consumption & Map Counts

Margin Reserve Calculations - Water & Sewer**Florida Public Service Commission****Kings Cove****Docket No. 080121-WS**

Historical Test Year Ending December 31, 2007

Schedule: F-8

Page: 1 of 1

Preparer: J 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	2003	203.2	204.7	204.1	
2	2004	203.3	204.8	205.2	
3	2005	204.9	205.8	206.4	
4	2006	207.8	207.8	207.6	
5	2007	209.0	209.0	208.7	
6	2008			209.9	0.56%
7	2009			211.1	0.56%
8	2010			212.2	0.55%
9	2011			213.4	0.55%
10	2012			214.6	0.55% 5 yrs beyond 2007
X Coefficient(s)				1.167	
SEWER					
11	2003	197.3	198.8	198.7	
12	2004	198.0	199.5	199.2	
13	2005	198.1	199.0	199.6	
14	2006	199.8	199.8	200.1	
15	2007	201.0	201.0	200.5	
16	2008			201.0	0.23%
17	2009			201.4	0.23%
18	2010			201.9	0.23%
19	2011			202.4	0.23%
20	2012			202.8	0.23% 5 yrs beyond 2005
X Coefficient(s)				0.458	

Equivalent Residential Connections - Water

Florida Public Service Commission

Kings Cove

Schedule: F-9

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: J 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	2003	201	203	202.0	33,712	166.891	33,712	202.0	
2	2004	203	204	203.5	32,446	159.440	32,446	203.5	0.74%
3	2005	204	207	205.5	28,075	136.618	28,075	205.5	0.98%
4	2006	207	206	206.5	38,446	186.179	38,446	206.5	0.49%
5	2007	206	203	204.5	32,409	158.480	32,409	204.5	-0.97%
Average Growth Through 5-Year Period (Col. 8)									0.31%

Equivalent Residential Connections - Sewer

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Schedule: F-10

Page: 1 of 1

Preparer: J 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	2003	193	198	195.5	16,701	85.427	16,701	195.5	
2	2004	198	198	198.0	16,882	85.263	16,882	198.0	1.28%
3	2005	198	199	198.5	16,215	81.688	16,215	198.5	0.25%
4	2006	199	198	198.5	17,448	87.899	17,448	198.5	0.00%
5	2007	198	195	196.5	14,361	73.084	14,361	196.5	-1.01%
Average Growth Through 5-Year Period (Col. 8)									0.13%

Kings Cove
INTERIM RATE SCHEDULES
Revision 1

<u>SCHEDULE TITLE</u>	Revision 1 <u>SCHEDULE</u> <u>NUMBER</u>	<u>PAGE</u> <u>NUMBER</u>
Rate Schedule - Interim Rates	G-1	141
Schedule of Rate Base - Interim Rates	G-2	142
Schedule of Adjustments to Rate Base - Interim	G-3	143
Schedule of Net Operating Income - Interim	G-4	144
Schedule of Adjustments to Operating Income - Interim	G-5	145
Schedule of Requested Cost of Capital - Interim	G-6	146

Rate Schedule - Interim Rates

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Water [X] Sewer [X]

Schedule: G-1

Page: 1 of 1

Preparer: T Rendell

Explanation: Provide a schedule of present and proposed interim rates

Line No.	(1) Class/Meter Size	(2) Present Rates	(3) Unlimited Interim Rates	(4) Limited Interim Rates	(5) Class/Meter Size	(6) Present Rates	(7) Unlimited Interim Rates	(8) Limited Interim Rates
	WATER		13.9%	13.9%			18.3%	18.3%
1	Residential				SEWER Residential			
2	5/8" X 3/4"	8.12	9.25	9.25	All Meter Sizes	9.24	10.93	10.93
3	3/4"	12.20	13.89	13.89	3/4"	13.84	16.37	16.37
4	1"	20.32	23.14	23.14	1"	23.07	27.28	27.28
5	1-1/2"	40.65	46.30	46.30	1-1/2"	46.17	54.60	54.60
6	2"	65.05	74.09	74.09	2"	73.84	87.32	87.32
7	3"	130.11	148.18	148.18	3"	147.73	174.70	174.70
8	4"	203.27	231.50	231.50	4"	230.77	272.91	272.91
9	6"	406.54	463.01	463.01	6"	461.59	545.87	545.87
10	8"	-	-	-	8"	-	-	-
11	10"	-	-	-	10"	-	-	-
12	Gallorage, Block 1	1.31	1.49	1.49	Gallorage cap (gallons)	10,000	10,000	10,000
13	Block 2	1.31	1.49	1.49	Gallorage charge	3.24	3.83	3.83
14	Block 3	1.31	1.49	1.49				
15	General Service				General Service			
16	5/8" X 3/4"	8.12	9.25	9.25	5/8" X 3/4"	9.24	10.93	10.93
17	3/4"	12.20	13.89	13.89	3/4"	13.84	16.37	16.37
18	1"	20.32	23.14	23.14	1"	23.07	27.28	27.28
19	1-1/2"	40.65	46.30	46.30	1-1/2"	46.17	54.60	54.60
20	2"	65.05	74.09	74.09	2"	73.84	87.32	87.32
21	3"	130.11	148.18	148.18	3"	147.73	174.70	174.70
22	4"	203.27	231.50	231.50	4"	230.77	272.91	272.91
23	6"	406.54	463.01	463.01	6"	461.59	545.87	545.87
24	8"	-	-	-	8"	-	-	-
25	10"	-	-	-	10"	-	-	-
26	Gallorage charge	1.22	1.39	1.39	Gallorage charge	3.24	3.83	3.83
27	Fire Protection				Flat Rate			
28	2"	-	-	-	Res. Wastewater Only	-	-	-
29	3"	-	-	-	Com. Wastewater Only	-	-	-
30	4"	-	-	-	Sprinkler Heads	-	-	-
31	6"	-	-	-	Reuse	-	-	-
32	8"	-	-	-				
33	10"	-	-	-				

Supporting Schedules: G-4

Schedule of Rate Base - Interim Rates

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical Projected

Schedule: G-2

Page: 1 of 1

Preparer: R Griffin/J Guastella

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

Line No.	(1) Description	(2) Adjusted Average Balance	(3) Adjustments for Non-U&U	(4) Adjustments Last Rate Case	(5) Interim Rate Base	(6) Supporting Schedule(s)
WATER						
1	Utility Plant in Service	291,032	0	0	291,032	A-5
2	Utility Land & Land Rights	1,976		0	1,976	A-5
3	Construction Work in Progress	0		0	0	A-1
4	Less: Accumulated Depreciation	(133,826)	0	0	(133,826)	A-9
5	Less: CIAC	(101,139)	0	0	(101,139)	A-12
6	Accumulated Amortization of CIAC	50,803	0	0	50,803	A-14
7	Acquisition Adjustments	0		0	0	A-1
8	Less: Accum. Amort. of Acq. Adjustments	0		0	0	A-1
9	Less: Advances For Construction	0		0	0	A-1
10	Working Capital Allowance	13,415		0	13,415	A-1
11	Total Rate Base	<u>122,262</u>	<u>0</u>	<u>0</u>	<u>122,262</u>	
SEWER						
12	Utility Plant in Service	403,363	0	0	403,363	A-6
13	Utility Land & Land Rights	13,389		0	13,389	A-6
14	Construction Work in Progress	0		0	0	A-2
15	Less: Accumulated Depreciation	(203,232)	0	0	(203,232)	A-10
16	Less: CIAC	(170,111)	0	0	(170,111)	A-12
17	Accumulated Amortization of CIAC	99,299	0	0	99,299	A-14
18	Less: Accum. Amort. of Acq. Adjustments	0		0	0	A-2
19	Less: Advances For Construction	0		0	0	A-2
20	Working Capital Allowance	12,234		0	12,234	A-2
21	Total Rate Base	<u>154,942</u>	<u>0</u>	<u>0</u>	<u>154,942</u>	

Schedule of Adjustments to Rate Base - Interim

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical Projected

Water Sewer

Schedule: G-3

Page: 1 of 1

Preparer: R Griffin

Explanation: Provide an explanation of adjustments to reach the Interim Rate Base

Line No.	(1) Description	(2) Interim Water	(3) Interim Sewer
1	USED & USEFUL ADJUSTMENT TO 2007 TEST YEAR RATE BASE FOR INTERIM RATE PURPOSES		
2			
3	Utility Plant in Service	0	0
4	For Water details see schedules A-5, F-5, and F-7		
5	For Sewer details see schedules A-6, F-6, and F-7		
6			
7	Accumulated Depreciation	0	0
8	For Water details see schedules A-9, F-5, and F-7		
9	For Sewer details see schedules A-10, F-6, and F-7		
10			
11			
12	Total Rate Base	0	0

Schedule of Net Operating Income - Interim

Florida Public Service Commission

Kings Cove

Schedule: G-4

Docket No. 080121-WS

Page: 1 of 1

Historical Test Year Ending December 31, 2007

Preparer: S Szczygiel

Historical Projected

Water Sewer

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Line No. Description	Utility Adjusted Test Year	Adjustments for Non-U&U	Utility Interim Adjustments	Adjusted Interim Test Year	Interim Increase	Requested Interim Revenues	Standalone % Increase	Unlimited % Increase	Supporting Schedules
Water									
1 Water Sales Revenues	61,595		0	61,595	8,622	70,217	14.00%	13.9%	E-2w
2 Other Revenues	250		0	250	0	250			E-2w
3 OPERATING REVENUES	61,845	0	0	61,845	8,622	70,467			
4 Operation & Maintenance	49,358		0	49,358	127	49,486			B-5
5 Depreciation, net of CIAC Amort.	1,875	0	0	1,875		1,875			B-13
6 Amortization	0		0	0		0			
7 Taxes Other Than Income	5,792	(51)	0	5,741	388	6,129			B-15
8 Provision for Income Taxes	927		0	927	3,127	4,054			C-1
9 OPERATING EXPENSES	57,952	(51)	0	57,902	3,642	61,544			
10 NET OPERATING INCOME	3,892	51	0	3,943	4,980	8,923			
11 RATE BASE	122,262			122,262		122,262			A-1
12 RATE OF RETURN	3.18%			3.23%		7.30%			
Sewer									
13 Sewer Sales Revenues	73,322		0	73,322	13,434	86,756	18.32%	18.3%	E-2s
14 Other Revenues	0		0	0	0	0			E-2s
15 OPERATING REVENUES	73,322	0	0	73,322	13,434	86,756			
16 Operation & Maintenance	72,465		0	72,465	198	72,664			B-6
17 Depreciation, net of CIAC Amort.	(9,893)	0	0	(9,893)		(9,893)			B-14
18 Amortization	0		0	0		0			
19 Taxes Other Than Income	2,919	3,983	0	6,902	604	7,506			B-15
20 Provision for Income Taxes	307		0	307	4,872	5,180			C-1
21 OPERATING EXPENSES	65,798	3,983	0	69,781	5,675	75,456			
22 NET OPERATING INCOME	7,524	(3,983)	0	3,541	7,759	11,300			
23 RATE BASE	154,942			154,942		154,942			A-2
24 RATE OF RETURN	4.86%			2.29%		7.29%			

Schedule of Adjustments to Operating Income - Interim

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [X] Projected []

Water [X] Sewer [X]

Schedule: G-5

Page: 1 of 1

Preparer: S Szczygiel

Explanation: Provide an explanation of adjustments to calculate Interim Operating Expenses

Line No.	(1) Description	(2) Interim Water	(3) Interim Sewer
USED & USEFUL ADJUSTMENT TO 2005 TEST YEAR			
1	Depreciation Expense for Interim Rate purposes	0	0
2	For Water details see schedules B-13, F-5, and F-7		
3	For Sewer details see schedules B-14, F-6, and F-7		
4			
5	Property Taxes for Interim Rate purposes	(51)	3,983
6	For details see schedule B-15		
UTILITY PROJECTED REVENUE REQUIREMENT ADJUSTMENTS			
7	NET OPERATING REVENUE		
8	Required Revenue Adjustment	8,622	13,434
9			
10	OPERATIONS & MAINTENANCE		
11	Impact of Revenue Increase on Bad Debt Expense	127	198
12			
13	TAXES OTHER THAN INCOME TAX		
14	RAF on Revenue Adjustment @ 4.50%	388	605
15			
16	INCOME TAX ADJUSTMENT		
17	Rate Year Revenue at Present Rates	61,845	73,322
18	Plus Required Revenue Adjustment	8,622	13,434
19	Rate Year Revenue at Proposed Rates	70,467	86,756
20			
21	Less Operating Expenses Before Income Taxes	(57,490)	(70,276)
22	Less Interest Expense	(2,467)	(3,052)
23	Taxable Income	10,510	13,428
24	Income Tax at Composite Rate of 38.58%	4,054	5,180
25	Less Income Tax at Present Rates	(927)	(307)
26			
27	Income Tax Adjustment	3,127	4,872

Schedule of Requested Cost of Capital

Florida Public Service Commission

Kings Cove

Docket No. 080121-WS

Historical Test Year Ending December 31, 2007

Historical [] Projected []

Water [X] Sewer [X]

Schedule: G-6

Page: 1 of 1

Preparer: S Anzaldo

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	42,234	34.54%	5.10%	1.76%	2,155	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	69,811	57.10%	9.25%	5.28%	6,456	D-2
5	Customer Deposits	5,199	4.25%	6.00%	0.26%	312	D-2
6	Accumulated Deferred Income Taxes	5,018	4.10%	0.00%	0.00%	0	D-2
7	Total	<u>122,262</u>	<u>100.00%</u>		<u>7.30%</u>	<u>8,923</u>	
SEWER							
8	Long-Term Debt	53,959	34.83%	5.10%	1.78%	2,753	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	89,192	57.57%	9.25%	5.32%	8,248	D-2
12	Customer Deposits	4,975	3.21%	6.00%	0.19%	299	D-2
13	Accumulated Deferred Income Taxes	6,815	4.40%	0.00%	0.00%	0	D-2
14	Total	<u>154,942</u>	<u>100.00%</u>		<u>7.29%</u>	<u>11,300</u>	

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