



Aqua Utilities Florida, Inc.
2228 Capital Circle NE, Ste. 2A
Tallahassee, FL 32308

December 10, 2010

Katherine E. Fleming
Office of General Counsel
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

RECEIVED-FPSC
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COMMISSION
CLERK

Re: Docket No. 100330-WS - Application for increase in water/wastewater rates in Alachua, Brevard, DeSoto, Hardee, Highlands, Lake, Lee, Marion, Orange, Palm Beach, Pasco, Polk, Putnam, Seminole, Sumter, Volusia, and Washington Counties by Aqua Utilities Florida, Inc. – Staff Seventh Data Request

Dear Ms. Fleming:

By this letter, Aqua Utilities Florida, Inc. (AUF or Company) provides its response to the Staff's Seventh Data Request.

1. Please explain the variance in the Utility's bad debt expense amounts recorded in the 2007, 2008, and 2009 FPSC annual reports and the bad debt expense amounts listed in AUF's Response to OPC's First Set of Interrogatories, No. 49.

Response:

AUF's attachment to its response to OPC's First Set of Interrogatories, No. 49 (IROG #49) has been updated to clearly list the components activity in the uncollectible reserve for 2008, 2009 and the test year ending April 30, 2010.

Because the bad debt expense amounts listed in AUF's response to IROG #49 excluded 2007, explanations are being provided for the 2008 and 2009.

A summary of the 2008 and 2009 variance is attached hereto. The variance is primarily attributable to the fact that AUF's Response to IROG #49 was limited to the systems included in this rate case, while the Annual Reports contain all FPSC regulated systems. For example, the Chuluota water and sewer systems are included in the FPSC Annual Reports, but are excluded from AUF's revised IROG #49 response. In addition, Peace River Water and Sewer systems were not included in the 2008 FPSC Annual Report because they were county regulated at that time.

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An Aqua America Company
www.aquautilitiesflorida.com

The revised spreadsheet for OPC IROG No. 49 is also included on the enclosed CD labeled Staff Seventh Data Request.

2. Please refer to Bate Stamp Page AUF 016315, "Aqua America, Inc., Audit Committee Meeting, February 20, 2008." The minutes for this meeting indicated that Mr. Smeltzer reviewed the "deferred tax study" results. Please provide a copy of the deferred tax study mentioned above.

Response:

In referring to the Audit Committee minutes of February 20, 2008, Mr. Smeltzer speaks about the results of a deferred tax study. The "deferred tax study" is not actually a study, but is the 2007 true up of the state general ledgers to equal the Federal tax returns.

3. Please provide the minutes from the Aqua America Board of Director meetings as well as any other boards, committees, or panels, from December 3, 2009, to the present.

Response:

See AUF's response to OPC's First Set for Production of Documents, No. 49.

4. For all systems in this rate case, please provide a copy of any and all property tax bills for 2010.

Response:

The requested copies of property tax bills for 2010 are included on the enclosed CD labeled, "Staff Seventh Data Request."

5. Please provide a list of any and all assets that had been owned by AUF that have been sold or transferred to other entities, affiliates, non-regulated systems, persons or parties since April 30, 2007. For each asset, please provide the date of sale, the original cost of the asset, the amount of accumulated depreciation as of the date of sale, the sale price, any applicable selling costs, and the net gain or loss calculation of each sale.

Response:

For sold assets since April 30, 2007, please see attachments "Staff Request 7 #5_Vehicles.xlsx" and "Staff Request 7 #5_OPC ROG set 1 #17_Land.docx". The land information was also previously submitted in AUF's response to OPC First set of Interrogatories, Number 17.

6. Please provide the status of any and all pending sales and acquisitions of systems for 2010.

Response:

Currently, AUF is involved with three acquisitions. The first involves Fountain Lakes and is being processed in Docket No. 090056-WS. The application has been protested and the parties the docket has been postponed to allow additional time for the parties to continue settlement discussions.

The second acquisition is currently being processed in Docket No. 100114-WS and involved Jumper Creek. The staff has requested additional information, and the company will be submitting its responses.

The final potential acquisition is the Harbor Hills water and wastewater systems in Lake County. AUF has executed a sales agreement and is currently compiling the necessary applications to file with the Commission.

7. Please provide the ERCs for all systems listed in AUF's Response to OPC's First Set of Interrogatories Nos. 12 and 13.

Response:

See response attached hereto.

8. Staff is aware that AUF's sister company, Aqua New York, recently secured funds through the U.S. Environmental Protection Agency's Drinking Water State Revolving Fund (DWSRF). Please explain or describe whether AUF has requested any funds through the DWSRF or any other governmental funding program. If no, why not?

Response:

First, Aqua is unaware of any such funds being secured by Aqua New York through the DWSRF.

Second, for Aqua Utilities Florida, Inc., funding was received for the Sarasota County wastewater system. This system is county regulated and non-jurisdictional. This funding was applied for and received from the SWFWMD for reuse lines in Lakewood Ranch for Phase I & II.

A summary of these reuse projects follows:

Project L522: Fruitville WWTF Effluent Discharge to Pond 6, including pipe to transport the reuse, fill station, and irrigation Pump Station. The SFWMD approved this project as it would eliminate SMR (customer) from using ground water wells to irrigate the development.

Agreement with SWFMWD: project completed in 2007

SWFMWD Reimbursement amount: \$ 209,472.00

Project L874: Fruitville WWTF Effluent Discharge to Pond 7, including pipe to transport the reuse, and irrigation PS and filtration system. This will allow SMR to increase reuse irrigation to the eastern portion of the development and eliminate the need for ground water to irrigate.

Agreement with SWFMWD: Countersigned by SWFMWD March, 2008. Construction largely completed in 2009.

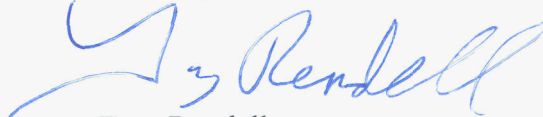
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SWFMWD Reimbursement amount: \$1,217,987.50

AUF did not apply for or receive any additional funding for the remaining systems.

Please acknowledge receipt of this filing by stamping the extra copy of this letter “filed” and returning the copy to me. Thank you for your assistance.

Sincerely,



Troy Rendell
Rates Manager

cc: Bruce May, Holland & Knight
Office of Commission Clerk
Charles Beck, Office of Public Counsel
Kimberly A. Joyce, Aqua America, Inc.

Aqua Utilities Florida, Inc.

Docket No. 100330-WS

Staff Seventh Data Request

Number 1 - Attachments

2008 Bad Debt Expense

Rate Band/ <u>System</u>	<u>OPC ROG #49</u> <u>Summary</u>	<u>Annual Report</u> <u>Summary</u>	Variance
AUF-W1	(47,100)	(47,101)	1
AUF-W2	(26,647)	(26,647)	(0)
AUF-W3	(12,559)	(12,559)	(0)
AUF-W4	(92,005)	(92,004)	(1)
AUF-S1	(2,446)	(2,446)	0
AUF-S2	(153,270)	(153,006)	(264)
AUF-S3	(3,640)	(3,641)	1
AUF-S4	2,095	2,096	(1)
BrzHI-W	770	770	(0)
BrzHI-S	(209)	(209)	0
FwyMP-W	(2,569)	(2,569)	0
FwyMP-S	(2,009)	(2,009)	0
PcRvr-W	(1,315)	-	(1,315)
PcRvr-S	(2,117)	-	(2,117)
Admin	(27,783)	-	(27,783)
Chuluota - Water		(18,975)	18,975
Chuluota - Sewer		(8,838)	8,838
Jumper Crk - Water		(1,648)	1,648
Jumper Crk - Sewer		(826)	826
Fountain Lk - Sewer		(4,145)	4,145
Total	<u>(370,804)</u>	<u>(373,757)</u>	<u>2,953</u>

2009 Bad Debt Expense

Rate Band/ <u>System</u>	OPC ROG #49 <u>Summary</u>	Annual Report <u>Summary</u>	Variance
AUF-W1	(81,093)	(81,093)	0
AUF-W2	(33,120)	(33,120)	0
AUF-W3	(36,491)	(36,491)	(0)
AUF-W4	(146,175)	(146,175)	0
AUF-S1	(3,566)	(3,566)	(0)
AUF-S2	(16,004)	(16,004)	0
AUF-S3	(6,236)	(6,236)	0
AUF-S4	(1,172)	(1,172)	(0)
BrzHI-W	(839)	(839)	(0)
BrzHI-S	(276)	(276)	0
FwyMP-W	(2,805)	(2,805)	(0)
FwyMP-S	(1,637)	(1,637)	(0)
PcRvr-W	(3,721)	(3,721)	0
PcRvr-S	(3,297)	(3,297)	(0)
Admin	-	-	-
Chuluota - Water		(6,529)	6,529
Chuluota - Sewer		(5,497)	5,497
Jumper Crk - Water		(2,548)	2,548
Jumper Crk - Sewer		(1,861)	1,861
Fountain Lk - Sewer		(4,540)	4,540
Total	<u>(336,432)</u>	<u>(357,407)</u>	<u>20,975</u>

**Bad Debt Analysis
2008**

Rate Band/ System	Beginning Balance	Bad Debt Expense	Write-offs	Recoveries	Other Charges or Credits	Ending Balance
AUF-W1	(29,567.99)	(47,100.35)	52,531.88	(4,285.29)	-	(28,421.75)
AUF-W2	(8,526.93)	(26,647.13)	30,191.18	(2,412.20)	-	(7,395.08)
AUF-W3	(4,042.28)	(12,559.12)	11,911.03	(727.18)	-	(5,417.55)
AUF-W4	(49,344.62)	(92,005.21)	101,400.51	(5,958.58)	-	(45,907.90)
AUF-S1	(63.06)	(2,445.81)	2,558.13	(448.55)	-	(399.29)
AUF-S2	(9,992.34)	(153,270.27)	60,972.47	(3,536.19)	-	(105,826.33)
AUF-S3	(66.87)	(3,639.82)	3,180.86	(371.00)	-	(896.83)
AUF-S4	(2,134.27)	2,095.40	49.29	-	-	10.42
BrzHI-W	(351.04)	769.83	437.64	(89.19)	-	767.24
BrzHI-S	-	(208.62)	423.97	-	-	215.35
FwyMP-W	(3,063.63)	(2,568.93)	4,426.85	(606.31)	-	(1,812.02)
FwyMP-S	-	(2,008.85)	1,406.46	(87.16)	-	(689.55)
PcRvr-W	(270.22)	(1,315.29)	680.06	(339.79)	-	(1,245.24)
PcRvr-S	-	(2,117.38)	706.88	-	-	(1,410.50)
Admin	12,782.66	(27,782.65)	15,000.00	(0.01)	-	(0.00)
Sub Total	(94,640.59)	(370,804.20)	285,877.21	(18,861.45)	-	(198,429.03)

**Bad Debt Analysis
2008**

AU	Beginning Balance	Bad Debt Expense	Write-offs	Recoveries	Ending Balance
6386 Rosalie Oaks WW Sys	7.82	(144.61)	169.75	-	32.96
6388 The Woods WW System	(284.25)	(2,630.89)	2,393.72	(24.33)	(545.75)
6389 Arredondo Farms WW Sys	(21.48)	(23,960.50)	16,306.84	(674.99)	(8,350.13)
6390 Village Water WW Sys	(127.67)	1,470.74	49.29	-	1,392.36
6391 Jasmine Lakes Uty WW Sys	(3,350.63)	(15,514.29)	13,474.28	(543.49)	(5,934.13)
6392 Lake Suzy WW Sys	-	(2,310.59)	2,184.25	(561.52)	(687.86)
6395 Kings Cove WW Sys	0.10	(635.78)	787.80	(284.32)	(132.20)
6396 Summit Chase WW Sys	(45.40)	(1,175.97)	1,112.63	(64.38)	(173.12)
6397 Peace River WW Sys	-	(2,117.38)	706.88	-	(1,410.50)
6401 KINGSWOOD WATER SYS	(847.00)	(1,098.16)	1,395.92	(75.45)	(624.69)
6402 OAKWOOD WATER SYS	(3,337.33)	(7,750.73)	6,867.06	(241.23)	(4,462.23)
6403 LEISURE LAKES WATER SYS	190.80	(374.03)	112.00	(11.68)	(82.91)
6404 LEISURE LAKES WASTE WATER	-	(224.86)	195.33	(13.32)	(42.85)
6405 CARLTON VILLAGE WATER SYS	(3,038.89)	(2,625.52)	6,032.46	(972.57)	(604.52)
6406 EAST LAKE HARRIS ESTATES WATER	(63.30)	(1,045.77)	871.40	-	(237.67)
6407 FERN TERRACE WATER SYS	(599.89)	(1,082.65)	1,326.73	(185.86)	(541.67)
6408 FRIENDLY CENTER WATER SYS	(468.71)	(371.80)	371.53	-	(468.98)
6409 GRAND TERRACE WATER SYS	(471.44)	(359.45)	641.62	-	(189.27)
6410 HOBBY HILLS WATER SYS	(1,333.91)	(3,174.36)	3,236.79	(366.28)	(1,637.76)
6411 HOLIDAY HAVEN WATER SYS	(252.22)	(649.86)	836.19	(37.35)	(103.24)
6412 HOLIDAY HAVEN WASTE WATER	-	(1,203.76)	1,132.10	(62.65)	(134.31)
6413 IMPERIAL MOBILE TERRACE WATER	(17.84)	(488.17)	378.33	-	(127.68)
6414 MORNINGVIEW WATER SYS	-	(0.00)	103.06	(103.06)	-
6415 MORNINGVIEW WASTE WATER	-	0.00	90.50	(90.50)	-
6416 PALMS MOBILE HOME PARK WATER	(170.83)	168.53	2.30	-	0.00
6417 PICCIOLA ISLAND WATER SYS	(299.33)	(551.74)	656.60	(111.70)	(306.17)
6418 PINEY WOODS WATER SYS	(122.06)	(1,689.71)	1,590.01	(310.03)	(531.79)
6419 QUAIL RIDGE WATER SYS	(270.00)	(641.15)	611.14	-	(300.01)
6420 SILVER LAKE	(2,250.98)	(4,499.66)	5,113.98	(771.69)	(2,408.35)
6421 SKYCREST WATER SYS	(766.65)	(1,081.31)	1,890.15	(62.13)	(19.94)
6422 STONE MOUNTAIN WATER SYS	-	-	-	-	-
6423 VALENCIA TERRACE WATER SYS	98.23	(489.37)	527.32	(60.14)	76.04
6424 VALENCIA TERRACE WASTE WATER	(17.76)	(409.20)	462.37	(86.53)	(51.12)
6425 VENETIAN VILLAGE WATER SYS	(240.49)	(1,386.91)	314.23	(89.32)	(1,402.49)
6426 VENETIAN VILLAGE WASTE WATER	-	(265.60)	313.45	(47.85)	0.00
6428 TANGERINE WATER SYS	(2,798.36)	(2,428.77)	1,822.62	(96.71)	(3,501.22)
6429 PALM TERRACE WATER SYS	(7,167.36)	(22,445.07)	20,535.96	(801.99)	(9,878.46)
6430 PALM TERRACE WASTE WATER	(2,402.67)	(20,393.81)	16,475.20	(894.22)	(7,215.50)
6431 ZEPHYR SHORES WATER SYS	(1,382.23)	1,418.74	223.74	(215.23)	45.02
6432 ZEPHYR SHORES WASTE WATER	14.89	(62.51)	483.45	(480.91)	(45.08)
6433 GIBSONIA ESTATES WATER SYS	(718.70)	(1,417.10)	1,379.06	(140.75)	(897.49)
6434 LAKE GIBSON ESTATES WATER SYS	(2,948.08)	(10,402.59)	10,716.43	(635.75)	(3,269.99)
6435 LAKE GIBSON ESTATES WASTE W	(160.80)	(2,840.76)	2,815.09	(371.00)	(557.47)
6436 ORANGE HILL	(1,224.60)	(960.99)	1,736.48	(326.20)	(775.31)
6438 BEECHER'S POINT WATER SYS	13.77	(247.90)	141.49	-	(92.64)
6439 BEECHER'S POINT WASTE WATER	-	(262.62)	196.02	-	(66.60)
6440 HERMITS COVE WATER SYS	(974.78)	(2,454.38)	2,952.63	(111.07)	(587.60)
6441 INTERLACHEN LAKE/PARK MANOR W	(1,504.12)	(4,542.03)	4,354.63	-	(1,691.52)
6443 PARK MANOR WASTE WATER	-	(1,649.15)	1,296.08	-	(353.07)
6444 PALM PORT WATER SYS	(38.60)	(1,364.38)	800.56	(23.48)	(625.90)
6445 PALM PORT WASTE WATER	(6.11)	(811.60)	418.96	(36.52)	(435.27)
6446 POMONA PARK WATER SYS	(2,957.12)	(3,227.09)	5,483.49	(63.60)	(764.32)
6447 RIVER GROVE WATER SYS	(698.03)	(662.85)	1,099.71	(33.57)	(294.74)
6448 SILVER LAKE OAKS WATER SYS	(791.13)	(6,210.27)	3,272.18	(33.93)	(3,763.15)
6449 SILVER LAKE OAKS WASTE WATER	(2,527.01)	(4,794.61)	4,504.24	(77.98)	(2,895.36)
6450 ST. JOHN'S HIGHLANDS WATER SYS	(290.37)	(599.79)	739.58	-	(150.58)
6451 WELAKA	(938.91)	(3,806.77)	2,994.90	-	(1,750.78)
6453 WOOTEN WATER SYS	-	(0.00)	-	-	(0.00)
6461 FL CENTRAL COMMERCE PARK WVV	(2,006.60)	624.66	-	-	(1,381.94)
6462 HARMONY HOMES WATER SYS	(1,646.36)	(3,520.54)	4,455.78	(68.00)	(779.12)
6467 JUNGLE DEN WATER SYS	(10.50)	25.04	0.43	-	14.97
6468 JUNGLE DEN WASTE WATER	86.11	(391.83)	-	-	(305.72)
6469 TOMOKA/TWIN RIVERS WATER SYS	(386.75)	(920.83)	1,075.37	(98.71)	(330.92)
6471 SUNNY HILLS WATER SYS	(1,154.43)	(9,398.05)	8,617.03	(247.85)	(2,183.30)
6472 SUNNY HILLS WASTE WATER	(446.94)	(2,041.10)	1,899.40	(41.23)	(629.87)
6556 Haines Creek (Lake) Water Sys	(1,209.12)	(1,284.34)	1,744.74	(44.56)	(793.28)
6558 Lake Osborne Est Water Sys	299.16	(2,652.64)	2,368.02	(98.98)	(84.44)
6561 Ravenswood (Lake) Water Sys	(112.31)	(569.32)	684.02	(45.45)	(43.06)
6562 Rosalie Oaks Water Sys	350.51	(311.34)	123.76	-	162.93
6564 The Woods Water Sys	(496.92)	(2,908.57)	2,721.85	(68.29)	(751.93)
6567 Arredondo Est Water Sys	(4,071.56)	(6,177.39)	5,985.76	(1,113.69)	(5,376.88)
6568 Arredondo Farms Water Sys	(14,878.36)	(15,642.30)	19,575.52	(972.42)	(11,917.56)
6571 Village Water Water Sys	(1,155.97)	(2,241.19)	3,562.21	(385.90)	(220.85)
6574 Jasmine Lakes Uty Water Sys	(14,522.33)	(24,817.96)	26,190.54	(1,190.19)	(14,339.94)
6577 Ocala Oaks Water Sys	(9,623.39)	(14,273.51)	18,010.85	(1,815.55)	(7,701.60)
6582 Lake Suzy Water Sys	(1,249.31)	(248.86)	3,009.95	(498.82)	1,012.96
6589 Lake Josephine Water Sys	(2,288.96)	(2,696.94)	3,543.28	(185.64)	(1,628.26)
6595 Kings Cove Water Sys	(73.60)	(528.71)	737.29	(299.45)	(164.47)
6596 Summit Chase Water Sys	(419.26)	(1,308.20)	1,202.64	(37.15)	(561.97)
6597 48 Est Water Sys	(271.22)	(388.98)	463.45	(26.48)	(223.23)
6600 Peace River Water Sys	(270.22)	(1,315.29)	680.06	(339.79)	(1,245.24)
6831 South Seas WW Sys	(968.14)	(77,631.86)	-	-	(78,600.00)
6933 Sebring Lakes Water	119.32	95.88	829.83	(305.35)	739.68
6970 Fairways @ Mt. Plymouth-Water	(3,063.63)	(2,568.93)	4,426.85	(606.31)	(1,812.02)
6971 Fairways @ Mt. Plymouth-WVV	-	(2,008.85)	1,406.46	(87.16)	(689.55)
6972 Breeze Hill - Water	(351.04)	769.83	437.64	(89.19)	767.24
6973 Breeze Hill - Sewer	0	(208.62)	423.97	-	215.35
9001 Admin-Other ALL-Posting	12,782.66	(27,782.65)	15,000.00	(0.01)	(0.00)
	(94,640.59)	(370,804.20)	285,877.21	(18,861.45)	(198,429.03)

**Bad Debt Analysis
2009**

Rate Band/ System	Beginning Balance	Bad Debt Expense	Write-offs	Recoveries	Other Charges or Credits	Ending Balance
AUF-W1	(28,421.75)	(81,092.93)	79,901.44	(5,468.89)	-	(35,082.13)
AUF-W2	(7,395.08)	(33,119.82)	34,372.56	(2,363.73)	-	(8,506.07)
AUF-W3	(5,417.55)	(36,491.27)	31,903.51	(2,386.35)	-	(12,391.66)
AUF-W4	(45,907.90)	(146,174.80)	174,300.90	(34,786.58)	-	(52,568.38)
AUF-S1	(399.29)	(3,566.22)	4,491.84	(1,073.10)	-	(546.77)
AUF-S2	(105,826.33)	(16,003.86)	113,940.28	(7,807.27)	(116,069.00)	(131,766.18)
AUF-S3	(896.83)	(6,235.68)	8,060.03	(1,550.83)	-	(623.31)
AUF-S4	10.42	(1,172.40)	2,651.15	(716.07)	-	773.10
BrzHI-W	767.24	(839.39)	236.92	(185.66)	-	(20.89)
BrzHI-S	215.35	(275.74)	254.93	(194.93)	-	(0.39)
FwyMP-W	(1,812.02)	(2,805.25)	4,365.84	(482.52)	-	(733.95)
FwyMP-S	(689.55)	(1,637.08)	2,185.22	(246.01)	-	(387.42)
PcRvr-W	(1,245.24)	(3,720.69)	2,673.26	(729.94)	-	(3,022.61)
PcRvr-S	(1,410.50)	(3,297.01)	2,400.29	(807.63)	-	(3,114.85)
Admin	(0.00)	-	-	-	-	(0.00)
Sub Total	(198,429.03)	(336,432.14)	461,738.17	(58,799.51)	(116,069.00)	(247,991.51)

**Bad Debt Analysis
2009**

AU	Beginning Balance	Bad Debt Expense	Write-offs	Recoveries	Ending Balance
6386 Rosalie Oaks WW Sys	32.96	(32.68)	422.28	(283.21)	139.35
6388 The Woods WW System	(545.75)	(4,820.32)	5,413.69	(519.86)	(472.24)
6389 Arredondo Farms WW Sys	(8,350.13)	(21,336.60)	24,989.93	(1,775.88)	(6,472.68)
6390 Village Water WW Sys	1,392.36	357.06	528.46	(554.66)	1,723.22
6391 Jasmine Lakes Uty WW Sys	(5,934.13)	(27,641.20)	31,392.87	(2,092.65)	(4,275.11)
6392 Lake Suzy WW Sys	(687.86)	(899.52)	3,119.91	(922.05)	610.48
6395 Kings Cove WW Sys	(132.20)	(758.74)	1,070.95	(201.00)	(20.99)
6396 Summit Chase WW Sys	(173.12)	(1,770.51)	1,883.85	(60.02)	(119.80)
6397 Peace River WW Sys	(1,410.50)	(3,297.01)	2,400.29	(807.63)	(3,114.85)
6401 KINGSWOOD WATER SYS	(624.69)	23,132.30	2,030.87	(24,607.75)	(69.27)
6402 OAKWOOD WATER SYS	(4,462.23)	(11,200.24)	12,593.64	(707.03)	(3,775.86)
6403 LEISURE LAKES WATER SYS	(82.91)	(2.10)	250.79	(81.96)	83.82
6404 LEISURE LAKES WASTE WATER	(42.85)	11.09	296.05	(158.93)	105.36
6405 CARLTON VILLAGE WATER SYS	(604.52)	(2,113.05)	2,345.41	(338.29)	(710.45)
6406 EAST LAKE HARRIS ESTATES WATER	(237.67)	(270.99)	763.68	(32.32)	222.70
6407 FERN TERRACE WATER SYS	(541.67)	(1,637.02)	1,955.09	(87.30)	(310.90)
6408 FRIENDLY CENTER WATER SYS	(468.98)	(393.90)	951.88	(89.00)	-
6409 GRAND TERRACE WATER SYS	(189.27)	(960.90)	857.12	(100.41)	(393.46)
6410 HOBBY HILLS WATER SYS	(1,637.76)	(7,753.47)	7,512.54	(350.78)	(2,229.47)
6411 HOLIDAY HAVEN WATER SYS	(103.24)	(888.49)	660.99	(12.87)	(343.61)
6412 HOLIDAY HAVEN WASTE WATER	(134.31)	(1,040.10)	953.60	(27.13)	(247.94)
6413 IMPERIAL MOBILE TERRACE WATER	(127.68)	(371.88)	554.09	(88.63)	(34.10)
6414 MORNINGVIEW WATER SYS	-	0.00	-	-	0.00
6415 MORNINGVIEW WASTE WATER	-	-	-	-	-
6416 PALMS MOBILE HOME PARK WATER	0.00	(31.04)	31.04	-	0.00
6417 PICCIOLA ISLAND WATER SYS	(306.17)	(975.01)	1,275.42	(179.18)	(184.94)
6418 PINEY WOODS WATER SYS	(531.79)	(795.21)	954.65	(0.27)	(372.62)
6419 QUAIL RIDGE WATER SYS	(300.01)	(1,028.50)	1,379.74	(199.35)	(148.12)
6420 SILVER LAKE	(2,408.35)	(4,872.01)	6,663.05	(229.53)	(846.84)
6421 SKYCREST WATER SYS	(19.94)	(2,289.50)	1,961.23	(58.87)	(407.08)
6422 STONE MOUNTAIN WATER SYS	-	(20.52)	20.52	-	-
6423 VALENCIA TERRACE WATER SYS	76.04	(1,893.45)	1,352.44	-	(464.97)
6424 VALENCIA TERRACE WASTE WATER	(51.12)	(1,048.06)	1,240.99	(653.15)	(511.34)
6425 VENETIAN VILLAGE WATER SYS	(1,402.49)	(38.07)	1,461.00	(148.93)	(128.49)
6426 VENETIAN VILLAGE WASTE WATER	0.00	-	-	-	0.00
6428 TANGERINE WATER SYS	(3,501.22)	(23,950.59)	4,590.60	(387.92)	(23,249.13)
6429 PALM TERRACE WATER SYS	(9,878.46)	(27,346.26)	31,935.31	(1,527.11)	(6,816.52)
6430 PALM TERRACE WASTE WATER	(7,215.50)	(23,797.01)	29,798.00	(1,865.51)	(3,080.02)
6431 ZEPHYR SHORES WATER SYS	45.02	(349.69)	468.17	(163.67)	(0.17)
6432 ZEPHYR SHORES WASTE WATER	(45.08)	(536.63)	943.94	(366.03)	(3.80)
6433 GIBSONIA ESTATES WATER SYS	(897.49)	(4,004.73)	3,351.15	(360.82)	(1,911.89)
6434 LAKE GIBSON ESTATES WATER SYS	(3,269.99)	(20,225.75)	21,213.96	(1,200.33)	(3,482.11)
6435 LAKE GIBSON ESTATES WASTE W	(557.47)	(5,237.06)	6,742.23	(1,190.05)	(242.35)
6436 ORANGE HILL	(775.31)	(9,670.35)	6,696.74	(695.83)	(4,444.75)
6438 BEECHER'S POINT WATER SYS	(92.64)	(596.76)	294.11	-	(395.29)
6439 BEECHER'S POINT WASTE WATER	(66.60)	(311.03)	377.63	-	-
6440 HERMITS COVE WATER SYS	(587.60)	(1,658.39)	1,990.66	(347.29)	(602.62)
6441 INTERLACHEN LAKE/PARK MANOR W	(1,691.52)	(13,205.13)	12,591.19	(583.24)	(2,888.70)
6443 PARK MANOR WASTE WATER	(353.07)	(1,422.43)	1,662.06	(35.74)	(149.18)
6444 PALM PORT WATER SYS	(625.90)	(2,204.36)	2,865.78	(59.76)	(24.24)
6445 PALM PORT WASTE WATER	(435.27)	(941.33)	1,431.46	(93.56)	(38.70)
6446 POMONA PARK WATER SYS	(764.32)	(5,779.33)	5,643.69	(140.86)	(1,040.82)
6447 RIVER GROVE WATER SYS	(294.74)	(1,999.81)	1,976.84	(10.82)	(328.53)
6448 SILVER LAKE OAKS WATER SYS	(3,763.15)	(6,688.86)	9,302.69	-	(1,149.32)
6449 SILVER LAKE OAKS WASTE WATER	(2,895.36)	(8,120.13)	9,846.11	(64.05)	(1,233.43)
6450 ST. JOHN'S HIGHLANDS WATER SYS	(150.58)	(514.37)	543.81	(15.00)	(136.14)
6451 WELAKA	(1,750.78)	(1,611.10)	3,148.01	(221.82)	(435.69)
6453 WOOTEN WATER SYS	(0.00)	(16.18)	16.18	-	(0.00)
6461 FL CENTRAL COMMERCE PARK WW	(1,381.94)	(1,529.46)	2,122.69	(161.41)	(950.12)
6462 HARMONY HOMES WATER SYS	(779.12)	(1,803.61)	1,503.18	-	(1,079.55)
6467 JUNGLE DEN WATER SYS	14.97	(5.76)	273.53	(235.91)	46.83
6468 JUNGLE DEN WASTE WATER	(305.72)	(654.91)	517.89	(77.57)	(520.31)
6469 TOMOKA/TWIN RIVERS WATER SYS	(330.92)	(3,079.15)	2,867.30	(39.57)	(582.34)
6471 SUNNY HILLS WATER SYS	(2,183.30)	(5,164.82)	5,150.08	(437.38)	(2,635.42)
6472 SUNNY HILLS WASTE WATER	(629.87)	(2,517.59)	2,857.22	(44.81)	(335.05)
6556 Haines Creek (Lake) Water Sys	(793.28)	(3,520.02)	4,128.11	(484.34)	(669.53)
6558 Lake Osborne Est Water Sys	(84.44)	(5,387.99)	5,085.18	(269.63)	(656.88)
6561 Ravenswood (Lake) Water Sys	(43.06)	(576.38)	594.13	(67.26)	(92.57)
6562 Rosalie Oaks Water Sys	162.93	(27.50)	279.44	(215.24)	199.63
6564 The Woods Water Sys	(751.93)	(4,475.97)	4,992.18	(390.01)	(625.73)
6567 Arredondo Est Water Sys	(5,376.88)	(19,010.26)	19,345.97	(1,203.57)	(6,244.74)
6568 Arredondo Farms Water Sys	(11,917.56)	(24,724.01)	29,443.99	(1,552.04)	(8,749.62)
6571 Village Water Water Sys	(220.85)	(15,579.41)	13,010.64	(262.00)	(3,051.62)
6574 Jasmine Lakes Uty Water Sys	(14,339.94)	(25,802.90)	38,693.01	(2,978.71)	(4,428.54)
6577 Ocala Oaks Water Sys	(7,701.60)	(24,850.18)	27,546.24	(1,514.26)	(6,519.80)
6582 Lake Suzy Water Sys	1,012.96	(1,170.39)	3,516.49	(654.16)	2,704.90
6589 Lake Josephine Water Sys	(1,628.26)	(11,454.11)	6,423.84	(738.16)	(7,396.69)
6595 Kings Cove Water Sys	(164.47)	(689.71)	1,133.12	(131.82)	147.12
6596 Summit Chase Water Sys	(561.97)	(12,420.44)	3,204.28	(158.02)	(9,936.15)
6597 48 Est Water Sys	(223.23)	(2,580.12)	744.38	(61.29)	(2,120.26)
6600 Peace River Water Sys	(1,245.24)	(3,720.69)	2,673.26	(729.94)	(3,022.61)
6831 South Seas WW Sys	(78,600.00)	77,069.00	(114,537.51)	-	(116,068.51)
6933 Sebring Lakes Water	739.68	(821.45)	339.24	(95.17)	162.30
6970 Fairways @ Mt. Plymouth-Water	(1,812.02)	(2,805.25)	4,365.84	(482.52)	(733.95)
6971 Fairways @ Mt. Plymouth-WW	(689.55)	(1,637.08)	2,185.22	(246.01)	(387.42)
6972 Breeze Hill - Water	767.24	(839.39)	236.92	(185.66)	(20.89)
6973 Breeze Hill - Sewer	215.35	(275.74)	254.93	(194.93)	(0.39)
9001 Admin-Other ALL-Posting	(0.00)	-	-	-	(0.00)
	(198,429.03)	(336,922.21)	345,669.17	(58,309.44)	(247,991.51)

Bad Debt Analysis
 Test Year May 09-April 2010

<u>Rate Band/ System</u>	Beginning Balance	Bad Debt Expense	Write-offs	Recoveries	Other Charges or Credits	Ending Balance
AUF-W1	(23,757.23)	(56,445.63)	74,471.50	(6,008.09)	-	(11,739.45)
AUF-W2	(4,630.54)	(41,526.70)	46,663.42	(3,687.15)	-	(3,180.97)
AUF-W3	(2,900.75)	(44,431.47)	45,479.33	(4,620.75)	-	(6,473.64)
AUF-W4	(52,148.76)	(211,831.81)	216,339.43	(17,377.71)	-	(65,018.85)
AUF-S1	(451.40)	(3,091.74)	4,873.83	(1,346.70)	-	(16.01)
AUF-S2	(114,537.32)	(8,746.48)	122,805.95	(19,930.46)	(116,069.00)	(136,477.31)
AUF-S3	(477.97)	(7,440.56)	8,924.16	(1,335.97)	-	(330.34)
AUF-S4	(7,016.82)	1,957.28	10,645.90	(161.41)	-	5,424.95
BrzHI-W	9.39	(74.12)	240.48	(185.66)	-	(9.91)
BrzHI-S	-	(60.39)	254.93	(194.93)	-	(0.39)
FwyMP-W	(1,104.56)	(2,582.84)	3,650.70	(807.46)	-	(844.16)
FwyMP-S	(526.47)	(1,694.20)	2,117.67	(319.50)	-	(422.50)
PcRvr-W	(12.42)	(8,254.63)	3,114.90	(684.88)	-	(5,837.03)
PcRvr-S	(31.31)	(5,196.64)	3,082.24	(778.53)	-	(2,924.24)
Sub Total	(207,586.16)	(389,419.93)	542,664.44	(57,439.20)	(116,069.00)	(227,849.85)

Bad Debt Analysis
Test Year May 09-April 2010

Rate Band	5/1/2009	Bad Debt Expense	Write-offs	Recoveries	4/30/2010
	Beginning Balance				Ending Balance
10W	(1,104.56)	(2,582.84)	3,650.70	(807.46)	(844.16)
10WW	(31.31)	(5,196.64)	3,082.24	(778.53)	(2,924.24)
12W	(12.42)	(8,254.63)	3,114.90	(684.88)	(5,837.03)
1W	(23,757.23)	(56,493.10)	74,471.50	(5,960.62)	(11,739.45)
1WWW	(451.40)	(3,091.74)	4,873.83	(1,346.70)	(16.01)
2W	(4,630.54)	(41,711.45)	46,663.42	(3,502.40)	(3,180.97)
2WWW	(114,537.32)	(8,746.48)	122,805.95	(135,999.46)	(136,477.31)
3W	(2,900.75)	(44,431.47)	45,479.33	(4,620.75)	(6,473.64)
3WWW	(477.97)	(7,440.56)	8,924.16	(1,335.97)	(330.34)
4W	(52,148.76)	(212,089.66)	216,339.43	(17,119.86)	(65,018.85)
4WWW	(7,016.82)	1,957.28	10,645.90	(161.41)	5,424.95
5W	9.39	(74.12)	240.48	(185.66)	(9.91)
5WWW		(60.39)	254.93	(194.93)	(0.39)
7WW	(526.47)	(1,694.20)	2,117.67	(319.50)	(422.50)
	<u>(207,586.16)</u>	<u>(389,910.00)</u>	<u>542,664.44</u>	<u>(173,018.13)</u>	<u>(227,849.85)</u>

Aqua Utilities Florida, Inc.

Docket No. 100330-WS

Staff Seventh Data Request

Number 5 - Attachments

Aqua Utilities Florida, Inc.
PSC - 7th Data Request - Item #5
Request Dated 11/23/10

Asset Id	System	Vintage	Original WO#	Asset Description	Original Cost	AD at sale date	Sale Price (A)	Sale Date	Net Gain or (Loss) (B)
4201052	48 Est- Water	07/2006	W0045	FL672: 2003 Ford F350; GE Unit #11672; VIN #1FTWX32PX3ED13212	36,583.12	36,583.12	2,237.25	Jul-09	2,237.25
4123119	Village Water	09/2004	33657125955	FL054: 2001 Sterling Dump Tk; GE Unit #41054	30,890.49	30,890.49	8,927.30	Jul-08	8,927.30
4123125	Ocala Oaks	09/2004	33657714466	FL054: 2001 Sterling Dump Tk; GE Unit #41054	32,500.91	19,642.07	9,392.70	Jul-08	(3,466.14)
4173191	Ocala Oaks	08/2001	CX001277121	FL157: 1993 International Truck Tractor	18,698.28	18,697.00	11,260.00	Jul-08	11,258.72
1602380	Ocala Oaks	06/1996	W0050	FL803: 1987 Ditch Witch Trailer	4,522.70	4,522.70	450.00	Dec-08	450.00

(A) Sales proceeds from the auto auction are net of any fees or costs. We are not provided with details of the transaction.

(B) No gain or loss is actually recognized in utility accounting. The salvage value received is credited to accumulated depreciation.

(C) This truck was allocated between the two systems.

**Florida Public Service Commission
Docket # 100330-WS**

OPC Set 1 Interrogatory #17

#17: Land. Please provide for the last five years, by system, a list of all transfers and/or sales of parcels of land or assets between AUF's utility operations and non-related or related parties (former or present), parent company, affiliated company, or greater than 5% owners. Please include the following information for each transfer:

- a statement and description of the original cost of such land and/or assets;
- the cost of any and all improvements to such land and/or assets, itemized by improvement;
- the total sale and/or transfer price, with detail on how it was determined;
- the date of the sale and/or transfer and to whom the land and/or asset was sold;
- the amount of gain or loss (both before and after tax) on such sale and/or transfer, showing in detail how it was calculated and an indication of whether it was booked above or below the line for rate-making purposes; and
- whether or not the asset was included in rate base, plant held for future use, and if so in what account(s) it was included and when it was first included in rate base and devoted to public service.

Response: Transfers - In March 2007 land rights (easements) were transferred from Summit Chase water system (account 303) to Summit Chase wastewater system (account 353) per a PSC order. The recorded value of those land rights is \$90,925.00. The assets were part of an AUF acquisition in June 2004 and are included in wastewater rate base.

Sales and Other Land Disposals – In May 2006 the sale of a parcel of land belonging to Zephyr Shores water system (account 303) was recorded. The land was part of an AUF acquisition in June 2004 and was included in water rate base. The cost of the land per books was \$4,896.00 as established by PSC Order No. PSC-05-1242A-PAA-WS. A gain on the sale of \$8,883.70 was recognized based on the sales price of \$13,779.70. The closing actually occurred in April 2005 and the buyer was Six Mile Pond Investments, L. C. The payment to AUF was by a check issued by Sunstate Title Agency, Inc. in Dade City, FL from their Escrow Account.

In December 2007 land belonging to Lake Suzy wastewater system was sold back to its original owner, ATP Land LLC, for \$100,000.00 as required by a provision in the purchase agreement. AUF continues to use the land for its wastewater operations under a 25-year lease agreement. This system was acquired as part of the acquisition of Aqua Source Utilities, Inc. in June 2003. There were 3 parcels of land in the wastewater system that were combined as one entry in CPR. A ratio of the appraised value, per the DeSoto County Property Appraiser of the parcel sold to the total appraised value of all 3 parcels was used to arrive at a cost basis of \$173,434.00. After deducting legal fees and other costs of the sale, the Company recognized a \$107,082.50 total loss on the sell back of this property.

A finding that was issued in AUF's 2008 Rate Case determined that all 3 parcels of wastewater land were included in the sell back and the PSC ordered AUF to write off the remaining 2 parcels. That write off per the order was \$229,259.00 with the total amount charged to additional paid in capital in October 2009. These 2 parcels are included in the lease agreement with ATP Land LLC. All 3 parcels of land were previously in wastewater rate base.

Aqua Utilities Florida, Inc.

Docket No. 100330-WS

Staff Seventh Data Request

Number 7 - Attachments

**Florida Public Service Commission
Docket #100330-WS**

Staff Request Set 7 #7

Request:

Please provide the ERCs for all systems listed in AUF's Response to OPC's First Set of Interrogatories Nos. 12 and 13. This is an addendum to the previous response.

Response:

State	Systems	Date of Sale	ERCS
IN	Utility Center North (water)	Feb-08	10,889.0
IN	Utility Center North (sewer)	Feb-08	1,827.0
IL	Woodhaven (water)	Aug-08	6,144.0
IL	Woodhaven (sewer)	Aug-08	5,454.0

State	Systems	Date of Sale	ERCS
TX	Cyress Bayou (water)	Jul-09	284.0
TX	Cyress Bayou (sewer)	Jul-09	277.0

State	Systems	Date of Sale	ERCS
FL	Fountain Lake Irrigation	Dec-10	387.0
FL	Fountain Lakes Sewer	Dec-10	1,013.0

State	Systems	Closing Date	ERCS
FL	Fountain Lake Sewer Corp.	Apr-08	1,013
FL	Fountain Lake Irrigation	Apr-08	387
IN	South Haven Sewer Works	Aug-08	4,132
PA	Honesdale Consolidated Water	Sep-08	2,154
TX	Saddle Club Water Company	Oct-08	160
PA	New Daleville Wastewater	Oct-08	125
TX	Mountain Crest Water Co.	Dec-08	99
TX	Cardinal Valley Water Co.	Dec-08	52
PA	Emlenton Water Company	Dec-08	400

State	Systems	Closing Date	ERCS
PA	Gouldsboro Water Company	Jan-09	140.0
PA	W.P. Water Company	Mar-09	131.0
PA	W.P. Sewer Company	Mar-09	160.0
PA	Sleepy Hollow Water Company	Mar-09	27.0
PA	Clarendon Water Company	Apr-09	320.0
PA	Kratzerville Municipal Authority	May-09	150.5
TX	Holiday Estates Water Company	Jun-09	71.0
TX	Spring Hill Water Company	Jun-09	168.0
IN	Heir Industries, Inc.	Jun-09	99
TX	LCRA - London Water System	Jul-09	42.0
TX	LCRA - Harper Water System	Jul-09	124.5
PA	Cove Village Water System	Aug-09	151.5
PA	Cove Village Wastewater System	Aug-09	151.5
NJ	Lawrenceville Water Company	Aug-09	4,005.5
VA	Five Lakes No. 1 Public Water System	Sep-09	91.0
NJ	Harkers Hollow Heights Water Association	Nov-09	18.0
GA	WRF, Inc.	Dec-09	20.0
PA	Athens Township Authority	Dec-09	11.0

State	Systems	Closing Date	ERCS
TX	San Gabriel River Ranch	Jan-10	244
TX	Indian Springs Water System	Jan-10	43
NJ	Borough of Bloomsbury	Mar-10	381
IL	Ellwood Green Utility Company	Apr-10	238
VA	Skyline/Rebel Water Company	Apr-10	487
PA	Stony Creek Wastewater System	Apr-10	34
TX	Canyon Springs Water Company	May-10	411
TX	VLS, Inc.	May-10	20
TX	T&A Water	May-10	15
NC	Doolie Meadows	Jun-10	23
IL	Fairhaven Estates	Jun-10	88
PA	Paupackan Lake Estates	Sep-10	413
NC	Setzer Brothers	Oct-10	274
NC	Emerald Plantation	Oct-10	63
NJ	Vernon Water	Nov-10	206
NJ	Walkkill Water	Dec-10	440
NJ	Walkkill Sewer	Dec-10	422

Probability of closing in 2010 is unlikely