

# HC Waterworks, Inc.

April 30, 2015

Office of Commission Clerk  
Public Service Commission  
2540 Shumard Oak Blvd.  
Tallahassee, FL 32399

**Re: Docket No. 140158-WS – Application for increase in water and wastewater rates in Highlands County by HC Waterworks, Inc. – Revised Minimum Filing Requirements**

Dear Commission Clerk,

Pursuant to the agreement between HC Waterworks, Inc., the Office of Public Counsel, and the staff of the Public Service Commission, please find enclosed, HC Waterworks, Inc.'s revised Volume I – Financial, Rates, and Engineering Information - Rule 25-30.436 & .437, F.A.C. (16 copies).

*\*17 copies + original  
5/4 CTC*

Should you have any questions, please contact me at (727) 848-8292, ext. 245.

Respectfully Submitted,



Troy Rendell  
Manager of Regulated Utilities  
// for HC Waterworks, Inc.

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Cc: John J. Truitt, Associate Public Counsel, Office of Public Counsel

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**HC Waterworks, Inc.  
Water and Wastewater**

Docket No. 140158-WS

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

Highlands

County, Florida

**VOLUME 1**

Containing  
Financial, Rate and Engineering  
Minimum Filing Requirements

Historical Test Year Ending June 30, 2014

Year-End Balances and Average

**REVISED**

4/30/2015

**HC Waterworks, Inc.**  
**RATE BASE**

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**Schedule of Water Rate Base**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Historical & Pro Forma

**REVISED** Schedule: A-1

4/30/2015 Page: 1 of 1

Preparer: WT Rendell

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.

| Line No. | Description                             | (1)                       | (2)              | (3)              | (4)              | (5)                  |
|----------|-----------------------------------------|---------------------------|------------------|------------------|------------------|----------------------|
|          |                                         | Historical Test Year      |                  |                  | Adjusted         | Supporting Schedules |
|          |                                         | Average Balance Per Books | Adjustments      | Average Balance  |                  |                      |
| 1        | Utility Plant in Service                |                           | 3,722,490        | 38,451           | 3,760,941        | A-5                  |
| 2        | Utility Land & Land Rights              |                           | 25,450           | 0                | 25,450           | A-5                  |
| 3        | Less: Non-Used & Useful Components      |                           | 0                | (83,999)         | (83,999)         | A-7                  |
| 4        | Construction Work in Progress           |                           | 0                | 0                | 0                |                      |
| 5        | Less: Accumulated Depreciation          |                           | (695,456)        | 17,280           | (678,176)        | A-9                  |
| 6        | Less: CIAC                              |                           | (841,545)        | 0                | (841,545)        | A-12                 |
| 7        | Accumulated Amortization of CIAC        |                           | 469,066          | 0                | 469,066          | A-14                 |
| 8        | Acquisition Adjustments                 |                           | 0                | (849,440)        | (849,440)        |                      |
| 9        | Less: Accum. Amort. of Acq. Adjustments |                           | 0                | 78,581           | 78,581           |                      |
| 10       | Less: Advances For Construction         |                           | 0                | 0                | 0                | A-16                 |
| 11       | Working Capital Allowance               |                           | 0                | 38,268           | 38,268           | A-17                 |
| 12       | Total Rate Base                         |                           | <u>2,680,005</u> | <u>(760,860)</u> | <u>1,919,146</u> |                      |

Schedule of Sewer Rate Base

Florida Public Service Commission

HC Waterworks, Inc.

Docket No. 140158-WS

Historical Test Year Ending June 30, 2014

Historical & Pro Forma

REVISED Schedule: A-2

4/30/2015 Page: 1 of 1

Preparer: W T Rendell

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.

| Line No. | Description                             | (1)                       | (2)         | (3) | (4)                      | (5)                  |
|----------|-----------------------------------------|---------------------------|-------------|-----|--------------------------|----------------------|
|          |                                         | Historical Test Year      |             |     | Adjusted Average Balance | Supporting Schedules |
|          |                                         | Average Balance Per Books | Adjustments |     |                          |                      |
| 1        | Utility Plant in Service                | 385,287                   | 0           |     | 385,287                  | A-6                  |
| 2        | Utility Land & Land Rights              | 2,200                     | 0           |     | 2,200                    | A-6                  |
| 3        | Less: Non-Used & Useful Components      | 0                         | (7,174)     |     | (7,174)                  | A-7                  |
| 4        | Construction Work in Progress           | 0                         | 0           |     | 0                        |                      |
| 5        | Less: Accumulated Depreciation          | (282,952)                 | 0           |     | (282,952)                | A-10                 |
| 6        | Less: CIAC                              | (285,550)                 | 0           |     | (285,550)                | A-12                 |
| 7        | Accumulated Amortization of CIAC        | 240,663                   | 0           |     | 240,663                  | A-14                 |
| 8        | Acquisition Adjustments                 | 0                         | (21,078)    |     | (21,078)                 |                      |
| 9        | Less: Accum. Amort. of Acq. Adjustments | 0                         | 4,569       |     | 4,569                    |                      |
| 10       | Less: Advances For Construction         |                           | 0           |     | 0                        | A-16                 |
| 11       | Working Capital Allowance               | 0                         | 9,495       |     | 9,495                    | A-17                 |
| 12       | Total Rate Base                         | 59,648                    | (14,188)    |     | 45,460                   |                      |

Schedule of Adjustments to Rate Base

Florida Public Service Commission

HC Waterworks, Inc.

Docket No. 140158-WS

Historical Test Year Ending June 30, 2014

Historical [ X ] Projected [ X ]

REVISED Schedule: A-3  
4/30/2015 Page: 1 of 3  
Preparer: W T Rendell

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)<br>Description                                                            | (2)<br>Water     | (3)<br>Sewer    | (4)<br>Supporting Schedules |
|----------|-------------------------------------------------------------------------------|------------------|-----------------|-----------------------------|
| 1        | <b>UTILITY PLANT IN SERVICE</b>                                               |                  |                 |                             |
| 2        | 320 Repaired float switch Covered Bridge well - Invoice 798747                | 755              |                 |                             |
| 3        | 307 Replace well pump - Leisure Lakes Well #2 - Invoice 798746                | 8,703            |                 |                             |
| 4        | 310 Replace 20 HP soft starter - Lake Josephine water plant - Invoice 806454  | 1,140            |                 |                             |
| 5        | 310 Replace generator automatic Switch - Leisure Lake - Invoice 806457/5232   | 4,161            |                 |                             |
| 6        | 310 Replace generator automatic Switch - Lake Josephine - Invoice 806456/5223 | 5,126            |                 |                             |
| 7        | 307 Replace Well #2 - Lake Josephine due to lightning strike - Invoice 804118 | 4,921            |                 |                             |
| 8        | Retirements on Replacements above (75% replacement cost)                      | (18,037)         |                 |                             |
| 9        | 320 New Chloramination Treatment - Sebring Lakes - Invoice 806453             | 8,059            |                 |                             |
| 10       | 320 New Chloramination Treatment - Lake Josephine - Invoice 806452            | 12,049           |                 |                             |
| 11       | 333 Service/Main Leak Repair - Venetian Parkway - Invoice 804120              | 4,040            |                 |                             |
| 12       | 333 Service Line Repair - Jasmine Street - Invoice 804117                     | 792              |                 |                             |
| 13       | 333 Service Line Repair - Park View Circle - Invoice 804119                   | 5,429            |                 |                             |
| 14       | 334 Meter Replacements - Invoice 806487                                       | 1,314            |                 |                             |
| 15       | Total Test Year Adjustments                                                   | <u>38,451</u>    | -               |                             |
| 16       |                                                                               |                  |                 |                             |
| 17       | <b>NON-USED &amp; USEFUL (calculated on A-5, -6, -9, -10)</b>                 |                  |                 | A-5, A-6                    |
|          | Non-Used and Useful Test Year Plant                                           | (83,999)         | (7,174)         |                             |
| 18       | Use and Useful on Pro Forma                                                   | -                | -               | A-7                         |
| 19       | <b>Non-Used and Useful Plant Adjustments</b>                                  | <u>(83,999)</u>  | <u>(7,174)</u>  |                             |
| 20       |                                                                               |                  |                 |                             |
| 21       | <b>ACQUISITION ADJUSTMENT</b>                                                 |                  |                 |                             |
| 22       | To reflect acquisition adjust approved in Order No. PSC-14-0314-PAA-WS        | (849,440)        | (21,078)        |                             |
| 23       | Total test year adjustment                                                    | <u>(849,440)</u> | <u>(21,078)</u> |                             |
| 24       |                                                                               |                  |                 |                             |
| 25       | <b>ACCUMULATED DEPRECIATION</b>                                               |                  |                 |                             |
| 26       | Accum Depreciation on Pro Forma Plant - net of non-used & useful              | 757              |                 |                             |
| 27       | Retirements on Pro Forma replacement (75% replacement cost)                   | (18,037)         |                 |                             |
| 28       | Total Test Year Adjustments                                                   | <u>(17,280)</u>  | -               | A-9, A-10                   |
| 29       |                                                                               |                  |                 |                             |
| 30       | <b>ACCUMULATED AMORTIZATION ACQUISITION ADJUSTMENT</b>                        |                  |                 |                             |
| 31       | To reflect annual amort of acquisition adjustment                             | 78,581           | 4,569           |                             |
| 32       | Total test year adjustment                                                    | <u>78,581</u>    | <u>4,569</u>    |                             |
| 33       |                                                                               |                  |                 |                             |
| 34       | <b>Working Capital Allowance</b>                                              |                  |                 |                             |
| 35       | 1/8th O&M                                                                     | 38,268           | 9,495           | B-10                        |

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

**REVISED** Schedule: A-4  
 4/30/2015 Page: 1  
 Preparer: W T Rendell

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)<br>Description                        | (2)<br>Water<br>Year End<br>Balance | (3)<br>Sewer<br>Year End<br>Balance |
|-----------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------|-------------------------------------|
| <b>The balances for this system begin March 31, 2014 in accordance with Order No. PSC-14-0314-PAA-WS.</b> |                                           |                                     |                                     |
| 1                                                                                                         | 03/31/2013 Balance                        |                                     |                                     |
| 2                                                                                                         |                                           |                                     |                                     |
| 3                                                                                                         | <b><u>3/31/2013</u></b>                   |                                     |                                     |
| 4                                                                                                         | Additions                                 |                                     |                                     |
| 5                                                                                                         | Retirements                               |                                     |                                     |
| 6                                                                                                         | Adjustments                               |                                     |                                     |
| 7                                                                                                         | <b>03/31/2013 - Order No. PSC-14-0314</b> | <u>3,711,466</u>                    | <u>386,656</u>                      |
| 8                                                                                                         |                                           |                                     |                                     |
| 9                                                                                                         | April 2013 - December 2013                |                                     |                                     |
| 10                                                                                                        | Additions                                 | 60,922                              | 750                                 |
| 11                                                                                                        | Retirements                               |                                     |                                     |
| 12                                                                                                        | Adjustments                               |                                     |                                     |
| 13                                                                                                        | 12/31/13 Balance                          | <u>3,772,388</u>                    | <u>387,406</u>                      |
| 14                                                                                                        |                                           |                                     |                                     |
| 15                                                                                                        | January 2014 - June 2014                  |                                     |                                     |
| 16                                                                                                        | Additions                                 | 10,526                              | 164                                 |
| 17                                                                                                        | Retirements                               |                                     |                                     |
| 18                                                                                                        | Adjustments                               |                                     |                                     |
| 19                                                                                                        | 06/30/2014 Balance                        | <u>3,782,914</u>                    | <u>387,570</u>                      |

Supporting Schedules: A-5, A-6

Schedule of Water Plant in Service By Primary Account

Florida Public Service Commission

Test Year Average balance

HC Waterworks, Inc.

Docket No. 140158-WS

Historical Test Year Ending June 30, 2014

Historical & Pro Forma

REVISED Schedule: A-5

4/30/2015 Page: 1

Preparer: W T Rendell

Explanation: Provide the ending balances and average of plant in service for the prior year and the test year by primary account. Also show non-used and useful amounts by account.

| Line No. | (1)<br>Acct No. | (2)<br>Account Name               | (3)<br>Prior Year<br>06/30/13 | (4)<br>Test Year End<br>06/30/14 | (5)<br>Average<br>Balance | (6)<br>Non-Used & Useful<br>% | (7)<br>Useful<br>Balance | (8)<br>Pro Forma<br>Plant | (9)<br>Pro Forma<br>YE | (10)<br>Non-U&U<br>Proforma |
|----------|-----------------|-----------------------------------|-------------------------------|----------------------------------|---------------------------|-------------------------------|--------------------------|---------------------------|------------------------|-----------------------------|
| 1        |                 | INTANGIBLE PLANT                  |                               |                                  |                           |                               |                          |                           |                        |                             |
| 2        | 301.1           | Organization                      | 1,798                         | 5,923                            | 3,860                     | 0.00%                         | 0                        | -                         | 3,860                  | -                           |
| 3        | 302.1           | Franchises                        | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 4        | 339.1           | Other Plant & Misc. Equipment     | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 6        | 303             | Land & Land Rights                | 25,450                        | 25,450                           | 25,450                    | 0.00%                         | 0                        | -                         | 25,450                 | -                           |
| 7        | 304             | Structures & Improvements         | 1,142,392                     | 1,142,392                        | 1,142,392                 | 0.00%                         | 0                        | -                         | 1,142,392              | -                           |
| 8        | 305.2           | Collect. & Impound Reservoirs     | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 9        | 306.2           | Lake, River & Other Intakes       | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 10       | 307.2           | Wells & Springs                   | 164,182                       | 196,412                          | 180,297                   | 0.00%                         | 0                        | 3,406                     | 183,703                | -                           |
| 11       | 308.2           | Infiltration Galleries & Tunnels  | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 12       | 309.2           | Supply Mains                      | 66,369                        | 66,369                           | 66,369                    | 0.00%                         | 0                        | -                         | 66,369                 | -                           |
| 13       | 310.2           | Power Generation Equipment        | 123,123                       | 123,123                          | 123,123                   | 0.00%                         | 0                        | 2,607                     | 125,729                | -                           |
| 14       | 311.2           | Pumping Equipment                 | 152,872                       | 160,734                          | 156,803                   | 0.00%                         | 0                        | -                         | 156,803                | -                           |
| 15       | 339.2           | Other Plant & Misc. Equipment     | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 16       |                 | WATER TREATMENT PLANT             |                               |                                  |                           |                               |                          |                           |                        |                             |
| 18       | 304.3           | Structures & Improvements         | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 19       | 311.3           | Pumping Equipment                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 20       | 320.3           | Water Treatment Equipment         | 828,148                       | 840,628                          | 834,388                   | 0.00%                         | 0                        | 20,863                    | 855,251                | -                           |
| 21       | 339.3           | Other Plant & Misc. Equipment     | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 22       |                 | TRANSMISSION & DISTRIBUTION PLANT |                               |                                  |                           |                               |                          |                           |                        |                             |
| 24       | 304.4           | Structures & Improvements         | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 25       | 311.4           | Pumping Equipment                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 26       | 330.4           | Distr. Reservoirs & Standpipes    | 215,652                       | 215,652                          | 215,652                   | 0.00%                         | 0                        | -                         | 215,652                | -                           |
| 27       | 331.4           | Transm. & Distribution Mains      | 609,145                       | 618,425                          | 613,785                   | 16.00%                        | 98,206                   | -                         | 613,785                | -                           |
| 28       | 333.4           | Services                          | 91,582                        | 91,582                           | 91,582                    | 0.00%                         | 0                        | 10,261                    | 101,843                | -                           |
| 29       | 334.4           | Meters & Meter Installations      | 250,251                       | 251,262                          | 250,756                   | 0.00%                         | 0                        | 1,314                     | 252,071                | -                           |
| 30       | 335.4           | Hydrants                          | 18,345                        | 18,345                           | 18,345                    | 0.00%                         | 0                        | -                         | 18,345                 | -                           |
| 31       | 336.4           | Backflow Prevention               | 548                           | 548                              | 548                       | 0.00%                         | 0                        | -                         | 548                    | -                           |
| 32       | 339.4           | Other Plant & Misc. Equipment     | 2,647                         | 2,647                            | 2,647                     | 0.00%                         | 0                        | -                         | 2,647                  | -                           |
| 33       |                 | GENERAL PLANT                     |                               |                                  |                           |                               |                          |                           |                        |                             |
| 35       | 304.5           | Structures & Improvements         | 0                             | 834                              | 417                       | 0.00%                         | 0                        | -                         | 417                    | -                           |
| 36       | 340.5           | Office Furniture & Equipment      | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 37       | 340.51          | Computer Equipment                | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 38       | 341.5           | Transportation Equipment          | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 39       | 342.5           | Stores Equipment                  | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 40       | 343.5           | Tools, Shop & Garage Equipment    | 3,031                         | 3,031                            | 3,031                     | 0.00%                         | 0                        | -                         | 3,031                  | -                           |
| 41       | 344.5           | Laboratory Equipment              | 13,624                        | 13,624                           | 13,624                    | 0.00%                         | 0                        | -                         | 13,624                 | -                           |
| 42       | 345.5           | Power Operated Equipment          | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 43       | 346.5           | Communication Equipment           | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 44       | 347.5           | Miscellaneous Equipment           | 4,871                         | 4,871                            | 4,871                     | 0.00%                         | 0                        | -                         | 4,871                  | -                           |
| 45       | 348.5           | Other Tangible Plant              | 0                             | 0                                | 0                         | 0.00%                         | 0                        | -                         | -                      | -                           |
| 46       |                 | TOTAL                             | 3,714,030                     | 3,781,851                        | 3,747,940                 |                               | 98,206                   | 38,451                    | 3,786,391              | -                           |



**Schedule of Sewer Plant in Service By Primary Account**

**Florida Public Service Commission**

Test Year Average balance

HC Waterworks, Inc.

REVISED Schedule: A-6

Docket No. 140158-WS

4/30/2015 Page: 1

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

Historical & Pro Forma

Explanation: Provide the ending balances and average of plant in service for the prior year and the test year by primary account. Also show non-used and useful amounts by account.

| Line No. | (1)<br>Acct No. | (2)<br>Account Name                | (3)<br>Prior Year<br>06/30/13 | (4)<br>Test Year End<br>06/30/14 | (5)<br>Average<br>Balance | (6)<br>Non-Used & Useful<br>% | (7)<br>Useful<br>Balance |
|----------|-----------------|------------------------------------|-------------------------------|----------------------------------|---------------------------|-------------------------------|--------------------------|
| 1        |                 | INTANGIBLE PLANT                   |                               |                                  |                           |                               |                          |
| 2        | 351.1           | Organization                       | 750                           | 914                              | 832                       | 0.00%                         | 0                        |
| 3        | 352.1           | Franchises                         | 298                           | 298                              | 298                       | 0.00%                         | 0                        |
| 4        | 389.1           | Other Plant & Misc. Equipment      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 5        |                 | COLLECTION PLANT                   |                               |                                  |                           |                               |                          |
| 6        | 353.2           | Land & Land Rights                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 7        | 354.2           | Structures & Improvements          | 4,580                         | 4,580                            | 4,580                     | 0.00%                         | 0                        |
| 8        | 355.2           | Power Generation Equipment         | 17,947                        | 17,947                           | 17,947                    | 0.00%                         | 0                        |
| 9        | 360.2           | Collection Sewers - Force          | 0                             | 0                                | 0                         | 7.17%                         | 0                        |
| 10       | 361.2           | Collection Sewers - Gravity        | 167,963                       | 167,963                          | 167,963                   | 7.17%                         | 12,037                   |
| 11       | 362.2           | Special Collecting Structures      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 12       | 363.2           | Services to Customers              | 26,876                        | 26,876                           | 26,876                    | 0.00%                         | 0                        |
| 13       | 364.2           | Flow Measuring Devices             | 7,695                         | 7,695                            | 7,695                     | 0.00%                         | 0                        |
| 14       | 365.2           | Flow Measuring Installations       | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 15       | 389.2           | Other Plant & Misc. Equipment      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 16       |                 | SYSTEM PUMPING PLANT               |                               |                                  |                           |                               |                          |
| 17       | 353.3           | Land & Land Rights                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 18       | 354.3           | Structures & Improvements          | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 19       | 355.3           | Power Generation Equipment         | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 20       | 370.3           | Receiving Wells                    | 11,836                        | 11,836                           | 11,836                    | 7.17%                         | 848                      |
| 21       | 371.3           | Pumping Equipment                  | 29,607                        | 29,607                           | 29,607                    | 7.17%                         | 2,122                    |
| 22       | 389.3           | Other Plant & Misc. Equipment      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 23       |                 | TREATMENT AND DISPOSAL PLANT       |                               |                                  |                           |                               |                          |
| 24       | 353.4           | Land & Land Rights                 | 2,200                         | 2,200                            | 2,200                     | 0.00%                         | 0                        |
| 25       | 354.4           | Structures & Improvements          | 0                             | 0                                | 0                         | 31.68%                        | 0                        |
| 26       | 355.4           | Power Generation Equipment         | 0                             | 0                                | 0                         | 31.68%                        | 0                        |
| 27       | 380.4           | Treatment & Disposal Equipment     | 113,609                       | 113,609                          | 113,609                   | 31.68%                        | 35,988                   |
| 28       | 381.4           | Plant Sewers                       | 0                             | 0                                | 0                         | 31.68%                        | 0                        |
| 29       | 382.4           | Outfall Sewer Lines                | 934                           | 934                              | 934                       | 31.68%                        | 296                      |
| 30       | 389.4           | Other Plant & Misc. Equipment      | 2,126                         | 2,126                            | 2,126                     | 31.68%                        | 674                      |
| 31       |                 | RECLAIMED WATER TREATMENT PLANT    |                               |                                  |                           |                               |                          |
| 32       | 353.5           | Land & Land Rights                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 33       | 354.5           | Structures & Improvements          | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 34       | 355.5           | Power Generation Equipment         | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 35       | 371.5           | Pumping Equipment                  | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 36       | 374.5           | Reuse Distribution Reservoirs      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 37       | 380.5           | Treatment & Disposal Equipment     | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 38       | 381.5           | Plant Sewers                       | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 39       | 389.5           | Other Plant & Misc. Equipment      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 40       |                 | RECLAIMED WATER DISTRIBUTION PLANT |                               |                                  |                           |                               |                          |
| 41       | 352.6           | Franchises                         | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 42       | 353.6           | Land & Land Rights                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 43       | 354.6           | Structures & Improvements          | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 44       | 355.6           | Power Generation Equipment         | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 45       | 366.6           | Reuse Services                     | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 46       | 367.6           | Reuse Meters & Meter Installations | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 47       | 371.6           | Pumping Equipment                  | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 48       | 375.6           | Reuse Transmission & Distr. Sys.   | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 49       | 389.6           | Other Plant & Misc. Equipment      | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 50       |                 | GENERAL PLANT                      |                               |                                  |                           |                               |                          |
| 51       | 353.7           | Land & Land Rights                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 52       | 354.7           | Structures & Improvements          | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 53       | 390.7           | Office Furniture & Equipment       | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 54       | 390.71          | Computer Equipment                 | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 55       | 391.7           | Transportation Equipment           | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 56       | 392.7           | Stores Equipment                   | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 57       | 393.7           | Tools, Shop & Garage Equipment     | 984                           | 984                              | 984                       | 0.00%                         | 0                        |
| 58       | 394.7           | Laboratory Equipment               | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 59       | 395.7           | Power Operated Equipment           | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 60       | 396.7           | Communication Equipment            | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 61       | 397.7           | Miscellaneous Equipment            | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 62       | 398.7           | Other Tangible Plant               | 0                             | 0                                | 0                         | 0.00%                         | 0                        |
| 63       |                 | TOTAL                              | 387,405                       | 387,569                          | 387,487                   |                               | 51,964                   |

**Non-Used and Useful Plant - Summary**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Historical & Pro Forma

Schedule: A-7                      **REVISED**  
 Page: 1 of 1                      4/30/2015  
 Preparer: W T Rendell

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)                     |
|--------------|---------------------------------|-----|--------------------------------|------------------------|---------------------|-------------------------|
|              |                                 |     | Average<br>Amount per<br>Books | Utility<br>Adjustments | Adjusted<br>Balance | Supporting<br>Schedules |
| <b>Water</b> |                                 |     |                                |                        |                     |                         |
| 1            | Plant in Service                |     | 98,206                         | 0                      | 98,206              | A-5                     |
| 2            | Land                            |     | 0                              | 0                      | 0                   | A-5                     |
| 3            | Less: Accumulated Depreciation  |     | (14,206)                       | 0                      | (14,206)            | 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            | <b>TOTAL</b>                    |     | <u>83,999</u>                  | <u>0</u>               | <u>83,999</u>       |                         |
| <b>Sewer</b> |                                 |     |                                |                        |                     |                         |
| 9            | Plant in Service                |     | 51,964                         | 0                      | 51,964              | A-6                     |
| 10           | Land                            |     | 0                              | 0                      | 0                   | A-6                     |
| 11           | Less: Accumulated Depreciation  |     | (44,790)                       | 0                      | (44,790)            | 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           | <b>TOTAL</b>                    |     | <u>7,174</u>                   | <u>0</u>               | <u>7,174</u>        |                         |

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: A-8  
 Page: 1 of 1  
 Preparer: W T Rendell

**REVISED**  
 4/30/2015

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)<br>Description                        | (2)<br>Water<br>Year End<br>Balance | (3)<br>Sewer<br>Year End<br>Balance |
|-----------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------|-------------------------------------|
| <b>The balances for this system begin March 31, 2014 in accordance with Order No. PSC-14-0314-PAA-WS.</b> |                                           |                                     |                                     |
|                                                                                                           | 03/31/2013 Balance                        |                                     |                                     |
| 1                                                                                                         |                                           |                                     |                                     |
| 2                                                                                                         | <b>3/31/2013</b>                          |                                     |                                     |
| 3                                                                                                         | Additions                                 |                                     |                                     |
| 4                                                                                                         | Retirements                               |                                     |                                     |
| 5                                                                                                         | Adjustments                               |                                     |                                     |
| 6                                                                                                         | <b>03/31/2013 - Order No. PSC-14-0314</b> | 596,681                             | 275,284                             |
| 7                                                                                                         |                                           |                                     |                                     |
| 8                                                                                                         | April 2013 - December 2013                |                                     |                                     |
| 9                                                                                                         | Additions                                 | 98,450                              | 7,743                               |
| 10                                                                                                        | Retirements                               |                                     |                                     |
| 11                                                                                                        | Adjustments                               |                                     |                                     |
| 12                                                                                                        | 12/31/13 Balance                          | 695,131                             | 283,027                             |
| 13                                                                                                        |                                           |                                     |                                     |
| 14                                                                                                        | January 2014 - June 2014                  |                                     |                                     |
| 15                                                                                                        | Additions                                 | 66,689                              | 4,401                               |
| 16                                                                                                        | Retirements                               |                                     |                                     |
| 17                                                                                                        | Adjustments                               |                                     |                                     |
| 18                                                                                                        | 06/30/2014 Balance                        | 761,820                             | 287,428                             |

Supporting Schedules: A-9, A-10

Schedule of Water Accumulated Depreciation By Primary Account  
 Test Year Average balance  
 HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Historical & Pro Forma

Florida Public Service Commission  
 Schedule A-9 REVISED  
 Page: 1 4/30/2015  
 Preparer: W T Rendell

Explanation: Provide the ending balances and average of accumulated depreciation for the prior year and the test year by primary account. Also show non-used & useful amounts.

| Line | Acct   | (1)                               | (2)      | (3)      | (4)      | (5)    | (6)     | (7)                        | (8)          | (9)      | (10) Pro Forma Adjustments |        |                              |  |
|------|--------|-----------------------------------|----------|----------|----------|--------|---------|----------------------------|--------------|----------|----------------------------|--------|------------------------------|--|
|      |        |                                   |          |          |          |        |         |                            |              |          | Non-Used & Useful          |        | Non-Used & Useful Depr Rates |  |
| No.  | No.    | Account Name                      | 06/30/13 | 06/30/14 | Balance  | %      | Balance | Pro Forma Plant Adjustment | Depreciation | Amount   | %                          | Amount | (FYI)                        |  |
| 1    |        | INTANGIBLE PLANT                  |          |          |          |        |         |                            |              |          |                            |        |                              |  |
| 2    | 301.1  | Organization                      | 3        | 136      | 70       | 0.00%  | 0       |                            |              | 70       | 0.00%                      | 0      | 2.50%                        |  |
| 3    | 302.1  | Franchises                        | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 2.50%                        |  |
| 4    | 339.1  | Other Plant & Misc. Equipment     | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 2.50%                        |  |
| 5    |        | SOURCE OF SUPPLY & PUMPING PLANT  |          |          |          |        |         |                            |              |          |                            |        |                              |  |
| 6    | 303.2  | Land & Land Rights                | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 5.56%                        |  |
| 7    | 304.2  | Structures & Improvements         | 178,706  | 214,424  | 196,565  | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 0.00%                        |  |
| 8    | 305.2  | Collect. & Impound Reservoirs     | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 196,565  | 0.00%                      | 0      | 3.33%                        |  |
| 9    | 306.2  | Lake, River & Other Intakes       | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 2.00%                        |  |
| 10   | 307.2  | Wells & Springs                   | 55,209   | 61,339   | 58,274   | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 2.50%                        |  |
| 11   | 308.2  | Infiltration Galleries & Tunnels  | 0        | 0        | 0        | 0.00%  | 0       | 3,406                      | 57           | 58,331   | 0.00%                      | 0      | 3.33%                        |  |
| 12   | 309.2  | Supply Mains                      | 28,569   | 30,465   | 29,517   | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 2.50%                        |  |
| 13   | 310.2  | Power Generation Equipment        | 53,092   | 59,248   | 56,170   | 0.00%  | 0       |                            |              | 29,517   | 0.00%                      | 0      | 2.86%                        |  |
| 14   | 311.2  | Pumping Equipment                 | 53,826   | 61,672   | 57,749   | 0.00%  | 0       | 2,607                      | 65           | 56,235   | 0.00%                      | 0      | 5.00%                        |  |
| 15   | 339.2  | Other Plant & Misc. Equipment     | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 57,749   | 0.00%                      | 0      | 5.00%                        |  |
| 16   |        | WATER TREATMENT PLANT             |          |          |          |        |         |                            |              |          |                            |        |                              |  |
| 17   | 303.3  | Land & Land Rights                | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 5.56%                        |  |
| 18   | 304.3  | Structures & Improvements         | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 0.00%                        |  |
| 19   | 311.3  | Pumping Equipment                 | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 3.13%                        |  |
| 20   | 320.3  | Water Treatment Equipment         | 113,910  | 151,860  | 132,885  | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 5.00%                        |  |
| 21   | 339.3  | Other Plant & Misc. Equipment     | 0        | 0        | 0        | 0.00%  | 0       | 20,863                     | 474          | 133,359  | 0.00%                      | 0      | 4.55%                        |  |
| 22   |        | TRANSMISSION & DISTRIBUTION PLANT |          |          |          |        |         |                            |              |          |                            |        |                              |  |
| 23   | 303.4  | Land & Land Rights                | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 0.00%                        |  |
| 24   | 304.4  | Structures & Improvements         | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 3.13%                        |  |
| 25   | 311.4  | Pumping Equipment                 | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 5.00%                        |  |
| 26   | 330.4  | Distr. Reservoirs & Standpipes    | 40,373   | 46,202   | 43,287   | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 5.00%                        |  |
| 27   | 331.4  | Transm. & Distribution Mains      | 81,648   | 95,931   | 88,789   | 16.00% | 14,206  |                            |              | 43,287   | 0.00%                      | 0      | 2.86%                        |  |
| 28   | 333.4  | Services                          | 9,905    | 12,195   | 11,050   | 0.00%  | 0       |                            |              | 88,789   | 16.00%                     | 14,206 | 2.33%                        |  |
| 29   | 334.4  | Meters & Meter Installations      | 30,253   | 42,783   | 36,518   | 0.00%  | 0       | 10,261                     | 128          | 11,178   | 0.00%                      | 0      | 2.50%                        |  |
| 30   | 335.4  | Hydrants                          | 10,984   | 11,392   | 11,188   | 0.00%  | 0       | 1,314                      | 33           | 36,551   | 0.00%                      | 0      | 5.00%                        |  |
| 31   | 336.4  | Backflow Prevention               | 237      | 274      | 255      | 0.00%  | 0       |                            |              | 11,188   | 0.00%                      | 0      | 2.22%                        |  |
| 32   | 339.4  | Other Plant & Misc. Equipment     | 856      | 962      | 909      | 0.00%  | 0       |                            |              | 255      | 0.00%                      | 0      | 6.67%                        |  |
| 33   |        | GENERAL PLANT                     |          |          |          |        |         |                            |              | 909      | 0.00%                      | 0      | 4.00%                        |  |
| 34   | 303.5  | Land & Land Rights                | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 0.00%                        |  |
| 35   | 304.5  | Structures & Improvements         | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 2.50%                        |  |
| 36   | 340.5  | Office Furniture & Equipment      | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 6.67%                        |  |
| 37   | 340.51 | Computer Equipment                | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 16.67%                       |  |
| 38   | 341.5  | Transportation Equipment          | (20,000) | (20,000) | (20,000) | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 16.67%                       |  |
| 39   | 342.5  | Stores Equipment                  | 0        | 0        | 0        | 0.00%  | 0       |                            |              | (20,000) | 0.00%                      | 0      | 5.56%                        |  |
| 40   | 343.5  | Tools, Shop & Garage Equipmen     | (20,352) | (20,162) | (20,257) | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 6.25%                        |  |
| 41   | 344.5  | Laboratory Equipment              | 5,869    | 6,777    | 6,323    | 0.00%  | 0       |                            |              | (20,257) | 0.00%                      | 0      | 6.67%                        |  |
| 42   | 345.5  | Power Operated Equipment          | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 6,323    | 0.00%                      | 0      | 8.33%                        |  |
| 43   | 346.5  | Communication Equipment           | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 10.00%                       |  |
| 44   | 347.5  | Miscellaneous Equipment           | 6,163    | 6,163    | 6,163    | 0.00%  | 0       |                            |              | 0        | 0.00%                      | 0      | 6.67%                        |  |
| 45   | 348.5  | Other Tangible Plant              | 0        | 0        | 0        | 0.00%  | 0       |                            |              | 6,163    | 0.00%                      | 0      | 10.00%                       |  |
| 46   |        | TOTAL                             | 629,252  | 761,660  | 695,456  |        | 14,206  | 38,451                     | 757          | 696,213  |                            | 14,206 |                              |  |

**Schedule of Sewer Accumulated Depreciation By Primary Account**  
 Test Year Average balance  
**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Historical & Pro Forma

**Florida Public Service Commission**

REVISED  
 4/30/2015

Schedule: A-10  
 Page: 1  
 Preparer: W T Rendell

Explanation: Provide the ending balances and average of accumulated depreciation for the prior year and the test year by primary account. Also show non-used & useful amounts.

| Line No. | Acct No. | Account Name                       | (3)                 |                        | Average Balance | (4)        |                | (5) |
|----------|----------|------------------------------------|---------------------|------------------------|-----------------|------------|----------------|-----|
|          |          |                                    | Prior Year 06/30/13 | Test Year End 06/30/14 |                 | Non-Used % | Useful Balance |     |
| 1        |          | INTANGIBLE PLANT                   |                     |                        |                 |            |                |     |
| 2        | 351.1    | Organization                       | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 3        | 352.1    | Franchises                         | 233                 | 244                    | 238             | 0.00%      | 0              |     |
| 4        | 389.1    | Other Plant & Misc. Equipment      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 5        |          | COLLECTION PLANT                   |                     |                        |                 |            |                |     |
| 6        | 353.2    | Land & Land Rights                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 7        | 354.2    | Structures & Improvements          | 4,529               | 4,588                  | 4,559           | 0.00%      | 0              |     |
| 8        | 355.2    | Power Generation Equipment         | 6,839               | 7,737                  | 7,288           | 0.00%      | 0              |     |
| 9        | 360.2    | Collection Sewers - Force          | 0                   | 0                      | 0               | 7.17%      | 0              |     |
| 10       | 361.2    | Collection Sewers - Gravity        | 114,588             | 118,321                | 116,454         | 7.17%      | 8,345          |     |
| 11       | 362.2    | Special Collecting Structures      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 12       | 363.2    | Services to Customers              | 10,053              | 10,760                 | 10,406          | 0.00%      | 0              |     |
| 13       | 364.2    | Flow Measuring Devices             | 5,621               | 7,160                  | 6,390           | 0.00%      | 0              |     |
| 14       | 365.2    | Flow Measuring Installations       | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 15       | 389.2    | Other Plant & Misc. Equipment      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 16       |          | SYSTEM PUMPING PLANT               |                     |                        |                 |            |                |     |
| 17       | 353.3    | Land & Land Rights                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 18       | 354.3    | Structures & Improvements          | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 19       | 355.3    | Power Generation Equipment         | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 20       | 370.3    | Receiving Wells                    | 10,594              | 10,633                 | 10,614          | 7.17%      | 761            |     |
| 21       | 371.3    | Pumping Equipment                  | 17,252              | 18,897                 | 18,075          | 7.17%      | 1,295          |     |
| 22       | 389.3    | Other Plant & Misc. Equipment      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 23       |          | TREATMENT AND DISPOSAL PLANT       |                     |                        |                 |            |                |     |
| 24       | 353.4    | Land & Land Rights                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 25       | 354.4    | Structures & Improvements          | 0                   | 0                      | 0               | 31.68%     | 0              |     |
| 26       | 355.4    | Power Generation Equipment         | 0                   | 0                      | 0               | 31.68%     | 0              |     |
| 27       | 380.4    | Treatment & Disposal Equipment     | 113,912             | 113,912                | 113,912         | 31.68%     | 36,084         |     |
| 28       | 381.4    | Plant Sewers                       | 0                   | 0                      | 0               | 31.68%     | 0              |     |
| 29       | 382.4    | Outfall Sewer Lines                | (6,076)             | (6,045)                | (6,061)         | 31.68%     | (1,920)        |     |
| 30       | 389.4    | Other Plant & Misc. Equipment      | 650                 | 768                    | 709             | 31.68%     | 224            |     |
| 31       |          | RECLAIMED WATER TREATMENT PLANT    |                     |                        |                 |            |                |     |
| 32       | 353.5    | Land & Land Rights                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 33       | 354.5    | Structures & Improvements          | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 34       | 355.5    | Power Generation Equipment         | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 35       | 371.5    | Pumping Equipment                  | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 36       | 374.5    | Reuse Distribution Reservoirs      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 37       | 380.5    | Treatment & Disposal Equipment     | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 38       | 381.5    | Plant Sewers                       | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 39       | 389.5    | Other Plant & Misc. Equipment      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 40       |          | RECLAIMED WATER DISTRIBUTION PLANT |                     |                        |                 |            |                |     |
| 41       | 352.6    | Franchises                         | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 42       | 353.6    | Land & Land Rights                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 43       | 354.6    | Structures & Improvements          | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 44       | 355.6    | Power Generation Equipment         | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 45       | 366.6    | Reuse Services                     | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 46       | 367.6    | Reuse Meters & Meter Installations | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 47       | 371.6    | Pumping Equipment                  | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 48       | 375.6    | Reuse Transmission & Distr. Sys.   | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 49       | 389.6    | Other Plant & Misc. Equipment      | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 50       |          | GENERAL PLANT                      |                     |                        |                 |            |                |     |
| 51       | 353.7    | Land & Land Rights                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 52       | 354.7    | Structures & Improvements          | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 53       | 390.7    | Office Furniture & Equipment       | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 54       | 390.71   | Computer Equipment                 | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 55       | 391.7    | Transportation Equipment           | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 56       | 392.7    | Stores Equipment                   | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 57       | 393.7    | Tools, Shop & Garage Equipment     | 337                 | 399                    | 368             | 0.00%      | 0              |     |
| 58       | 394.7    | Laboratory Equipment               | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 59       | 395.7    | Power Operated Equipment           | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 60       | 396.7    | Communication Equipment            | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 61       | 397.7    | Miscellaneous Equipment            | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 62       | 398.7    | Other Tangible Plant               | 0                   | 0                      | 0               | 0.00%      | 0              |     |
| 63       |          | TOTAL                              | 278,531             | 287,373                | 282,952         |            | 44,790         |     |

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

HC Waterworks, Inc.  
Docket No. 140158-WS

Historical Test Year Ending June 30, 2014

Schedule: A-11

Page: 1 of 2

Preparer: W T Rendell

**REVISED**

4/30/2015

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)<br>Description                        | (2)<br>Water<br>Year End<br>Balance | (3)<br>Sewer<br>Year End<br>Balance |
|-----------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------|-------------------------------------|
| <b>The balances for this system begin March 31, 2014 in accordance with Order No. PSC-14-0314-PAA-WS.</b> |                                           |                                     |                                     |
| 1                                                                                                         | 03/31/2013 Balance                        |                                     |                                     |
| 2                                                                                                         |                                           |                                     |                                     |
| 3                                                                                                         | <b><u>3/31/2013</u></b>                   |                                     |                                     |
| 4                                                                                                         | Additions                                 |                                     |                                     |
| 5                                                                                                         | Retirements                               |                                     |                                     |
| 6                                                                                                         | Adjustments                               |                                     |                                     |
| 7                                                                                                         | <b>03/31/2013 - Order No. PSC-14-0314</b> | <u>837,270</u>                      | <u>278,950</u>                      |
| 8                                                                                                         |                                           |                                     |                                     |
| 9                                                                                                         | April 2013 - December 2013                |                                     |                                     |
| 10                                                                                                        | Additions                                 | 8,550                               | 13,200                              |
| 11                                                                                                        | Retirements                               |                                     |                                     |
| 12                                                                                                        | Adjustments                               |                                     |                                     |
| 13                                                                                                        | 12/31/13 Balance                          | <u>845,820</u>                      | <u>292,150</u>                      |
| 14                                                                                                        |                                           |                                     |                                     |
| 15                                                                                                        | January 2014 - June 2014                  |                                     |                                     |
| 16                                                                                                        | Additions                                 |                                     |                                     |
| 17                                                                                                        | Retirements                               |                                     |                                     |
| 18                                                                                                        | Adjustments                               |                                     |                                     |
| 19                                                                                                        | 06/30/2014 Balance                        | <u>845,820</u>                      | <u>292,150</u>                      |

Supporting Schedules: A-12

**Schedule of Water Contributions in Aid of Construction By Classification**

Test Year Average balance

HC Waterworks, Inc.

Docket No. 140158-WS

Historical Test Year Ending June 30, 2014

Historical & Pro Forma

Florida Public Service Commission

REVISED Schedule: A-12

4/30/2015 Page: 1

Preparer: WT Rendell

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

| Line No. | Acct No. | Description                     | (3)<br>Prior Year<br>06/30/13 | (4)<br>Test Year End<br>06/30/14 | (5)<br>Average<br>Balance | (6) Non-Used & Useful |                |
|----------|----------|---------------------------------|-------------------------------|----------------------------------|---------------------------|-----------------------|----------------|
|          |          |                                 |                               |                                  |                           | (6)<br>%              | (7)<br>Balance |
| 1        |          | <b>WATER</b>                    |                               |                                  |                           |                       |                |
| 2        |          | Cash CIAC:                      |                               |                                  |                           |                       |                |
| 3        | 271.1    | Cash from Order No. PSC-14-0314 | 837,270                       | 837,270                          | 837,270                   | 0.00%                 | 0              |
| 4        | 271.1    | Plant Capacity Fees             | 0                             | 3,500                            | 1,750                     | 0.00%                 | 0              |
| 5        | 271.1    | Meter Fees                      | 0                             | 1,050                            | 525                       | 0.00%                 | 0              |
| 6        | 271.1    | Service Installation Fees       | 0                             | 4,000                            | 2,000                     | 0.00%                 | 0              |
| 7        |          | Total Cash CIAC                 | 837,270                       | 845,820                          | 841,545                   |                       | 0              |
| 8        |          |                                 |                               |                                  |                           |                       |                |
| 9        |          | Property CIAC:                  |                               |                                  |                           |                       |                |
| 10       | 330      | Dist Reservoirs & Standpipes    | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 11       | 331      | T&D Mains                       | 0                             | 0                                | 0                         | 16.00%                | 0              |
| 12       | 333      | Services                        | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 13       | 334      | Meters/Meter Installation       | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 14       | 335      | Hydrants                        | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 15       |          | Total Property CIAC             | 0                             | 0                                | 0                         |                       | 0              |
| 16       |          |                                 |                               |                                  |                           |                       |                |
| 17       |          | Total Water CIAC                | 837,270                       | 845,820                          | 841,545                   |                       | 0              |
| 18       |          |                                 |                               |                                  |                           |                       |                |
| 19       |          | <b>SEWER</b>                    |                               |                                  |                           |                       |                |
| 20       |          | Cash CIAC:                      |                               |                                  |                           |                       |                |
| 21       | 271      | Cash from Order No. PSC-14-0314 | 278,950                       | 278,950                          | 278,950                   | 0.00%                 | 0              |
| 22       | 271      | Plant Capacity Fees             | 0                             | 5,200                            | 2,600                     | 0.00%                 | 0              |
| 23       | 271      | Main Extension Charge           | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 24       | 271      | Service Installation Fees       | 0                             | 8,000                            | 4,000                     | 0.00%                 | 0              |
| 25       |          | Total Cash CIAC                 | 278,950                       | 292,150                          | 285,550                   |                       | 0              |
| 26       |          |                                 |                               |                                  |                           |                       |                |
| 27       |          | Property CIAC:                  |                               |                                  |                           |                       |                |
| 28       | 354      | Structures & Improvements       | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 29       | 360      | Collection Sewers- Force        | 0                             | 0                                | 0                         | 7.17%                 | 0              |
| 30       | 361      | Collection Sewers- Gravity      | 0                             | 0                                | 0                         | 7.17%                 | 0              |
| 31       | 363      | Services to Customers           | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 32       | 370      | Lift Stations                   | 0                             | 0                                | 0                         | 7.17%                 | 0              |
| 33       | 371      | Pumping Equipment               | 0                             | 0                                | 0                         | 7.17%                 | 0              |
| 34       | 366      | Reuse Services                  | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 35       | 375      | Reuse Transmission & Dist Mains | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 36       | 389      | Other Plant Misc Equip          | 0                             | 0                                | 0                         | 0.00%                 | 0              |
| 37       |          | Total Property CIAC             | 0                             | 0                                | 0                         |                       | 0              |
| 38       |          |                                 |                               |                                  |                           |                       |                |
| 39       |          | Total Sewer CIAC                | 278,950                       | 292,150                          | 285,550                   |                       | 0              |

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

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: A-13  
 Page: 1 of 2  
 Preparer: WT Rendell

**REVISED**  
 4/30/2015

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)<br>Description                        | (2)<br>Water<br>Year End<br>Balance | (3)<br>Sewer<br>Year End<br>Balance |
|-----------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------|-------------------------------------|
| <b>The balances for this system begin March 31, 2014 in accordance with Order No. PSC-14-0314-PAA-WS.</b> |                                           |                                     |                                     |
| 1                                                                                                         | 03/31/2013 Balance                        |                                     |                                     |
| 2                                                                                                         |                                           |                                     |                                     |
| 3                                                                                                         | <b><u>3/31/2013</u></b>                   |                                     |                                     |
| 4                                                                                                         | Additions                                 |                                     |                                     |
| 5                                                                                                         | Retirements                               |                                     |                                     |
| 6                                                                                                         | Adjustments                               |                                     |                                     |
| 7                                                                                                         | <b>03/31/2013 - Order No. PSC-14-0314</b> | <u>447,012</u>                      | <u>235,184</u>                      |
| 8                                                                                                         |                                           |                                     |                                     |
| 9                                                                                                         | April 2013 - December 2013                |                                     |                                     |
| 10                                                                                                        | Additions                                 | 22,184                              | 5,783                               |
| 11                                                                                                        | Retirements                               | 0                                   | 0                                   |
| 12                                                                                                        | Adjustments                               | 0                                   | 0                                   |
| 13                                                                                                        | 12/31/13 Balance                          | <u>469,196</u>                      | <u>240,967</u>                      |
| 14                                                                                                        |                                           |                                     |                                     |
| 15                                                                                                        | January 2014 - June 2014                  |                                     |                                     |
| 16                                                                                                        | Additions                                 | 0                                   | 0                                   |
| 17                                                                                                        | Retirements                               | 0                                   | 0                                   |
| 18                                                                                                        | Adjustments                               | 0                                   | 0                                   |
| 19                                                                                                        | 06/30/2014 Balance                        | <u>469,196</u>                      | <u>240,967</u>                      |
| 20                                                                                                        | Supporting Schedules: A-14                |                                     |                                     |



**Schedule of Accumulated Amortization of CIAC by Classification**  
 Test Year Average Balance  
 HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Historical & Pro Forma

Florida Public Service Commission

REVISED  
 4/30/2015

Schedule: A-14  
 Page: 1 of 4  
 Preparer: W T Rendell

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

| Line No. | Acct No. | Description                     | (3)                    |                           |                    | (4)                    |          | (5) |
|----------|----------|---------------------------------|------------------------|---------------------------|--------------------|------------------------|----------|-----|
|          |          |                                 | Prior Year<br>06/30/13 | Test Year End<br>06/30/14 | Average<br>Balance | Non-Used & Useful<br>% | Balance  |     |
| 1        |          | <b>WATER</b>                    |                        |                           |                    |                        |          |     |
| 2        |          | Cash                            |                        |                           |                    |                        |          |     |
| 3        | 272.1    | Amort from Order No. PSC-14-03  | 447,012                | 447,012                   | 447,012            | 0.00%                  | 0        |     |
| 4        | 272.1    | Additions through 6/30/2013     | 7,308                  | 7,395                     | 7,351              | 0.00%                  | 0        |     |
| 5        | 272.1    | Additions through 6/30/2014     | 0                      | 29,405                    | 14,703             | 0.00%                  | 0        |     |
| 6        |          |                                 | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 7        |          | Total Cash                      | <u>454,320</u>         | <u>483,812</u>            | <u>469,066</u>     |                        | <u>0</u> |     |
| 8        |          |                                 |                        |                           |                    |                        |          |     |
| 9        |          | Property                        |                        |                           |                    |                        |          |     |
| 10       | 330      | Dist Reservoirs & Standpipes    | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 11       | 331      | T&D Mains                       | 0                      | 0                         | 0                  | 16.00%                 | 0        |     |
| 12       | 333      | Services                        | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 13       | 334      | Meters/Meter Installation       | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 14       | 335      | Hydrants                        | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 15       |          | Total Property                  | <u>0</u>               | <u>0</u>                  | <u>0</u>           |                        | <u>0</u> |     |
| 16       |          |                                 |                        |                           |                    |                        |          |     |
| 17       |          | Total Water                     | <u>454,320</u>         | <u>483,812</u>            | <u>469,066</u>     |                        | <u>0</u> |     |
| 18       |          |                                 |                        |                           |                    |                        |          |     |
| 19       |          | <b>SEWER</b>                    |                        |                           |                    |                        |          |     |
| 20       |          | Cash                            |                        |                           |                    |                        |          |     |
| 21       | 272.2    | Amort from Order No. PSC-14-03  | 235,184                | 235,184                   | 235,184            | 0.00%                  | 0        |     |
| 22       | 272.2    | Additions through 6/30/2013     | 1,725                  | 1,928                     | 1,826              | 0.00%                  | 0        |     |
| 23       | 272.2    | Additions through 6/30/2014     | 0                      | 7,305                     | 3,653              | 0.00%                  | 0        |     |
| 24       |          |                                 | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 25       |          | Total Cash                      | <u>236,909</u>         | <u>244,417</u>            | <u>240,663</u>     |                        | <u>0</u> |     |
| 26       |          |                                 |                        |                           |                    |                        |          |     |
| 27       |          | Property                        |                        |                           |                    |                        |          |     |
| 28       | 354      | Structures & Improvements       | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 29       | 360      | Collection Sewers- Force        | 0                      | 0                         | 0                  | 7.17%                  | 0        |     |
| 30       | 361      | Collection Sewers- Gravity      | 0                      | 0                         | 0                  | 7.17%                  | 0        |     |
| 31       | 363      | Services to Customers           | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 32       | 370      | Lift Stations                   | 0                      | 0                         | 0                  | 7.17%                  | 0        |     |
| 33       | 371      | Pumping Equipment               | 0                      | 0                         | 0                  | 7.17%                  | 0        |     |
| 34       | 366      | Reuse Services                  | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 35       | 375      | Reuse Transmission & Dist Mains | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 36       | 389      | Other Plant Misc Equip          | 0                      | 0                         | 0                  | 0.00%                  | 0        |     |
| 37       |          | Total Property                  | <u>0</u>               | <u>0</u>                  | <u>0</u>           |                        | <u>0</u> |     |
| 38       |          |                                 |                        |                           |                    |                        |          |     |
| 39       |          | Total Sewer                     | <u>236,909</u>         | <u>244,417</u>            | <u>240,663</u>     |                        | <u>0</u> |     |

**Schedule of Annual AFUDC Rates Used**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: A-15

Page: 1 of 1

Preparer: W T Rendell

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> |
|-------------|-------------------|-------------------|
|-------------|-------------------|-------------------|

No AFUDC rate has been set for this utility.

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
Historical Test Year Ending June 30, 2014

Schedule: A-16  
Page: 1 of 1  
Preparer: W T Rendell

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.

| Line<br>No. | (1)<br>Description | (2)<br>Water<br>Year End<br>Balance | (3)<br>Sewer<br>Year End<br>Balance |
|-------------|--------------------|-------------------------------------|-------------------------------------|
|-------------|--------------------|-------------------------------------|-------------------------------------|

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

**Schedule of Working Capital Allowance Calculation**

**Florida Public Service Co**

**HC Waterworks, Inc.**

**REVISED**

Schedule: A-17

**Docket No. 140158-WS**

4/30/2015

Page: 1 of 1

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

Explanation: Provide the calculation of working capital using the formula method.  
This is calculated by taking the balance of O&M expenses divided by 8.

| Line No. | (1)                                | (2)     | (3)        | (4) |
|----------|------------------------------------|---------|------------|-----|
|          |                                    | Water   | Wastewater |     |
| 1        | Final Rates - 06/30/2014           |         |            |     |
| 2        | per Books O&M Expense (from B-5,6) | 299,336 | 79,399     |     |
| 3        | 1/8th O&M Expense                  | 37,417  | 9,925      |     |
| 4        | Adjustments from B-3*1/8th         | 851     | (430)      |     |
| 5        | Adjusted Working Capital           | 38,268  | 9,495      |     |

**Comparative Balance Sheet - Assets**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Historical [ X ] Projected [ ]

Schedule: A-18

Page: 1 of 1

Preparer: W T Rendell

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

| Line No. | (1)<br>ASSETS                      | (2)<br>Prior Year<br>6/30/2013 | (3)<br>Test Year<br>6/30/2014 | (4)<br>Simple<br>Average |
|----------|------------------------------------|--------------------------------|-------------------------------|--------------------------|
| 1        | Utility Plant                      | 4,101,436                      | 4,169,420                     | 4,135,428                |
| 2        | Utility Plant Acquisition Adjstmnt | -                              | (870,518)                     | (435,259)                |
| 3        | Accum Amort Util Plant Acq Adj     | -                              | -                             | -                        |
| 4        | Construction Work in Progress      | -                              | -                             | -                        |
| 5        | Other Utility Plant Adjustments    | -                              | -                             | -                        |
| 6        |                                    |                                |                               |                          |
| 7        | <b>GROSS UTILITY PLANT</b>         | <b>4,101,436</b>               | <b>3,298,902</b>              | <b>3,700,169</b>         |
| 8        |                                    |                                |                               |                          |
| 9        | Less: Accumulated Depreciation     | (871,965)                      | (1,049,396)                   | (960,681)                |
| 10       |                                    |                                |                               |                          |
| 11       | <b>NET UTILITY PLANT</b>           | <b>3,229,471</b>               | <b>2,249,506</b>              | <b>2,739,488</b>         |
| 12       |                                    |                                |                               |                          |
| 13       | <b>OTHER PHYSICAL PROPERTY</b>     | <b>-</b>                       | <b>-</b>                      | <b>-</b>                 |
| 14       |                                    |                                |                               |                          |
| 15       | Cash                               | 222,825                        | 225,898                       | 224,361                  |
| 16       | Accounts Receivable Customer       | 31,938                         | 39,269                        | 35,603                   |
| 17       | Allowance for Bad Debts            | -                              | (11,749)                      | (5,874)                  |
| 18       | Accounts Receivable Affiliates     | -                              | -                             | -                        |
| 19       | Notes Rec. Affiliates              | -                              | -                             | -                        |
| 20       | Temporary Investments              | -                              | -                             | -                        |
| 21       | Materials & Supplies               | -                              | -                             | -                        |
| 22       | Unbilled Revenue                   | 48,000                         | -                             | 24,000                   |
| 23       | Prepayments                        | 1,770                          | 1,771                         | 1,771                    |
| 24       | Other Current Assets               | 13,250                         | 13,250                        | 13,250                   |
| 25       |                                    |                                |                               |                          |
| 26       | <b>TOTAL CURRENT ASSETS</b>        | <b>317,783</b>                 | <b>268,440</b>                | <b>298,986</b>           |
| 27       |                                    |                                |                               |                          |
| 28       | Unamortized Debt Discount & Exp.   | -                              | -                             | -                        |
| 29       | Prelim Survey & Investigation Chgs | -                              | -                             | -                        |
| 30       | RWIP                               | -                              | -                             | -                        |
| 31       | Deferred Rate Case Expense         | -                              | -                             | -                        |
|          | Reg Asset-Regulatory Assets        | -                              | -                             | -                        |
|          | Reg Asset-Other                    | -                              | -                             | -                        |
| 32       | Regulatory Assets                  | -                              | -                             | -                        |
|          | Other Deferred Db-Misc             | -                              | -                             | -                        |
|          | Other Deferred Db-Susp Amortiz     | -                              | -                             | -                        |
| 33       | Other Deferred Debits              | -                              | -                             | -                        |
| 34       |                                    |                                |                               |                          |
| 35       | <b>TOTAL DEFERRED DEBITS</b>       | <b>-</b>                       | <b>-</b>                      | <b>-</b>                 |
| 36       |                                    |                                |                               |                          |
| 37       | <b>TOTAL ASSETS</b>                | <b>3,547,254</b>               | <b>2,517,946</b>              | <b>3,038,474</b>         |

**Comparative Balance Sheet - Equity Capital & Liabilities**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Historical [ X ] Projected [ ]

Schedule: A-19

Page: 1 of 1

Preparer: W T Rendell

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

| Line No. | (1)<br>Liabilities                            | (2)<br>Prior Year<br>6/30/2013 | (3)<br>Test Year<br>7/31/2013 | (4)<br>Simple<br>Average |
|----------|-----------------------------------------------|--------------------------------|-------------------------------|--------------------------|
| 1        | Common Stock Issued                           | 571,093                        | 571,093                       | 571,093                  |
| 2        | Preferred Stock Issued                        | -                              | -                             | -                        |
| 3        | Additional Paid in Capital                    | 1,588,751                      | 718,233                       | 1,153,492                |
| 4        | Retained Earnings                             | 27,738                         | (78,057)                      | (25,160)                 |
| 5        | Other Equity Capital                          | -                              | -                             | -                        |
| 6        |                                               |                                |                               |                          |
| 7        | <b>TOTAL EQUITY CAPITAL</b>                   | <b>2,187,582</b>               | <b>1,211,269</b>              | <b>1,699,426</b>         |
| 8        |                                               |                                |                               |                          |
| 9        | <b>TOTAL LONG TERM DEBT</b>                   | <b>839,728</b>                 | <b>798,035</b>                | <b>818,881</b>           |
| 10       |                                               |                                |                               |                          |
| 11       | Accounts Payable                              | 11,663                         | 27,269                        | 19,466                   |
| 12       | Accts & Int. Payable-Assoc Cos                | -                              | -                             | -                        |
| 13       | Customer Deposits                             | 3,462                          | 14,964                        | 9,213                    |
| 14       | Accrued Taxes                                 | 7,190                          | 19,293                        | 13,241                   |
| 15       | Accrued Interest                              | -                              | -                             | -                        |
| 16       | Note Payable                                  | 50,000                         | -                             | 25,000                   |
| 17       | Misc. Accrued Liabilities - Accounting        | 625                            | 2,000                         | 1,313                    |
| 18       | Misc. Accrued Liabilities - Legal             | 5,187                          | 3,000                         | 4,094                    |
| 19       | Misc. Accrued Liabilities - RAFs              | 7,793                          | 12,874                        | 10,333                   |
| 20       | Misc. Accrued Liabilities - Officer Salaries  | -                              | 19,500                        | 9,750                    |
| 21       |                                               |                                |                               |                          |
| 22       | <b>TOTAL CURRENT &amp; ACC LIABILITIES</b>    | <b>85,920</b>                  | <b>98,900</b>                 | <b>92,410</b>            |
| 23       |                                               |                                |                               |                          |
| 24       | <b>OTH. DEF. CREDITS &amp; OPER. RESERVES</b> | <b>-</b>                       | <b>-</b>                      | <b>-</b>                 |
| 25       |                                               |                                |                               |                          |
| 26       | Contributions in Aid of Construction          | 434,024                        | 1,137,970                     | 785,997                  |
| 27       | Less: Accum Amort of CIAC                     | -                              | (728,228)                     | (364,114)                |
| 28       | Accumulated Deferred Income Taxes-FIT         | -                              | -                             | -                        |
| 29       | Accumulated Deferred Income Taxes-SIT         | -                              | -                             | -                        |
|          | OPED Reserve-Non-Current                      | -                              | -                             | -                        |
|          | Pension Reserve-Non-Current                   | -                              | -                             | -                        |
| 30       | Other Non-Current Liabilities                 | -                              | -                             | -                        |
| 31       |                                               |                                |                               |                          |
| 32       | <b>TOTAL CIAC &amp; DEF. TAXES</b>            | <b>434,024</b>                 | <b>409,742</b>                | <b>421,883</b>           |
| 33       |                                               |                                |                               |                          |
| 34       | <b>TOTAL EQUITY CAPITAL &amp; LIABILITIES</b> | <b>3,547,254</b>               | <b>2,517,946</b>              | <b>3,032,600</b>         |

**HC Waterworks, Inc.**  
**NET OPERATING INCOME**

| <u>SCHEDULE TITLE</u>                            | <u>SCHEDULE<br/>NUMBER</u> | <u>PAGE<br/>NUMBER</u> |
|--------------------------------------------------|----------------------------|------------------------|
| Net Operating Income Statement - Water           | B-1                        | 22                     |
| Net Operating Income Statement - Sewer           | B-2                        | 23                     |
| Adjustments to Net Operating Statements          | B-3                        | 24                     |
| Operating Revenues                               | B-4                        | 27                     |
| Water O & M Expenses By Month                    | B-5                        | 28                     |
| Sewer O & M Expenses By Month                    | B-6                        | 30                     |
| Comparative O & M Expenses - Water               | B-7                        | 32                     |
| Comparative O & M Expenses - Water, Explanations | B-7 Supl                   | 33                     |
| Comparative O & M Expenses - Sewer               | B-8                        | 34                     |
| Comparative O & M Expenses - Sewer, Explanations | B-8 Supl                   | 35                     |
| Analysis of Contractual Services                 | B-9                        | 36                     |
| Rate Case Expense Analysis                       | B-10                       | 37                     |
| Analysis of Maintenance Expenses                 | B-11                       | 38                     |
| Schedule of Allocated Expenses                   | B-12                       | 39                     |
| Net Depreciation Expense - Water                 | B-13                       | 40                     |
| Net Depreciation Expense - Sewer                 | B-14                       | 41                     |
| Taxes Other Than Income                          | B-15                       | 42                     |

**Schedule of Water Net Operating Income**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Historical & Pro Forma

Schedule: B-1  
 Page: 1 of 1  
 Preparer: W T Rendell

**REVISED**  
 4/30/2015

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)<br>Description                   | (2)<br>Per Books Test Year | (3)<br>Utility Test Year Adjustment | (4)<br>Adjusted Test Year | (5)<br>Requested Revenue Adjustment | (6)<br>Requested Annual Revenues | (7)<br>Supporting Schedules |
|----------|--------------------------------------|----------------------------|-------------------------------------|---------------------------|-------------------------------------|----------------------------------|-----------------------------|
| 1        | OPERATING REVENUES                   | 390,596                    | 5,058                               | 395,654                   | 149,459                             | 545,113                          | B-4, E-2                    |
| 2        | Operation & Maintenance              | 299,336                    | 6,809                               | 306,145                   | 2,928                               | 309,073                          | B-5, B-3                    |
| 3        | Depreciation, net of CIAC Amort.,U&U | 95,608                     | 5,370                               | 100,977                   | 0                                   | 100,977                          | B-13, B-3                   |
| 4        | Amortization                         |                            | (78,581)                            | (78,581)                  | 0                                   | (78,581)                         | B-3                         |
| 5        | Taxes Other Than Income              | 59,409                     | (1,868)                             | 57,541                    | 6,726                               | 64,266                           | B-15, B-3                   |
| 6        | Provision for Income Taxes           | 0                          | 0                                   | 0                         | 0                                   | 0                                | C-1, B-3                    |
| 7        | OPERATING EXPENSES                   | 454,352                    | (68,269)                            | 386,082                   | 9,654                               | 395,736                          |                             |
| 8        | NET OPERATING INCOME                 | (63,755)                   | 73,327                              | 9,572                     | 139,806                             | 149,377                          |                             |
| 9        | RATE BASE                            | 2,680,005                  | (760,860)                           | 1,919,146                 |                                     | 1,919,146                        | A-1                         |
| 10       | RATE OF RETURN                       | -2.38%                     |                                     | 0.50%                     |                                     | 7.78%                            |                             |



Schedule of Sewer Net Operating Income

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Historical & Pro Forma

Schedule: B-2  
 Page: 1 of 1  
 Preparer: W T Rendell

REVISED  
 4/30/2015

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)<br>Description                    | (2)<br>Per Books Test Year | (3)<br>Utility Test Year Adjustment | (4)<br>Adjusted Test Year | (5)<br>Requested Revenue Adjustment | (6)<br>Requested Annual Revenues | (7)<br>Supporting Schedules |
|----------|---------------------------------------|----------------------------|-------------------------------------|---------------------------|-------------------------------------|----------------------------------|-----------------------------|
| 1        | OPERATING REVENUES                    | 111,686                    | 9,460                               | 121,145                   | (44,371)                            | 76,774                           | B-4, E-2                    |
| 2        | Operation & Maintenance               | 79,399                     | (3,439)                             | 75,959                    | (869)                               | 75,090                           | B-6, B-3                    |
| 3        | Depreciation, net of CIAC Amort., U&U | (372)                      | (2,553)                             | (2,925)                   | 0                                   | (2,925)                          | B-14, B-3                   |
| 4        | Amortization                          |                            | (4,569)                             | (4,569)                   | 0                                   | (4,569)                          | B-3                         |
| 5        | Taxes Other Than Income               | 8,903                      | (1,269)                             | 7,634                     | (1,997)                             | 5,637                            | B-15, B-3                   |
| 6        | Provision for Income Taxes            | 0                          | 0                                   | 0                         | 0                                   | 0                                | C-1, B-3                    |
| 7        | OPERATING EXPENSES                    | 87,930                     | (11,830)                            | 76,100                    | (2,866)                             | 73,234                           |                             |
| 8        | NET OPERATING INCOME                  | 23,755                     | 21,290                              | 45,045                    | (41,505)                            | 3,540                            |                             |
| 9        | RATE BASE                             | 59,648                     | (14,188)                            | 45,460                    |                                     | 45,460                           | A-2                         |
| 10       | RATE OF RETURN                        | 39.83%                     |                                     | 99.09%                    |                                     | 7.79%                            |                             |

Schedule of Adjustments to Operating Income

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: B-3 REVISÉ  
 Page: 1 of 3 4/30/2015  
 Preparer: WT Rendell

Historical [ X ] Projected [ X ]

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)<br>Acct | (2)<br>Description                                             | (3) | (4)<br>Total Base | (5)<br>Test Year Water | (6)<br>Test Year Sewer | (7)<br>Supporting Schedules |
|----------|-------------|----------------------------------------------------------------|-----|-------------------|------------------------|------------------------|-----------------------------|
| 1        |             | <b>UTILITY TEST YEAR ADJUSTMENTS</b>                           |     |                   |                        |                        |                             |
| 2        | A           | <b>REVENUES</b>                                                |     |                   |                        |                        |                             |
| 3        |             | Adjustment to Calculated Revenues                              |     |                   | 5,058                  | 9,460                  | E-2w / E-2s                 |
| 4        |             |                                                                |     |                   |                        |                        |                             |
| 5        |             | TOTAL REVENUE ADJUSTMENTS                                      |     |                   | <u>5,058</u>           | <u>9,460</u>           |                             |
| 6        |             |                                                                |     |                   |                        |                        |                             |
| 7        | B           | <b>OPERATIONS &amp; MAINTENANCE</b>                            |     |                   |                        |                        | B-5, B-6                    |
| 8        |             |                                                                |     |                   |                        |                        |                             |
| 9        | 603/703     | <b>Officers Salary</b>                                         |     |                   |                        |                        |                             |
| 10       |             | To reflect appropriate annual salary                           |     |                   | (2,190)                | (5,310)                |                             |
| 11       |             | Total Adjustment                                               |     |                   | <u>(2,190)</u>         | <u>(5,310)</u>         |                             |
| 12       |             |                                                                |     |                   |                        |                        |                             |
| 13       | 618         | <b>Chemicals</b>                                               |     |                   |                        |                        |                             |
| 14       |             | Amonia Sulfate for New Chloramination Treatment                |     |                   | 692                    |                        |                             |
| 15       |             | Total Adjustment                                               |     |                   | <u>692</u>             | <u>0</u>               |                             |
| 16       |             |                                                                |     |                   |                        |                        |                             |
| 17       | 615/715     | <b>Purchased Power</b>                                         |     |                   |                        |                        |                             |
| 18       |             | Annualize purchased power increase - Duke & Glade              |     |                   | 741                    | 134                    | B-5, B-6                    |
| 19       |             | Total Adjustments                                              |     |                   | <u>741</u>             | <u>134</u>             |                             |
| 20       |             |                                                                |     |                   |                        |                        |                             |
| 21       | 666/766     | <b>Reg. Comm. Exp. - Rate Case Amort.</b>                      |     |                   |                        |                        |                             |
| 22       |             | Reg. Comm. Exp. - Rate Case Amort. Details on Schedule B-10    |     |                   | 1,307                  | 417                    |                             |
| 23       |             | Total Adjustments                                              |     |                   | <u>1,307</u>           | <u>417</u>             |                             |
| 24       |             |                                                                |     |                   |                        |                        |                             |
| 25       | 667/767     | <b>Reg. Comm. Exp. - Other</b>                                 |     |                   |                        |                        |                             |
| 26       |             | Reverse RAF adjs booked to 667/767 instead of TOTI             |     |                   |                        |                        |                             |
| 27       |             | Total Adjustments                                              |     |                   |                        |                        |                             |
| 28       |             |                                                                |     |                   |                        |                        |                             |
| 29       | 667/767     | <b>Reg. Comm. Exp. - Other</b>                                 |     |                   |                        |                        |                             |
| 30       |             | Reverse RAF adjs booked to 667/767 instead of TOTI             |     |                   | 4,760                  | 1,320                  |                             |
| 31       |             | Total Adjustments                                              |     |                   | <u>4,760</u>           | <u>1,320</u>           |                             |
| 32       |             |                                                                |     |                   |                        |                        |                             |
| 33       | 675/775     | <b>Miscellaneous Expense</b>                                   |     |                   |                        |                        |                             |
| 34       |             | To reflect DEP permit erroneously booked to Account 408 - TOTI |     |                   | 1,500                  |                        |                             |
| 35       |             | Total Adjustments                                              |     |                   | <u>1,500</u>           | <u>0</u>               |                             |
| 36       |             |                                                                |     |                   |                        |                        |                             |
| 37       |             | TOTAL O&M ADJUSTMENTS                                          |     |                   | <u>6,809</u>           | <u>(3,439)</u>         |                             |

Schedule of Adjustments to Operating Income

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Schedule Year Ended: 12/31/07  
 Historical [ X ] Projected [ X ]

Revised Schedule: B-3  
 Page: 2 of 3  
 Preparer: WT Rendell

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)                                             | (2)                                                                       | (3)                      | (4)<br>Base Total | (5)<br>Test Year Water | (6)<br>Test Year Sewer | (7)<br>Supporting Schedules |
|----------|-------------------------------------------------|---------------------------------------------------------------------------|--------------------------|-------------------|------------------------|------------------------|-----------------------------|
| 1        | <b>UTILITY TEST YEAR ADJUSTMENTS, continued</b> |                                                                           |                          |                   |                        |                        |                             |
| 2        |                                                 |                                                                           |                          |                   |                        |                        |                             |
| 3        | <b>C</b>                                        | <b>DEPRECIATION NET OF AMORTIZATION OF CIAC (Used &amp; Useful)</b>       |                          |                   |                        |                        |                             |
| 4        |                                                 | Reduction for NU&U (on B-13, B-14)                                        |                          |                   | (2,285)                | (435)                  | B-13, B-14                  |
|          |                                                 | Pro Forma Depreciation - net of non used and useful                       |                          |                   | 757                    |                        | B-13, B-14                  |
|          |                                                 | Amortization - adjust to TY actual - remove previous months outside of TY |                          |                   | 6,898                  | (2,118)                |                             |
| 5        |                                                 | <b>TOTAL DEPRECIATION ADJUSTMENTS</b>                                     |                          |                   | <u>5,370</u>           | <u>(2,553)</u>         |                             |
| 6        |                                                 |                                                                           |                          |                   |                        |                        |                             |
| 7        | <b>D</b>                                        | <b>AMORTIZATION</b>                                                       |                          |                   |                        |                        |                             |
| 8        | 407400                                          | Annualize Amortization of Acquisition Adjustment                          |                          |                   | (78,581)               | (4,569)                |                             |
| 9        |                                                 | <b>TOTAL AMORTIZATION ADJUSTMENTS</b>                                     |                          |                   | <u>(78,581)</u>        | <u>(4,569)</u>         |                             |
| 10       |                                                 |                                                                           |                          |                   |                        |                        |                             |
| 11       | <b>E</b>                                        | <b>TAXES OTHER THAN INCOME TAX</b>                                        |                          |                   |                        |                        |                             |
| 12       | 408206                                          | <b>Regulatory Assessment Fees</b>                                         |                          |                   |                        |                        | B-15                        |
| 13       |                                                 |                                                                           |                          |                   |                        |                        |                             |
| 14       |                                                 | RAF on Adjusted Rev                                                       | RAF Rate: 4.50%          |                   | 395,654                | 121,145                | B-1, B-2                    |
| 15       |                                                 | RAF Per Books                                                             |                          |                   | 17,804                 | 5,452                  |                             |
| 16       |                                                 | RAF Adjustmnet                                                            |                          |                   | 22,745                 | 6,547                  | B-15                        |
| 17       |                                                 |                                                                           |                          |                   | <u>(4,940)</u>         | <u>(1,095)</u>         |                             |
| 18       | 408110                                          | <b>Property Tax</b>                                                       |                          |                   |                        |                        |                             |
| 19       |                                                 | Test Year Property Tax                                                    |                          |                   | 35,164                 | 2,357                  | B-15                        |
| 20       |                                                 | Pass through for 2014 Property Tax increase                               |                          |                   | 5,384                  | 186                    |                             |
| 21       |                                                 | Property Tax on Pro Forma Plant                                           |                          | 5,570             | 276                    |                        |                             |
| 22       |                                                 |                                                                           |                          |                   | <u>40,824</u>          | <u>2,543</u>           |                             |
| 23       |                                                 |                                                                           | NU&U % of Tangible Plant |                   | 2.66%                  | 14.16%                 | A-5, A-6                    |
| 24       |                                                 | Less NU&U Portion of Property Taxes                                       |                          |                   | (1,087)                | (360)                  |                             |
| 25       |                                                 | Test Year Taxes on U&U Portion                                            |                          |                   | 39,736                 | 2,183                  |                             |
| 26       |                                                 | Reclass DEP permit erroneously booked to TOTI                             |                          |                   | (1,500)                |                        |                             |
| 26       |                                                 | Property Tax Adjustment                                                   |                          |                   | 3,073                  | (174)                  |                             |
| 27       |                                                 |                                                                           |                          |                   |                        |                        |                             |
| 28       |                                                 | <b>TOTAL TAXES OTHER THAN INCOME ADJUSTMENTS</b>                          |                          |                   | <u>(1,868)</u>         | <u>(1,269)</u>         |                             |
| 29       |                                                 |                                                                           |                          |                   |                        |                        |                             |
| 30       |                                                 |                                                                           |                          |                   | 0                      | 0                      |                             |
| 31       |                                                 | <b>TOTAL TEST YEAR EXPENSE ADJUSTMENTS</b>                                |                          |                   | <u>(68,269)</u>        | <u>(11,830)</u>        |                             |

Schedule of Adjustments to Operating Income

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Schedule Year Ended: 12/31/07  
 Historical [ X ] Projected [ X ]

Revised Schedule: B-3  
 Page: 3 of 3  
 Preparer: WT Rendell

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)<br>Acct | (2)<br>Description                                | (3)    | (4)<br>Total<br>Base | (5)<br>Pro Forma<br>Water | (6)<br>Pro Forma<br>Sewer | (7)<br>Supporting<br>Schedules |
|----------|-------------|---------------------------------------------------|--------|----------------------|---------------------------|---------------------------|--------------------------------|
| 1        |             | UTILITY PRO FORMA ADJUSTMENTS                     |        |                      |                           |                           |                                |
| 2        |             | OPERATION & MAINTENANCE EXPENSE                   |        |                      |                           |                           |                                |
| 3        | 670/770     | Bad Debt Adjustment Due To Proposed Rate Increase |        |                      |                           |                           |                                |
| 4        |             | TOTAL O&M PRO FORMA ADJUSTMENTS                   |        |                      | 2,928                     | (869)                     | B-1, B-2                       |
| 5        |             |                                                   |        |                      | 2,928                     | (869)                     |                                |
| 6        |             | TAXES OTHER THAN INCOME TAX                       |        |                      |                           |                           |                                |
| 7        |             | RAF on Revenue Adjustment @                       | 4.500% |                      |                           |                           |                                |
| 8        |             |                                                   |        |                      | 6,726                     | (1,997)                   |                                |
| 9        |             | TOTAL PRO FORMA EXPENSE ADJUSTMENTS               |        |                      | 9,654                     | (2,866)                   |                                |
| 10       |             |                                                   |        |                      |                           |                           |                                |

Test Year Operating Revenues

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: B-4  
 Page: 1 of 1  
 Preparer: WT Rendell

Historical [ X ] Projected [ ]

Explanation: Complete the following revenue schedule for the historical test year or base year. If general service revenues not accounted for by sub-account, then show the total amount under metered - or measured-commercial and provide an explanation.

| Line No. | (1)<br>WATER                   |                                    | (3)<br>SEWER                   |                                    |
|----------|--------------------------------|------------------------------------|--------------------------------|------------------------------------|
|          | Account No. and Description    | Revenues                           | Account No. and Description    | Revenues                           |
| 1        | <b>WATER SALES</b>             |                                    | <b>SEWER SALES</b>             |                                    |
| 2        | 460.1                          | Unmetered Water Revenue -          | 521.1                          | Flat Rate - Residential 111,686    |
| 3        | 461.1                          | Metered - Residential 351,673      | 521.2                          | Flat Rate - Commercial -           |
| 4        | 461.2                          | Metered - Commercial 23,759        | 521.3                          | Flat Rate - Industrial -           |
| 5        | 461.3                          | Metered - Industrial -             | 521.4                          | Flat Rate - Public Authorities -   |
| 6        | 461.4                          | Metered - Public Authorities -     | 521.5                          | Flat Rate - Multi-Family -         |
| 7        | 461.5                          | Metered - Multi-Family -           | 521.6                          | Flat Rate - Other -                |
| 8        | 461.6                          | Metered - Other -                  | 522.1                          | Measured - Residential -           |
| 9        | 462.1                          | Public Fire Protection -           | 522.2                          | Measured - Commercial -            |
| 10       | 462.2                          | Private Fire Protection -          | 522.3                          | Measured - Industrial -            |
| 11       | 464.0                          | Other Sales - Public Authorities - | 522.4                          | Measured - Public Authorities -    |
| 12       | 465.0                          | Irrigation Customers -             | 522.5                          | Measured - Multi-Family -          |
| 13       | 466.0                          | Sales for Resale -                 | 523.0                          | Other Sales - Public Authorities - |
| 14       | 467.0                          | Interdepartmental Sales -          | 524.0                          | Revenues From Other Systems -      |
| 15       | 475.0                          | Unbilled Revenues -                | 525.0                          | Interdepartmental Sales -          |
| 16       |                                |                                    | 526.0                          | Effluent -                         |
| 17       |                                |                                    | 527.0                          | Unbilled Revenues -                |
| 18       |                                |                                    | 540.5                          | Flat Rate - Reuse -                |
| 19       | TOTAL WATER SALES              | <u>375,432</u>                     | TOTAL SEWER SALES              | <u>111,686</u>                     |
| 20       |                                |                                    |                                |                                    |
| 21       | <b>OTHER WATER REVENUES</b>    |                                    | <b>OTHER SEWER REVENUES</b>    |                                    |
| 22       | 470.0                          | Forfeited Discounts -              | 531.0                          | Sale Of Sludge -                   |
| 23       | 471.0                          | Misc. Service Revenues 13,021      | 532.0                          | Forfeited Discounts -              |
| 24       | 472.0                          | Rents From Water Property -        | 534.0                          | Rents From Sewer Property -        |
| 25       | 473.0                          | Interdepartmental Rents -          | 535.0                          | Interdepartmental Rents -          |
| 26       | 469.00                         | Guaranteed Revenues 2,144          | 536.0                          | Other Sewer Revenues -             |
| 27       | TOTAL OTHER WATER REVENUES     | <u>15,164</u>                      | TOTAL OTHER SEWER REVENUES     | <u>0</u>                           |
| 28       |                                |                                    |                                |                                    |
| 29       | TOTAL WATER OPERATING REVENUES | <u>390,596</u>                     | TOTAL SEWER OPERATING REVENUES | <u>111,686</u>                     |

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Historical [ X ] Projected [ ]

Schedule: B-5 **REVISED**

Page: 1 of 2 4/30/2015

Preparer: W T Rendell

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

| (1)      | (2)      | (3)                                   | (4)                 | (5)                   | (6)                | (7)                   |                |
|----------|----------|---------------------------------------|---------------------|-----------------------|--------------------|-----------------------|----------------|
| Line No. | Acct No. | Account Name                          | Test Year Per Books | Test Year Adjustments | Test Year Adjusted | Pro Forma Adjustments | Pro Forma      |
| 1        | 601      | Salaries & Wages - Employees          | 0                   |                       | 0                  |                       | 0              |
| 2        | 603      | Salaries & Wages - Officers           | 11,310              | (2,190)               | 9,120              | 0                     | 9,120          |
| 3        | 604      | Employee Pensions & Benefits          | 0                   |                       | 0                  |                       | 0              |
| 4        | 610      | Purchased Water                       | 0                   |                       | 0                  | 0                     | 0              |
| 5        | 615      | Purchased Power                       | 50,302              | 741                   | 51,043             | 0                     | 51,043         |
| 6        | 616      | Fuel for Purchased Power              | 0                   |                       | 0                  | 0                     | 0              |
| 7        | 618      | Chemicals                             | 26,679              | 692                   | 27,371             | 0                     | 27,371         |
| 8        | 620      | Materials & Supplies                  | 86                  |                       | 86                 | 0                     | 86             |
| 9        | 631      | Contractual Services - Engineering    | 0                   |                       | 0                  | 0                     | 0              |
| 10       | 632      | Contractual Services - Accounting     | 2,388               |                       | 2,388              | 0                     | 2,388          |
| 11       | 633      | Contractual Services - Legal          | 0                   |                       | 0                  | 0                     | 0              |
| 12       | 634      | Contractual Services - Mgmt. Fees     | 0                   |                       | 0                  | 0                     | 0              |
| 13       | 635      | Contractual Services - Testing        | 0                   |                       | 0                  | 0                     | 0              |
| 14       | 636      | Contractual Services - Other          | 197,447             |                       | 197,447            | 0                     | 197,447        |
| 15       | 641      | Rental of Building/Real Prop.         | 0                   |                       | 0                  | 0                     | 0              |
| 16       | 642      | Rental of Equipment                   | 0                   |                       | 0                  | 0                     | 0              |
| 17       | 650      | Transportation Expenses               | 0                   |                       | 0                  | 0                     | 0              |
| 18       | 656      | Insurance - Vehicle                   | 0                   |                       | 0                  | 0                     | 0              |
| 19       | 657      | Insurance - General Liability         | 2,073               |                       | 2,073              | 0                     | 2,073          |
| 20       | 658      | Insurance - Workman's Comp.           | 0                   |                       | 0                  | 0                     | 0              |
| 21       | 659      | Insurance - Other                     | 0                   |                       | 0                  | 0                     | 0              |
| 22       | 660      | Advertising Expense                   | 0                   |                       | 0                  | 0                     | 0              |
| 23       | 666      | Reg. Comm. Exp. - Rate Case Amort.    | 0                   | 1,307                 | 1,307              | 0                     | 1,307          |
| 24       | 667      | Reg. Comm. Exp. - Rate Case Other     | (4,760)             | 4,760                 | (0)                | 0                     | (0)            |
| 25       | 670      | Bad Debt Expense                      | 10,801              |                       | 10,801             | 2,928                 | 13,729         |
| 26       | 675      | Miscellaneous Expense                 | 3,010               | 1,500                 | 4,510              | 0                     | 4,510          |
| 27       |          |                                       |                     |                       |                    |                       |                |
| 28       |          | <b>TOTAL WATER O &amp; M EXPENSES</b> | <b>299,336</b>      | <b>6,809</b>          | <b>306,145</b>     | <b>2,928</b>          | <b>309,073</b> |

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

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

Schedule: B-5  
 Page: 2 of 2  
 Preparer: W T Rendell

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

| (1)      | (2)      | (3)                                   | (4)           | (5)           | (6)           | (7)           | (8)           | (9)          | (10)          | (11)          | (12)          | (13)          | (14)          | (15)          |                        |
|----------|----------|---------------------------------------|---------------|---------------|---------------|---------------|---------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|------------------------|
| Line No. | Acct No. | Account Name                          | Jul-2013      | Aug-2013      | Sep-2013      | Oct-2013      | Nov-2013      | Dec-2013     | Jan-2014      | Feb-2014      | Mar-2014      | Apr-2014      | May-2014      | Jun-2014      | Total Per Books Annual |
| 1        | 601      | Salaries & Wages - Employees          | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 2        | 603      | Salaries & Wages - Officers           | -             | -             | -             | -             | 12,000        | (5,250)      | 760           | 760           | 760           | 760           | 760           | 760           | 11,310                 |
| 3        | 604      | Employee Pensions & Benefits          | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 4        | 610      | Purchased Water                       | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 5        | 615      | Purchased Power                       | 4,646         | 5,260         | 4,740         | 4,432         | 4,293         | 3,214        | 4,527         | 3,584         | 3,930         | 3,942         | 3,775         | 3,959         | 50,302                 |
| 6        | 616      | Fuel for Purchased Power              | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 7        | 618      | Chemicals                             | 2,050         | 3,055         | 2,966         | 1,319         | 2,402         | 2,279        | 1,552         | 1,689         | 2,902         | 2,396         | 1,709         | 2,361         | 26,679                 |
| 8        | 620      | Materials & Supplies                  | -             | -             | -             | -             | -             | -            | -             | -             | -             | 86            | -             | -             | 86                     |
| 9        | 631      | Contractual Services - Engineering    | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 10       | 632      | Contractual Services - Accounting     | 208           | 208           | 208           | 208           | 1,208         | (1,167)      | 252           | 252           | 252           | 252           | 252           | 252           | 2,388                  |
| 11       | 633      | Contractual Services - Legal          | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 12       | 634      | Contractual Services - Mgmt. Fees     | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 13       | 635      | Contractual Services - Testing        | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 14       | 636      | Contractual Services - Other          | 16,392        | 16,392        | 16,392        | 16,392        | 16,392        | 16,392       | 16,392        | 16,392        | 16,392        | 16,638        | 16,638        | 16,638        | 197,447                |
| 15       | 641      | Rental of Building/Real Prop.         | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 16       | 642      | Rental of Equipment                   | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 17       | 650      | Transportation Expenses               | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 18       | 656      | Insurance - Vehicle                   | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 19       | 657      | Insurance - General Liability         | 197           | 197           | 197           | 197           | 197           | 197          | 149           | 149           | 149           | 149           | 149           | 149           | 2,073                  |
| 20       | 658      | Insurance - Workman's Comp.           | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 21       | 659      | Insurance - Other                     | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 22       | 660      | Advertising Expense                   | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 23       | 666      | Reg. Comm. Exp. - Rate Case Amort.    | -             | -             | -             | -             | -             | -            | -             | -             | -             | -             | -             | -             | 0                      |
| 24       | 667      | Reg. Comm. Exp. - Rate Case Other     | 1,587         | 1,587         | 1,587         | 1,587         | 1,587         | (12,694)     | -             | -             | -             | -             | -             | -             | 0                      |
| 25       | 670      | Bad Debt Expense                      | -             | -             | -             | 313           | 5,329         | 698          | 737           | 788           | 721           | 789           | 695           | 733           | (4,760)                |
| 26       | 675      | Miscellaneous Expense                 | 291           | 285           | 288           | 296           | (208)         | 192          | 787           | 290           | 291           | 290           | 291           | (82)          | 10,801                 |
| 27       |          |                                       |               |               |               |               |               |              |               |               |               |               |               |               | 3,010                  |
| 28       |          | <b>TOTAL WATER O &amp; M EXPENSES</b> | <b>25,372</b> | <b>26,983</b> | <b>26,378</b> | <b>24,744</b> | <b>43,200</b> | <b>3,861</b> | <b>25,156</b> | <b>23,904</b> | <b>25,397</b> | <b>25,301</b> | <b>24,269</b> | <b>24,770</b> | <b>299,336</b>         |

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

Florida Public Service Commission

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**

Schedule: B-6 **REVISED**  
Page: 1 of 2 4/30/2015  
Preparer: W T Rendell

Historical Test Year Ending June 30, 2014  
Historical [ X ] Projected [ ]

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

|          |                                        | (1)                 | (2)                   | (3)                | (4)                   | (5)          | (6)           | (7) |
|----------|----------------------------------------|---------------------|-----------------------|--------------------|-----------------------|--------------|---------------|-----|
| Line No. | Acct No. Account Name                  | Test Year Per Books | Test Year Adjustments | Test Year Adjusted | Pro Forma Adjustments | Pro Forma    |               |     |
| 1        | 701 Salaries & Wages - Employees       | 0                   |                       | 0                  |                       | 0            | 0             | 0   |
| 2        | 703 Salaries & Wages - Officer         | 8,190               | (5,310)               | 2,880              |                       | 0            | 2,880         |     |
| 3        | 704 Employee Pensions & Benefits       | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 4        | 710 Purchased Sewage Treatment         | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 5        | 711 Sludge Removal Expense             | 3,624               |                       | 3,624              |                       | 0            | 3,624         |     |
| 6        | 715 Purchased Power                    | 3,839               | 134                   | 3,973              |                       | 0            | 3,973         |     |
| 7        | 716 Fuel for Power Production          | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 8        | 718 Chemicals                          | 3,044               |                       | 3,044              |                       | 0            | 3,044         |     |
| 9        | 720 Materials & Supplies               | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 10       | 731 Contractual Services - Engineering | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 11       | 732 Contractual Services - Accounting  | 1,988               |                       | 1,988              |                       | 0            | 1,988         |     |
| 12       | 733 Contractual Services - Legal       | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 13       | 734 Contractual Services - Mgmt. Fees  | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 14       | 735 Contractual Services - Testing     | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 15       | 736 Contractual Services - Other       | 58,362              |                       | 58,362             |                       | 0            | 58,362        |     |
| 16       | 741 Rental of Building/Real Prop.      | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 17       | 742 Rental of Equipment                | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 18       | 750 Transportation Expenses            | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 19       | 756 Insurance - Vehicle                | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 20       | 757 Insurance - General Liability      | 287                 |                       | 287                |                       | 0            | 287           |     |
| 21       | 758 Insurance - Workman's Comp.        | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 22       | 759 Insurance - Other                  | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 23       | 760 Advertising Expense                | 0                   |                       | 0                  |                       | 0            | 0             |     |
| 24       | 766 Reg. Comm. Exp. - Rate Case Amort. | 0                   | 417                   | 417                |                       | 0            | 417           |     |
| 25       | 767 Reg. Comm. Exp. - Other            | (1,320)             | 1,320                 | 0                  |                       | 0            | 0             |     |
| 26       | 770 Bad Debt Expense                   | 1,260               |                       | 1,260              |                       | (869)        | 391           |     |
| 27       | 775 Miscellaneous Expense              | 125                 |                       | 125                |                       | 0            | 125           |     |
| 28       |                                        |                     |                       |                    |                       |              |               |     |
| 29       | <b>TOTAL WATER O &amp; M EXPENSES</b>  | <b>79,399</b>       | <b>(3,439)</b>        | <b>75,959</b>      |                       | <b>(869)</b> | <b>75,090</b> |     |



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

Florida Public Service Commission

HC Waterworks, Inc.  
Docket No. 140158-WS  
Historical Test Year Ending June 30, 2014  
Historical [ X ] Projected [ ]

Schedule: B-6  
Page: 2 of 2  
Preparer: W T Rendell

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

| (1)      | (2)      | (3)                                   | (4)          | (5)          | (6)          | (7)          | (8)          | (9)          | (10)         | (11)         | (12)         | (13)         | (14)         | (15)         |                        |
|----------|----------|---------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|------------------------|
| Line No. | Acct No. | Account Name                          | Jul-2013     | Aug-2013     | Sep-2013     | Oct-2013     | Nov-2013     | Dec-2013     | Jan-2014     | Feb-2014     | Mar-2014     | Apr-2014     | May-2014     | Jun-2014     | Total Per Books Annual |
| 1        | 701      | Salaries & Wages - Employees          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 2        | 703      | Salaries & Wages - Officers           | -            | -            | -            | -            | -            | 6,750        | 240          | 240          | 240          | 240          | 240          | 240          | 8,190                  |
| 3        | 704      | Employee Pensions & Benefits          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 4        | 710      | Purchased Sewage Treatment            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 5        | 711      | Sludge Removal Expense                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 6        | 715      | Purchased Power                       | 386          | 277          | 247          | 263          | 540          | -            | 1,512        | 1,512        | -            | -            | -            | -            | 3,624                  |
| 7        | 716      | Fuel for Power Production             | -            | -            | -            | -            | -            | -            | 560          | 53           | 317          | 302          | 423          | 473          | 3,839                  |
| 8        | 718      | Chemicals                             | 329          | -            | -            | 274          | 687          | 186          | 153          | 335          | 402          | 267          | 295          | 115          | -                      |
| 9        | 720      | Materials & Supplies                  | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | 3,044                  |
| 10       | 731      | Contractual Services - Engineering    | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 11       | 732      | Contractual Services - Accounting     | -            | -            | -            | -            | -            | 1,500        | 81           | 81           | 81           | 81           | 81           | 81           | 1,988                  |
| 12       | 733      | Contractual Services - Legal          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 13       | 734      | Contractual Services - Mgmt. Fees     | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 14       | 735      | Contractual Services - Testing        | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 15       | 736      | Contractual Services - Other          | 4,914        | 4,914        | 4,914        | 4,914        | 4,914        | 4,807        | 4,807        | 4,807        | 4,807        | 4,879        | 4,807        | 4,879        | 58,362                 |
| 16       | 741      | Rental of Building/Real Prop.         | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 17       | 742      | Rental of Equipment                   | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 18       | 750      | Transportation Expenses               | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 19       | 756      | Insurance - Vehicle                   | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 20       | 757      | Insurance - General Liability         | -            | -            | -            | -            | -            | -            | 48           | 48           | 48           | 48           | 48           | 48           | 287                    |
| 21       | 758      | Insurance - Workman's Comp.           | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 22       | 759      | Insurance - Other                     | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 23       | 760      | Advertising Expense                   | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 24       | 766      | Reg. Comm. Exp. - Rate Case Amort.    | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -                      |
| 25       | 767      | Reg. Comm. Exp. - Other               | 440          | 440          | 440          | 440          | 440          | (3,520)      | -            | -            | -            | -            | -            | -            | -                      |
| 26       | 770      | Bad Debt Expense                      | -            | -            | -            | -            | -            | -            | 206          | 224          | 209          | 222          | 207          | 192          | (1,320)                |
| 27       | 775      | Miscellaneous Expense                 | -            | -            | -            | -            | (385)        | 125          | 385          | -            | -            | -            | -            | -            | 1,260                  |
| 28       |          |                                       |              |              |              |              |              |              |              |              |              |              |              |              | 125                    |
| 29       |          | <b>TOTAL WATER O &amp; M EXPENSES</b> | <b>6,069</b> | <b>5,631</b> | <b>5,601</b> | <b>5,891</b> | <b>6,796</b> | <b>9,848</b> | <b>7,992</b> | <b>7,299</b> | <b>6,104</b> | <b>6,038</b> | <b>6,101</b> | <b>6,027</b> | <b>79,399</b>          |

**Operation & Maintenance Expense Comparison - Water**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: B-7

Page: 1 of 1

Preparer: W T Rendell

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.

| (1)      | (2)                                   | (3)                                | (4)                  | (5)                | (6)        |              |
|----------|---------------------------------------|------------------------------------|----------------------|--------------------|------------|--------------|
| Line No. | Acct No.                              | Account Name                       | Prior Test Year 2010 | Test Year Adjusted | Difference | % Difference |
| 1        | 601                                   | Salaries & Wages - Employees       | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 2        | 603                                   | Salaries & Wages - Bonus           | Unknown **           | 9,120              | Unknown ** | Unknown **   |
| 3        | 604                                   | Employee Pensions & Benefits       | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 4        | 610                                   | Purchased Water                    | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 5        | 615                                   | Purchased Power                    | Unknown **           | 51,043             | Unknown ** | Unknown **   |
| 6        | 616                                   | Fuel for Power Production          | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 7        | 618                                   | Chemicals                          | Unknown **           | 27,371             | Unknown ** | Unknown **   |
| 8        | 620                                   | Materials & Supplies               | Unknown **           | 86                 | Unknown ** | Unknown **   |
| 9        | 631                                   | Contractual Services - Engineering | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 10       | 632                                   | Contractual Services - Accounting  | Unknown **           | 2,388              | Unknown ** | Unknown **   |
| 11       | 633                                   | Contractual Services - Legal       | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 12       | 634                                   | Contractual Services - Mgmt. Fees  | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 13       | 635                                   | Contractual Services - Testing     | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 14       | 636                                   | Contractual Services - Other       | Unknown **           | 197,447            | Unknown ** | Unknown **   |
| 15       | 641                                   | Rental of Building/Real Prop.      | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 16       | 642                                   | Rental of Equipment                | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 17       | 650                                   | Transportation Expenses            | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 18       | 656                                   | Insurance - Vehicle                | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 19       | 657                                   | Insurance - General Liability      | Unknown **           | 2,073              | Unknown ** | Unknown **   |
| 20       | 658                                   | Insurance - Workman's Comp.        | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 21       | 659                                   | Insurance - Other                  | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 22       | 660                                   | Advertising Expense                | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 23       | 666                                   | Reg. Comm. Exp. - Rate Case Amort. | Unknown **           | 1,307              | Unknown ** | Unknown **   |
| 24       | 667                                   | Reg. Comm. Exp. - Other            | Unknown **           | (0)                | Unknown ** | Unknown **   |
| 25       | 670                                   | Bad Debt Expense                   | Unknown **           | 10,801             | Unknown ** | Unknown **   |
| 26       | 675                                   | Miscellaneous Expense              | Unknown **           | 4,510              | Unknown ** | Unknown **   |
| 27       |                                       |                                    |                      |                    |            |              |
| 28       |                                       |                                    |                      |                    |            |              |
| 29       | <b>TOTAL WATER O &amp; M EXPENSES</b> |                                    | 0                    | 306,145            | 0          | 0.00%        |
| 30       |                                       |                                    |                      |                    |            |              |

**\*\* These systems were previously included in "Rate Groups" or bands. Individual O&M records are not available from Aqua Utilities Florida.**

|    |                          |     |     |    |              |
|----|--------------------------|-----|-----|----|--------------|
| 32 | Total SFR Customers      | 913 | 923 | 10 | 1.10%        |
| 33 | Consumer Price Index - U |     |     |    | 1.41%        |
| 34 | Growth Plus Inflation    |     |     |    | <u>2.52%</u> |

Supporting Schedules: B-5, F-9

**Operation & Maintenance Expense Comparison - Water**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: B-7 Supl

Page: 1 of 1

Preparer: W T Rendell

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

| Line No. | (1)<br>Acct No. | (2)<br>Account Name | (3)<br>Explanation                                                                                                                                                                  |
|----------|-----------------|---------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1        |                 |                     | <b>Not Applicable. - These systems were previously included in various "Rate Groups" or bands. Individual system O&amp;M records are not available from Aqua Utilities Florida.</b> |
| 2        |                 |                     | <b>HC Waterworks, Inc. purchased these systems in March 2013. This is a new owner.</b>                                                                                              |

**Operation & Maintenance Expense Comparison - Sewer**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

Schedule: B-8

**Docket No. 140158-WS**

Page: 1 of 1

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

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.

| (1)      | (2)      | (3)                                   | (4)                  | (5)                | (6)        |              |
|----------|----------|---------------------------------------|----------------------|--------------------|------------|--------------|
| Line No. | Acct No. | Account Name                          | Prior Test Year 2010 | Test Year Adjusted | Difference | % Difference |
| 1        | 701      | Salaries & Wages - Employees          | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 2        | 703      | Salaries & Wages - Bonus              | Unknown **           | 2,880              | Unknown ** | Unknown **   |
| 3        | 704      | Employee Pensions & Benefits          | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 4        | 710      | Purchased Sewage Treatment            | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 5        | 711      | Sludge Removal Expense                | Unknown **           | 3,624              | Unknown ** | Unknown **   |
| 6        | 715      | Purchased Power                       | Unknown **           | 3,973              | Unknown ** | Unknown **   |
| 7        | 716      | Fuel for Power Production             | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 8        | 718      | Chemicals                             | Unknown **           | 3,044              | Unknown ** | Unknown **   |
| 9        | 720      | Materials & Supplies                  | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 10       | 731      | Contractual Services - Engineering    | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 11       | 732      | Contractual Services - Accounting     | Unknown **           | 1,988              | Unknown ** | Unknown **   |
| 12       | 733      | Contractual Services - Legal          | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 13       | 734      | Contractual Services - Mgmt. Fees     | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 14       | 735      | Contractual Services - Testing        | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 15       | 736      | Contractual Services - Other          | Unknown **           | 58,362             | Unknown ** | Unknown **   |
| 16       | 741      | Rental of Building/Real Prop.         | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 17       | 742      | Rental of Equipment                   | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 18       | 750      | Transportation Expenses               | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 19       | 756      | Insurance - Vehicle                   | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 20       | 757      | Insurance - General Liability         | Unknown **           | 287                | Unknown ** | Unknown **   |
| 21       | 758      | Insurance - Workman's Comp.           | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 22       | 759      | Insurance - Other                     | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 23       | 760      | Advertising Expense                   | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 24       | 766      | Reg. Comm. Exp. - Rate Case Amort.    | Unknown **           | 417                | Unknown ** | Unknown **   |
| 25       | 767      | Reg. Comm. Exp. - Other               | Unknown **           | 0                  | Unknown ** | Unknown **   |
| 26       | 770      | Bad Debt Expense                      | Unknown **           | 1,260              | Unknown ** | Unknown **   |
| 27       | 775      | Miscellaneous Expense                 | Unknown **           | 125                | Unknown ** | Unknown **   |
| 28       |          |                                       |                      |                    |            |              |
| 29       |          |                                       |                      |                    |            |              |
| 30       |          | <b>TOTAL SEWER O &amp; M EXPENSES</b> | <b>0</b>             | <b>75,959</b>      | <b>0</b>   | <b>0.0%</b>  |
| 31       |          |                                       |                      |                    |            |              |

**\*\* These systems were previously included in "Rate Groups" or bands. Individual O&M records are not available from Aqua Utilities Florida.**

|    |                          |     |     |   |       |
|----|--------------------------|-----|-----|---|-------|
| 32 | Total Customers (EOY)    | 290 | 297 | 7 | 2.41% |
| 34 | Consumer Price Index - U |     |     |   | 1.41% |
| 35 | Growth Plus Inflation    |     |     |   | 3.86% |

Supporting Schedules: B-6, F-10 in Appendix

**Operation & Maintenance Expense Comparison - Sewer**

**Florida Public Service Commissic**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: B-8 Supl

Page: 1 of 1

Preparer: W T Rendell

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

| (1)  | (2)  | (3)                                                                                                                                                                                 |
|------|------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Line | Acct |                                                                                                                                                                                     |
| No.  | No.  | Account Name                                                                                                                                                                        |
|      |      | Explanation                                                                                                                                                                         |
| 1    |      | <b>Not Applicable. - These systems were previously included in various "Rate Groups" or bands. Individual system O&amp;M records are not available from Aqua Utilities Florida.</b> |
| 2    |      | <b>HC Waterworks, Inc. purchased these systems in March 2013. This is a new owner.</b>                                                                                              |

**Contractual Services**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
Historical Test Year Ending June 30, 2014

Schedule: B-9  
Page:  
Preparer: W T Rendell

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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)<br>Service Provider         | (2)<br>Type of Service        | (3)<br>Amount | (4)<br>Description of Work Performed                                                                               |
|--------------|---------------------------------|-------------------------------|---------------|--------------------------------------------------------------------------------------------------------------------|
| <b>Water</b> |                                 |                               |               |                                                                                                                    |
| 1            | U.S. Water Services Corporation | Operations and Administration | \$ 197,447    | Operations, Maintenance, Testing, Billing, Customer Service, Accounting, Environmental, Regulatory, Administration |
| <b>Sewer</b> |                                 |                               |               |                                                                                                                    |
| 1            | U.S. Water Services Corporation | Operations and Administration | \$ 58,362     | Operations, Maintenance, Testing, Billing, Customer Service, Accounting, Environmental, Regulatory, Administration |

Analysis of Rate Case Expense

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: B-10  
 Page: 1 of 1  
 Preparer: WT Rendell

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)<br>Firm or Vendor Name                                  | (2)<br>Counsel, Consultant or Witness | (3)<br>Hourly Rate | (4)<br>Total Est of Firm's Charges | (5)<br>Type of Service Rendered | (6)<br>Comments                             | (7)<br>Hours |
|----------|-------------------------------------------------------------|---------------------------------------|--------------------|------------------------------------|---------------------------------|---------------------------------------------|--------------|
| 1        | <u>Legal</u>                                                |                                       |                    |                                    |                                 |                                             |              |
| 2        | N/A                                                         |                                       |                    |                                    |                                 |                                             |              |
| 3        | Sub-Total Legal                                             |                                       |                    | 0                                  | Legal                           |                                             | #DIV/0!      |
| 4        |                                                             |                                       |                    | 0                                  |                                 |                                             |              |
| 5        |                                                             |                                       |                    |                                    |                                 |                                             |              |
| 6        | <u>Other</u>                                                |                                       |                    |                                    |                                 |                                             |              |
| 7        | Customer Notice - Customer Meeting                          | Rendell / Derossett                   |                    | \$ 972.30                          | Notices - printing & mailing    | PSC Rule - past Commission practice         |              |
| 8        | Customer Notice - Final Rates                               | Rendell                               |                    | \$ 972.30                          | Notices - printing & mailing    | PSC Rule - past Commission practice         |              |
| 9        | Travel - Customer Meeting                                   | Rendell / Derossett                   |                    | \$ 225.00                          | Attend Customer Meeting         | Customer Meeting - Lodging, Mileage & Meals |              |
| 10       | Filing Fee                                                  | Rendell                               |                    | \$ 4,500.00                        | Filing Fee                      | PSC Rule                                    |              |
| 11       | Travel - PAA Agenda                                         | Rendell / Deremer                     |                    | \$ 225.00                          | Attend PAA Agenda               | PAA Agenda - Lodging, Mileage & Meals       |              |
| 12       | Sub-Total Other                                             |                                       |                    | 6,895                              |                                 |                                             |              |
| 13       | Total Estimate Through PAA [ X ] or Commission Hearing [ ]  |                                       |                    | 6,895                              |                                 |                                             |              |
| 14       | Allocation to this Rate Group:                              |                                       |                    |                                    |                                 |                                             |              |
| 15       |                                                             | Water                                 | Water              | Sewer                              | Sewer                           |                                             |              |
| 16       |                                                             | Allocation %                          | Amount             | Allocation %                       | Amount                          |                                             |              |
| 17       | Allocated Total                                             | 75.80%                                | 5,226              | 24.20%                             | 1,669                           |                                             |              |
| 18       | Amortization of Rate Case Expense:                          |                                       |                    |                                    |                                 |                                             |              |
| 19       | Amortization Period in Years:                               |                                       |                    |                                    |                                 |                                             |              |
| 20       | Amortization Amount per year                                |                                       |                    | 4                                  | 4                               |                                             |              |
| 21       | Deferred Rate Case Expense (for CWC on A-3)                 |                                       |                    | 1,307                              | 417                             |                                             |              |
| 22       | =(Allocated Total less first year amortization)/2           |                                       |                    | 1,960                              | 626                             |                                             |              |
| 23       |                                                             |                                       |                    |                                    |                                 |                                             |              |
| 24       | Method of Allocation Between Systems (Provide Calculation): |                                       |                    |                                    |                                 |                                             |              |
| 25       | Note: Allocation is by # of customers of the systems.       |                                       |                    |                                    |                                 |                                             |              |

Analysis of Major Maintenance Projects

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: B-11  
 Page: 1 of 1  
 Preparer: W T Rendell

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



**Allocation of Expenses**  
**Intercompany Expenses Per Books**  
**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

Florida Public Service Commission

Schedule: B-12  
 Page: 1  
 Preparer: W T Rendell

Explanation: Provide a schedule detailing expenses which are subject to allocation between systems (water, sewer & gas, etc.) showing allocation percentages, gross amounts, amounts allocated, and a detailed description of the method of allocation. Provide a description of all systems other than water and sewer.

| Line No. | (1) Acct No. |       | (3) Description                    | (5) Allocation Percentages |       |       |       | (8) Allocation Method | (10) Amounts Allocated |       |       |       | (13) Gross Amounts |
|----------|--------------|-------|------------------------------------|----------------------------|-------|-------|-------|-----------------------|------------------------|-------|-------|-------|--------------------|
|          | Water        | Sewer |                                    | Water                      | Sewer | Other | Total |                       | Water                  | Sewer | Other | Total |                    |
| 1        | 601          | 701   | Salaries & Wages - Employees       | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 2        | 603          | 703   | Salaries & Wages - Officers, Exec. | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 3        | 604          | 704   | Employee Pensions & Benefits       | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 4        | 610          | 710   | Purchased Water/Sewage Trtmnt      | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 5        | 615          | 715   | Purchased Power                    | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 6        | 616          | 716   | Fuel for Purchased Power           | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 7        | 618          | 718   | Chemicals                          | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 8        | 620          | 720   | Materials & Supplies               | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 9        | 631          | 731   | Contractual Services - Engineering | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 10       | 632          | 732   | Contractual Services - Accounting  | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 11       | 633          | 733   | Contractual Services - Legal       | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 12       | 634          | 734   | Contractual Services - Mgmt. Fees  | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 13       | 635          | 735   | Contractual Services - Testing     | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 14       | 636          | 736   | Contractual Services - Other       | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 15       | 641          | 741   | Rental of Building/Real Prop.      | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 16       | 642          | 742   | Rental of Equipment                | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 17       | 650          | 750   | Transportation Expenses            | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 18       | 656          | 756   | Insurance - Vehicle                | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 19       | 657          | 757   | Insurance - General Liability      | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 20       | 658          | 758   | Insurance - Workman's Comp.        | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 21       | 659          | 759   | Insurance - Other                  | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 22       | 660          | 760   | Advertising Expense                | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 23       | 666          | 766   | Reg. Comm. Exp. - Rate Case Amort  | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 24       | 667          | 767   | Reg. Comm. Exp. - Rate Case Other  | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 25       | 670          | 770   | Bad Debt Expense                   | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |
| 26       | 675          | 775   | Miscellaneous Expense              | N/A                        | N/A   |       |       | N/A                   | N/A                    | N/A   | -     | -     |                    |

Net Depreciation Expense - Water

Florida Public Service Commission

HC Waterworks, Inc.

Docket No. 140158-WS

Historical Test Year Ending June 30, 2014.

Historical [ X ] Projected [ ]

Schedule: B-13 REVISÉ

Page: 1 of 1 4/30/2015

Preparer: WT Rendell

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

| Line No. | (1)<br>Account No. and Name            | (3)<br>Expense | (4)<br>Utility Adjustments | (5) Historical Test Year |        | (6)<br>Non-Used & Useful % | (7)<br>Expense | (8) Pro Forma Adjustments |         | (9)<br>N-U & U Expense |
|----------|----------------------------------------|----------------|----------------------------|--------------------------|--------|----------------------------|----------------|---------------------------|---------|------------------------|
|          |                                        |                |                            | Adjusted Expense         |        |                            |                | Expense                   | Expense |                        |
| 1        | INTANGIBLE PLANT                       |                |                            |                          |        |                            |                |                           |         |                        |
| 2        | 301.1 Organization                     | 132            | 0                          | 132                      | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 3        | 302.1 Franchises                       |                | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 4        | 339.1 Other Plant & Misc. Equipment    | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 5        | SOURCE OF SUPPLY & PUMPING PLANT       |                |                            |                          |        |                            |                |                           |         |                        |
| 6        | 303.2 Land & Land Rights               | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 7        | 304.2 Structures & Improvements        | 35,718         | 0                          | 35,718                   | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 8        | 305.2 Collect. & Impound Reservoirs    | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 9        | 306.2 Lake, River & Other Intakes      | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 10       | 307.2 Wells & Springs                  | 6,130          | 0                          | 6,130                    | 0.00%  | 0                          | 0              | 57                        | 0       |                        |
| 11       | 308.2 Infiltration Galleries & Tunnels | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 12       | 309.2 Supply Mains                     | 1,896          | 0                          | 1,896                    | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 13       | 310.2 Power Generation Equipment       | 6,156          | 0                          | 6,156                    | 0.00%  | 0                          | 0              | 65                        | 0       |                        |
| 14       | 311.2 Pumping Equipment                | 7,846          | 0                          | 7,846                    | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 15       | 339.2 Other Plant & Misc. Equipment    | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 16       | WATER TREATMENT PLANT                  |                |                            |                          |        |                            |                |                           |         |                        |
| 17       | 303.3 Land & Land Rights               | 0              | 0                          | 0                        |        |                            |                | 0                         |         |                        |
| 18       | 304.3 Structures & Improvements        | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 19       | 311.3 Pumping Equipment                | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 20       | 320.3 Water Treatment Equipment        | 37,950         | 0                          | 37,950                   | 0.00%  | 0                          | 0              | 474                       | 0       |                        |
| 21       | 339.3 Other Plant & Misc. Equipment    | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 22       | TRANSMISSION & DISTRIBUTION PLANT      |                |                            |                          |        |                            |                |                           |         |                        |
| 23       | 303.4 Land & Land Rights               | 0              | 0                          | 0                        |        |                            |                | 0                         |         |                        |
| 24       | 304.4 Structures & Improvements        | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 25       | 311.4 Pumping Equipment                | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 26       | 330.4 Distr. Reservoirs & Standpipes   | 5,828          | 0                          | 5,828                    | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 27       | 331.4 Transm. & Distribution Mains     | 14,283         | 0                          | 14,283                   | 16.00% | 2,285                      | 0              | 128                       | 0       |                        |
| 28       | 333.4 Services                         | 2,290          | 0                          | 2,290                    | 0.00%  | 0                          | 0              | 33                        | 0       |                        |
| 29       | 334.4 Meters & Meter Installations     | 12,529         | 0                          | 12,529                   | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 30       | 335.4 Hydrants                         | 408            | 0                          | 408                      | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 31       | 336.4 Backflow Prevention              | 37             | 0                          | 37                       | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 32       | 339.4 Other Plant & Misc. Equipment    | 106            | 0                          | 106                      | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 33       | GENERAL PLANT                          |                |                            |                          |        |                            |                |                           |         |                        |
| 34       | 303.5 Land & Land Rights               | 0              | 0                          | 0                        |        |                            |                | 0                         |         |                        |
| 35       | 304.5 Structures & Improvements        | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 36       | 340.5 Office Furniture & Equipment     | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 37       | 340.51 Computer Equipment              | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 38       | 341.5 Transportation Equipment         | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 39       | 342.5 Stores Equipment                 | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 40       | 343.5 Tools, Shop & Garage Equipment   | 189            | 0                          | 189                      | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 41       | 344.5 Laboratory Equipment             | 908            | 0                          | 908                      | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 42       | 345.5 Power Operated Equipment         | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 43       | 346.5 Communication Equipment          | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 44       | 347.5 Miscellaneous Equipment          | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 45       | 348.5 Other Tangible Plant             | 0              | 0                          | 0                        | 0.00%  | 0                          | 0              | 0                         | 0       |                        |
| 46       |                                        |                |                            |                          |        |                            |                |                           |         |                        |
| 47       | TOTAL DEPRECIATION EXPENSE             | 132,407        | 0                          | 132,407                  |        | 2,285                      | 757            | 0                         |         |                        |
| 48       |                                        |                |                            |                          |        |                            |                |                           |         |                        |
| 49       | 407301 (LESS) AMORTIZATION OF CIAC     | (36,800)       | 6,898                      | (29,902)                 |        | 0                          | 0              | 0                         |         |                        |
| 50       |                                        |                |                            |                          |        |                            |                |                           |         |                        |
| 51       | NET DEPRECIATION EXPENSE               | 95,608         | 6,898                      | 102,506                  |        | 2,285                      | 757            | 0                         |         |                        |

Net Depreciation Expense - Sewer

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

Schedule: B-14  
 Page: 1 of 1  
 Preparer: W T Rendell

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) |
|----------------------------------|------------------------------------------|---------|-------------|---------|--------------------------|---------------------|---------|-----|
|                                  |                                          | Expense | Adjustments | Expense | Utility Adjusted Expense | Non-Used & Useful % | Expense |     |
| <b>Historical Test Year 2007</b> |                                          |         |             |         |                          |                     |         |     |
| 1                                | INTANGIBLE PLANT                         |         |             |         |                          |                     |         |     |
| 2                                | 351.1 Organization                       | 19      |             |         | 19                       | 0.00%               | 0       |     |
| 3                                | 352.1 Franchises                         | 11      |             |         | 11                       | 0.00%               | 0       |     |
| 4                                | 389.1 Other Plant & Misc. Equipment      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 5                                | COLLECTION PLANT                         |         |             |         |                          |                     |         |     |
| 6                                | 353.2 Land & Land Rights                 | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 7                                | 354.2 Structures & Improvements          | 60      |             |         | 60                       | 0.00%               | 0       |     |
| 8                                | 355.2 Power Generation Equipment         | 897     |             |         | 897                      | 0.00%               | 0       |     |
| 9                                | 360.2 Collection Sewers - Force          | 0       |             |         | 0                        | 7.17%               | 0       |     |
| 10                               | 361.2 Collection Sewers - Gravity        | 3,733   |             |         | 3,733                    | 7.17%               | 267     |     |
| 11                               | 362.2 Special Collecting Structures      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 12                               | 363.2 Services to Customers              | 707     |             |         | 707                      | 0.00%               | 0       |     |
| 13                               | 364.2 Flow Measuring Devices             | 1,539   |             |         | 1,539                    | 0.00%               | 0       |     |
| 14                               | 365.2 Flow Measuring Installations       | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 15                               | 389.2 Other Plant & Misc. Equipment      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 16                               | SYSTEM PUMPING PLANT                     |         |             |         |                          |                     |         |     |
| 17                               | 353.3 Land & Land Rights                 | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 18                               | 354.3 Structures & Improvements          | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 19                               | 355.3 Power Generation Equipment         | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 20                               | 370.3 Receiving Wells                    | 39      |             |         | 39                       | 7.17%               | 3       |     |
| 21                               | 371.3 Pumping Equipment                  | 1,645   |             |         | 1,645                    | 7.17%               | 118     |     |
| 22                               | 389.3 Other Plant & Misc. Equipment      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 23                               | TREATMENT AND DISPOSAL PLANT             |         |             |         |                          |                     |         |     |
| 24                               | 353.4 Land & Land Rights                 | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 25                               | 354.4 Structures & Improvements          | 0       |             |         | 0                        | 31.68%              | 0       |     |
| 26                               | 355.4 Power Generation Equipment         | 0       |             |         | 0                        | 31.68%              | 0       |     |
| 27                               | 380.4 Treatment & Disposal Equipment     | 0       |             |         | 0                        | 31.68%              | 0       |     |
| 28                               | 381.4 Plant Sewers                       | 0       |             |         | 0                        | 31.68%              | 0       |     |
| 29                               | 382.4 Outfall Sewer Lines                | 31      |             |         | 31                       | 31.68%              | 10      |     |
| 30                               | 389.4 Other Plant & Misc. Equipment      | 118     |             |         | 118                      | 31.68%              | 37      |     |
| 31                               | RECLAIMED WATER TREATMENT PLANT          |         |             |         |                          |                     |         |     |
| 32                               | 353.5 Land & Land Rights                 | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 33                               | 354.5 Structures & Improvements          | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 34                               | 355.5 Power Generation Equipment         | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 35                               | 371.5 Pumping Equipment                  | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 36                               | 374.5 Reuse Distribution Reservoirs      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 37                               | 380.5 Treatment & Disposal Equipment     | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 38                               | 381.5 Plant Sewers                       | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 39                               | 389.5 Other Plant & Misc. Equipment      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 40                               | RECLAIMED WATER DISTRIBUTION PLANT       |         |             |         |                          |                     |         |     |
| 41                               | 352.6 Franchises                         | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 42                               | 353.6 Land & Land Rights                 | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 43                               | 354.6 Structures & Improvements          | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 44                               | 355.6 Power Generation Equipment         | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 45                               | 366.6 Reuse Services                     | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 46                               | 367.6 Reuse Meters & Meter Installations | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 47                               | 371.6 Pumping Equipment                  | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 48                               | 375.6 Reuse Transmission & Distr. Sys.   | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 49                               | 389.6 Other Plant & Misc. Equipment      | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 50                               | GENERAL PLANT                            |         |             |         |                          |                     |         |     |
| 51                               | 353.7 Land & Land Rights                 | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 52                               | 354.7 Structures & Improvements          | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 53                               | 390.7 Office Furniture & Equipment       | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 54                               | 390.71 Computer Equipment                | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 55                               | 391.7 Transportation Equipment           | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 56                               | 392.7 Stores Equipment                   | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 57                               | 393.7 Tools, Shop & Garage Equipment     | 62      |             |         | 62                       | 0.00%               | 0       |     |
| 58                               | 394.7 Laboratory Equipment               | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 59                               | 395.7 Power Operated Equipment           | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 60                               | 396.7 Communication Equipment            | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 61                               | 397.7 Miscellaneous Equipment            | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 62                               | 398.7 Other Tangible Plant               | 0       |             |         | 0                        | 0.00%               | 0       |     |
| 63                               | TOTAL DEPRECIATION EXPENSE               | 8,861   | 0           |         | 8,861                    |                     | 435     |     |
| 64                               |                                          |         |             |         |                          |                     |         |     |
| 65                               | 407321 (LESS) AMORTIZATION OF CIAC       | (9,233) | (2,118)     |         | (11,350)                 |                     | 0       |     |
| 66                               | NET DEPRECIATION EXPENSE                 | (372)   | (2,118)     |         | (2,489)                  |                     | 435     |     |

**Taxes Other Than Income**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: B-15 **REVISED**  
 Page: 1 of 1 4/30/2015  
 Preparer: W T Rendell

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

| Line No.     | (1)<br>Description                 | (2) | (3)<br>Regulatory Assessment Fees (RAFTs) 4.50% | (4)<br>Payroll Taxes | (5)<br>RE & Personal Property Tax on U&U | (6)<br>Other | (7)<br>Total |
|--------------|------------------------------------|-----|-------------------------------------------------|----------------------|------------------------------------------|--------------|--------------|
| <b>Water</b> |                                    |     |                                                 |                      |                                          |              |              |
| 1            | Test Year Per Books                |     | 22,745                                          | 0                    | 35,164                                   | 1,500        | 59,409       |
| 2            |                                    |     |                                                 |                      |                                          |              |              |
| 3            | Adjustments to Test Year (Explain) |     |                                                 |                      |                                          |              |              |
| 4            | RAF on Adj'd Rev - RAF Per Books   |     | (4,940)                                         |                      |                                          |              | (4,940)      |
| 5            | Property Tax NU&U Adj              |     |                                                 |                      | (1,087)                                  |              | (1,087)      |
|              | Pass through Property Tax Increase |     |                                                 |                      | 5,384                                    |              |              |
|              | Property Tax on Pro Forma Plant    |     |                                                 |                      | 276                                      |              |              |
| 6            | To Reclassify License Expense      |     |                                                 | 0                    |                                          | (1,500)      | (1,500)      |
| 7            | Total Test Year Adjustments        |     | (4,940)                                         | 0                    | 4,573                                    | (1,500)      | (7,528)      |
| 8            | Adjusted Test Year                 |     | 17,804                                          | 0                    | 39,736                                   | 0            | 51,881       |
| 9            |                                    |     |                                                 |                      |                                          |              |              |
| 10           |                                    |     |                                                 |                      |                                          |              |              |
| 11           | RAFTs Assoc. with Revenue Increase |     | 6,726                                           |                      |                                          |              | 6,726        |
| 12           |                                    |     |                                                 |                      |                                          |              |              |
| 13           | Total Adjusted                     |     | 24,530                                          | 0                    | 39,736                                   | 0            | 58,607       |
| <b>Sewer</b> |                                    |     |                                                 |                      |                                          |              |              |
| 14           | Test Year Per Books                |     | 6,547                                           | 0                    | 2,357                                    | 0            | 8,903        |
| 15           |                                    |     |                                                 |                      |                                          |              |              |
| 16           | Adjustments to Test Year (Explain) |     |                                                 |                      |                                          |              |              |
| 17           | RAF on Adj'd Rev - RAF Per Books   |     | (1,095)                                         |                      |                                          |              | (1,095)      |
| 18           | Property Tax Reclass & NU&U Adj    |     |                                                 |                      | (174)                                    |              | (174)        |
| 19           | Payroll Adjustments                |     |                                                 | 0                    |                                          |              | 0            |
| 20           | Total Test Year Adjustments        |     | (1,095)                                         | 0                    | (174)                                    | 0            | (1,269)      |
| 21           | Adjusted Test Year                 |     | 5,452                                           | 0                    | 2,183                                    | 0            | 7,634        |
| 22           |                                    |     |                                                 |                      |                                          |              |              |
| 23           | RAFTs Assoc. with Revenue Increase |     | (1,997)                                         |                      |                                          |              | (1,997)      |
| 24           |                                    |     |                                                 |                      |                                          |              |              |
| 25           | Total Pro Forma                    |     | 3,455                                           | 0                    | 2,183                                    | 0            | 5,637        |

Recap Schedules: B-1, B-2 Source Schedule: B-3  
 Payroll taxes: FICA=7.65%, Fed & State Unemployment=0.41%

**HC Waterworks, Inc.**  
**TAX SCHEDULES**

| <u>SCHEDULE TITLE</u>                           | <u>SCHEDULE<br/>NUMBER</u> | <u>PAGE<br/>NUMBER</u> |
|-------------------------------------------------|----------------------------|------------------------|
| Reconciliation of Total Income Tax Provision    | C-1                        | 44                     |
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| Schedule of Interest in Tax Expense Calculation | C-3                        | 46                     |
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| Accumulated Deferred Income Taxes               | C-6                        | 50                     |
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| Parent Debt Information                         | C-8                        | 56                     |
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| Miscellaneous Tax Information                   | C-10                       | 58                     |

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: C-1  
 Page: 1 of 1  
 Preparer: W T Rendell

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

| Line No.                                                                         | (1)<br>Description           | (2)<br>Year End<br>Per Books | (3)<br>Utility<br>Adjustments | (4)<br>Year End<br>Adjusted | (5)<br>Pro Forma<br>Adjustments | (6)<br>Pro Forma | Supporting<br>Schedules |
|----------------------------------------------------------------------------------|------------------------------|------------------------------|-------------------------------|-----------------------------|---------------------------------|------------------|-------------------------|
| <b>Water</b>                                                                     |                              |                              |                               |                             |                                 |                  |                         |
| 1                                                                                | Current Tax Expense          | 0                            | 0                             | 0                           | 0                               | 0                |                         |
| 2                                                                                | Deferred Income Tax Expense  | 0                            | 0                             | 0                           | 0                               | 0                | C-2                     |
| 3                                                                                | ITC Realized This Year       | 0                            | 0                             | 0                           | 0                               | 0                | C-5                     |
| 4                                                                                | ITC Amortization             | 0                            | 0                             | 0                           | 0                               | 0                | C-7                     |
| 5                                                                                | Less: Parent Debt Adjustment | 0                            | 0                             | 0                           | 0                               | 0                | C-7<br>C-8              |
| 6                                                                                | Total Income Tax Expense     | 0                            | 0                             | 0                           | 0                               | 0                |                         |
| <b>HC Waterworks is a Sub S Florida Corporation - there are no income taxes.</b> |                              |                              |                               |                             |                                 |                  |                         |
| <b>Sewer</b>                                                                     |                              |                              |                               |                             |                                 |                  |                         |
| 7                                                                                | Current Tax Expense          | 0                            | 0                             | 0                           | 0                               | 0                |                         |
| 8                                                                                | Deferred Income Tax Expense  | 0                            | 0                             | 0                           | 0                               | 0                | C-2                     |
| 9                                                                                | ITC Realized This Year       | 0                            | 0                             | 0                           | 0                               | 0                | C-5                     |
| 10                                                                               | ITC Amortization             | 0                            | 0                             | 0                           | 0                               | 0                | C-7                     |
| 11                                                                               | Less: Parent Debt Adjustment | 0                            | 0                             | 0                           | 0                               | 0                | C-7<br>C-8              |
| 12                                                                               | Total Income Tax Expense     | 0                            | 0                             | 0                           | 0                               | 0                |                         |
| <b>HC Waterworks is a Sub S Florida Corporation - there are no income taxes.</b> |                              |                              |                               |                             |                                 |                  |                         |
| Recap Schedules: B-1, B-2                                                        |                              |                              |                               |                             |                                 |                  |                         |

State and Federal Income Tax Calculation - Current

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-W5  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

Schedule: C-2  
 Page: 1 of 1  
 Preparer: W T Rendell

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)<br>Description                             | (2)<br>Year End Per Books | (3)<br>Utility Adjustments | (4)<br>Water |          | (5)<br>Pro Forma Adjustments | (6)<br>Pro Forma Adjusted | (7)<br>Year End Per Books | (8)<br>Sewer |          | (9)<br>Year End Adjusted | (10)<br>Pro Forma Adjustments | (11)<br>Pro Forma Adjusted | (12)<br>Supporting Schedules |
|----------------------------------------------------------------------------------|------------------------------------------------|---------------------------|----------------------------|--------------|----------|------------------------------|---------------------------|---------------------------|--------------|----------|--------------------------|-------------------------------|----------------------------|------------------------------|
|                                                                                  |                                                |                           |                            | Year End     | Adjusted |                              |                           |                           | Year End     | Adjusted |                          |                               |                            |                              |
| <b>HC Waterworks is a Sub S Florida Corporation - there are no income taxes.</b> |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 1                                                                                | Taxable Operating Income before Interest       | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          | B-1, B-2                     |
| 2                                                                                | Less: Interest Charges                         | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          | C-3                          |
| 3                                                                                |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 4                                                                                | Taxable Income                                 | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 5                                                                                |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 6                                                                                | Schedule M Adjustments                         |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 7                                                                                | Permanent Differences                          | -                         | 0                          | 0            | 0        | 0                            | 0                         | -                         | 0            | 0        | 0                        | 0                             | 0                          | C-4                          |
| 8                                                                                | Timing Differences                             | -                         | 0                          | 0            | 0        | 0                            | 0                         | -                         | 0            | 0        | 0                        | 0                             | 0                          | C-5                          |
| 9                                                                                | Total Schedule M Adjustments                   | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 10                                                                               |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 11                                                                               | Taxable Income Before State Taxes              | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 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%                     | 5.5%                          | 5.5%                       |                              |
| 14                                                                               | State Income Taxes                             | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 15                                                                               |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 16                                                                               | Federal Taxable Income                         | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 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%                    | 35.0%                         | 35.0%                      |                              |
| 19                                                                               | Federal Income Taxes                           | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 20                                                                               |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 21                                                                               | Less: Investment Tax Credit Realized This Year | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          | C-7                          |
| 22                                                                               |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 23                                                                               | Current Federal Income Taxes                   | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 24                                                                               |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 25                                                                               | Summary:                                       |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 26                                                                               | Current State Income Tax                       | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 27                                                                               | Current Federal Income Tax                     | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |
| 28                                                                               |                                                |                           |                            |              |          |                              |                           |                           |              |          |                          |                               |                            |                              |
| 29                                                                               | Total Current Income Tax Expense (To C-1)      | 0                         | 0                          | 0            | 0        | 0                            | 0                         | 0                         | 0            | 0        | 0                        | 0                             | 0                          |                              |

**Schedule of Interest in Tax Expense Calculation**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

Schedule: C-3  
 Page: 1 of 2  
 Preparer: W T Rendell

Explanation: Provide the amount of interest expense used to calculate income taxes on Schedule No. C-2. Explain any changes in interest expense in detail giving amount of change and reason for change. If the basis for allocating interest used in the tax calculation differs from the basis used in allocating current income taxes payable, the differing bases should be clearly identified.

| Line No.                                                                         | Description                                            | (1)               | (2)                 | (3)              | (4)               | (5)                 | (6)              | (7)               | (8)                 | (9)              | (10)                 |
|----------------------------------------------------------------------------------|--------------------------------------------------------|-------------------|---------------------|------------------|-------------------|---------------------|------------------|-------------------|---------------------|------------------|----------------------|
|                                                                                  |                                                        | <b>Water</b>      |                     |                  | <b>Sewer</b>      |                     |                  |                   |                     |                  |                      |
|                                                                                  |                                                        | Test Yr Per Books | Test Yr Adjustments | Test Yr Adjusted | Test Yr Per Books | Test Yr Adjustments | Test Yr Adjusted | Test Yr Per Books | Test Yr Adjustments | Test Yr Adjusted | Supporting Schedules |
| <b>HC Waterworks is a Sub S Florida Corporation - there are no income taxes.</b> |                                                        |                   |                     |                  |                   |                     |                  |                   |                     |                  |                      |
| 1                                                                                | Interest on Long-Term Debt                             | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                | Note*                |
| 2                                                                                | Amortization of Debt Premium, Discount and Expense Net | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                |                      |
| 3                                                                                | Interest on Short-Term Debt                            | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                | Note*                |
| 4                                                                                | Other Interest Expense                                 | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                |                      |
| 5                                                                                | Less: AFUDC                                            | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                |                      |
| 6                                                                                | ITC Interest Synchronization                           | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                | C-7                  |
| 7                                                                                | Total Used For Tax Calculation                         | 0                 | 0                   | 0                | 0                 | 0                   | 0                | 0                 | 0                   | 0                |                      |

| Calculation of ITC Interest Synchronization Adjustment ONLY for Option 2 Companies (see Sch. C-7) |        |       |      |                     |                         |              |       |      |                     |                         |  |
|---------------------------------------------------------------------------------------------------|--------|-------|------|---------------------|-------------------------|--------------|-------|------|---------------------|-------------------------|--|
| <b>Water</b>                                                                                      |        |       |      |                     |                         | <b>Sewer</b> |       |      |                     |                         |  |
| 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:

|                                        | <b>Water</b> |        | <b>Sewer</b> |     |
|----------------------------------------|--------------|--------|--------------|-----|
| Rate Base (Sch. A-1, A-2)              | 1,919,146    |        | 45,460       |     |
| Weighted Cost of Long Term Debt (D-1)  | 1.38%        | 26,432 | 1.38%        | 626 |
| Weighted Cost of Short Term Debt (D-1) | 0.00%        | 0      | 0.00%        | 0   |
| Adjusted Interest on Debt              |              | 26,432 |              | 626 |



Schedule of Interest in Tax Expense Calculation

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Pro Forma  
 Historical [ ] Projected [ X ]

Schedule: C-3  
 Page: 2 of 2  
 Preparer: W T Rendell

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)<br>Description                                     | (2) Water        |                       |                    | (4)   | (5) Sewer        |                       |                    | (7)   | (8)<br>Supporting Schedules |
|----------|--------------------------------------------------------|------------------|-----------------------|--------------------|-------|------------------|-----------------------|--------------------|-------|-----------------------------|
|          |                                                        | Test Yr Adjusted | Pro Forma Adjustments | Pro Forma Adjusted |       | Test Yr Adjusted | Pro Forma Adjustments | Pro Forma Adjusted |       |                             |
| 1        | Interest on Long-Term Debt                             | 0                | 26,432                | 26,432             | Note* | 0                | 626                   | 626                | 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                | 0                     | 0                  |       | 0                | 0                     | 0                  |       |                             |
| 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                | 26,433                | 26,433             |       | 0                | 626                   | 626                |       |                             |

|                                      | Water                  |        |       |                     |                         | Sewer  |       |                     |                         |  |
|--------------------------------------|------------------------|--------|-------|---------------------|-------------------------|--------|-------|---------------------|-------------------------|--|
|                                      | Balances From Sch. D-1 | Amount | Ratio | Total Weighted Cost | Debt Only Weighted Cost | Amount | Ratio | 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)              | 1,919,146    | 45,460    |
| Weighted Cost of Long Term Debt (D-1)  | 1.38% 26,432 | 1.38% 626 |
| Weighted Cost of Short Term Debt (D-1) | 0.00% 0      | 0.00% 0   |
| Adjusted Interest on Debt              | 26,432       | 626       |

Book/Tax Differences - Permanent

Florida Public Service Commission

HC Waterworks, Inc.  
Docket No. 140158-WS  
Historical Test Year Ending June 30, 2014

Schedule: C-4  
Page: 1 of 1  
Preparer: W T Rendell

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)<br>Description                                                        | (2)<br>Amount |
|--------------|---------------------------------------------------------------------------|---------------|
| <b>WATER</b> |                                                                           |               |
| 1            |                                                                           |               |
| 2            | None                                                                      |               |
| 3            |                                                                           |               |
| 4            | Total                                                                     | <u>0</u>      |
|              | HC Waterworks is a Sub S Florida Corporation - there are no income taxes. | <u>0</u>      |
| <b>SEWER</b> |                                                                           |               |
| 5            |                                                                           |               |
| 6            | None                                                                      |               |
| 7            |                                                                           |               |
| 8            | Total                                                                     | <u>0</u>      |
|              | HC Waterworks is a Sub S Florida Corporation - there are no income taxes. | <u>0</u>      |

Deferred Income Tax Expense

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

Schedule: C-5  
 Page: 1 of 1  
 Preparer: W T Rendell

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    |           |             |          |                      |
|                                                                                  |                                     | Per Books | Adjustments | Adjusted | Per Books | Adjustments | Adjusted | Per Books | Adjustments | Adjusted | Supporting Schedules |
| <b>HC Waterworks is a Sub S Florida Corporation - there are no income taxes.</b> |                                     |           |             |          |           |             |          |           |             |          |                      |
| 1                                                                                | Timing Differences (Tax Expense     |           |             |          |           |             |          |           |             |          |                      |
| 2                                                                                | Higher (Lower) than Book Expense):  |           |             |          |           |             |          |           |             |          |                      |
| 3                                                                                | Tax Depreciation & Amortization     | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 4                                                                                | Book Depreciation & Amortization    | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        | B-13,14              |
| 5                                                                                |                                     |           |             |          |           |             |          |           |             |          |                      |
| 6                                                                                | Depreciation Difference             | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 7                                                                                |                                     |           |             |          |           |             |          |           |             |          |                      |
| 8                                                                                | Other Timing Differences (Itemize): |           |             |          |           |             |          |           |             |          |                      |
| 9                                                                                | Bad Debts                           | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 10                                                                               | Rate Case                           | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 11                                                                               | Loss on aband                       | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 12                                                                               |                                     |           |             |          |           |             |          |           |             |          |                      |
| 13                                                                               | Total Timing Differences (To C-2)   | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 14                                                                               |                                     |           |             |          |           |             |          |           |             |          |                      |
| 15                                                                               | State Tax Rate                      | 5.5%      |             | 5.5%     | 5.5%      |             | 5.5%     |           |             | 5.5%     |                      |
| 16                                                                               | State Deferred Taxes                | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 17                                                                               |                                     |           |             |          |           |             |          |           |             |          |                      |
| 18                                                                               | Timing Differences for Fed. Taxes   | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 19                                                                               |                                     |           |             |          |           |             |          |           |             |          |                      |
| 20                                                                               | Federal Tax Rate                    | 35.0%     |             | 35.0%    | 35.0%     |             | 35.0%    |           |             | 35.0%    |                      |
| 21                                                                               | Federal Deferred Taxes              | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |
| 22                                                                               |                                     |           |             |          |           |             |          |           |             |          |                      |
| 23                                                                               | Total Deferred Taxes (to C-1)       | 0         | 0           | 0        | 0         | 0           | 0        | 0         | 0           | 0        |                      |

Recap Schedules: C-1, C-2

**Accumulated Deferred Income Taxes - Summary**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: C-6

Page: 1 of 2

Preparer: W T Rendell

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.     | (1)<br>Year | (2)                                       | (3)     | (4)   |
|--------------|-------------|-------------------------------------------|---------|-------|
|              |             | Account No. 283<br>Deferred Tax Liability |         |       |
|              |             | State                                     | Federal | Total |
| <b>WATER</b> |             |                                           |         |       |
| 1            | 2013        | 0                                         | 0       | 0     |
| 2            | Test Yr     | 0                                         | 0       | 0     |
| <b>SEWER</b> |             |                                           |         |       |
| 3            | 2013        | 0                                         | 0       | 0     |
| 4            | Test Yr     | 0                                         | 0       | 0     |

**HC Waterworks is a Sub S Florida Corporation - there are no income taxes.**

**Accumulated Deferred Income Taxes - State**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

Schedule: C-6

**Docket No. 140158-WS**

Page: 2 of 2

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

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)<br>Year | (2) Account No. 28306<br>Deferred <b>State</b> Tax Liability |                            |                       | (1)<br>Year | (2) Account No. 28305<br>Deferred <b>Federal</b> Tax Liability |                            |                       |
|--------------|-------------|--------------------------------------------------------------|----------------------------|-----------------------|-------------|----------------------------------------------------------------|----------------------------|-----------------------|
|              |             | (3)<br>Beginning Balance                                     | (3)<br>Current Year Change | (4)<br>Ending Balance |             | (3)<br>Beginning Balance                                       | (3)<br>Current Year Change | (4)<br>Ending Balance |
| <b>WATER</b> |             |                                                              |                            | <b>WATER</b>          |             |                                                                |                            |                       |
| 1            | 2013        | 0                                                            | 0                          | 0                     | 2013        | 0                                                              | 0                          | 0                     |
| 2            | Test Yr     | 0                                                            | 0                          | 0                     | Test Yr     | 0                                                              | 0                          | 0                     |
| <b>SEWER</b> |             |                                                              |                            | <b>SEWER</b>          |             |                                                                |                            |                       |
| 3            | 2013        | 0                                                            | 0                          | 0                     | 2013        | 0                                                              | 0                          | 0                     |
| 4            | Test Yr     | 0                                                            | 0                          | 0                     | Test Yr     | 0                                                              | 0                          | 0                     |

**HC Waterworks is a Sub S Florida Corporation - there are no income taxes.**

Investment Tax Credits - Analysis

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: C-7  
 Page: 1 of 4  
 Preparer: WT Rendell

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)<br>Beginning Year Balance | 3% ITC              |                           |                     |                           |                     | (7)<br>Ending Balance | 4% ITC                     |                      |                            |  |  | (13)<br>Ending Balance |
|----------|-------------------------------|---------------------|---------------------------|---------------------|---------------------------|---------------------|-----------------------|----------------------------|----------------------|----------------------------|--|--|------------------------|
|          |                               | Amount Realized     |                           | Amortization        |                           | Amount Realized     |                       | Amortization               |                      |                            |  |  |                        |
|          |                               | (3)<br>Current Year | (4)<br>Prior Year Adjust. | (5)<br>Current Year | (6)<br>Prior Year Adjust. | (9)<br>Current Year |                       | (10)<br>Prior Year Adjust. | (11)<br>Current Year | (12)<br>Prior Year Adjust. |  |  |                        |
| 1        | NONE                          |                     |                           |                     |                           |                     | NONE                  |                            |                      |                            |  |  |                        |

Investment Tax Credits - Analysis

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: C-7  
 Page: 2 of 4  
 Preparer: WT Rendell

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)                    | (2)             | (3)                | (4)          | 8% ITC             |                | (7)               | (8)             | (9)                | (10)         | 10% ITC            |                | (12) | (13) |
|----------|------------------------|-----------------|--------------------|--------------|--------------------|----------------|-------------------|-----------------|--------------------|--------------|--------------------|----------------|------|------|
|          | Beginning Year Balance | Amount Realized |                    | Amortization |                    | Ending Balance | Beginning 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                   |                 |                    |              |                    |                |                   | NONE            |                    |              |                    |                |      |      |

**Investment Tax Credits - Company Policies**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: C-7

Page: 3 of 4

Preparer: W T Rendell

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**

**HC Waterworks, Inc.**

Schedule: C-7

**Docket No. 140158-WS**

Page: 4 of 4

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

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

---

**NONE**

**Parent's Debt Information**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: C-8  
 Page: 1 of 1  
 Preparer: W T Rendell

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)<br>Description                                                   | (2)<br>Average<br>Amount | (3)<br>% of<br>Total | (4)<br>Cost<br>Rate | (5)<br>Weighted<br>Cost | (6)<br>Supporting<br>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>                |                                |
| <b>HC Waterworks is a Sub S Florida Corporation - there are no income taxes.</b> |                                                                      |                          |                      |                     |                         |                                |
| <b>Parent Debt Adjustment Calculation</b>                                        |                                                                      |                          |                      |                     |                         |                                |
| 8                                                                                | Weighted Cost of Parent's Debt (Line 1 & 2, col. 5)                  |                          | 0                    |                     |                         | From                           |
| 9                                                                                | Effective consolidated tax rate                                      |                          |                      |                     |                         | B-1                            |
| 10                                                                               | Parent's Tax Deduction on Debt Interest                              |                          | 0                    |                     |                         |                                |
| <b>Water</b>                                                                     |                                                                      |                          |                      |                     |                         |                                |
| 11                                                                               | Equity of Subsidiary                                                 |                          |                      |                     |                         | D-1                            |
| 12                                                                               | Parent Debt Adjustment (to C-1) Allocation to subsidiary at          |                          | 0                    |                     |                         | A-17                           |
| <b>Sewer</b>                                                                     |                                                                      |                          |                      |                     |                         |                                |
| 13                                                                               | Equity of Subsidiary                                                 |                          |                      |                     |                         | D-1                            |
| 14                                                                               | Parent Debt Adjustment (to C-1) (to C-1) Allocation to subsidiary at |                          | 0                    |                     |                         | A-17                           |

**Income Tax Returns**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: C-9

Page: 1 of 1

Preparer: W T Rendell

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.

---

**Not Applicable. This is a limited liability corporation and there are no income taxes.**

**Miscellaneous Tax Information**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014.

Schedule: C-10

Page: 1 of 1

Preparer: W T Rendell

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? N/A
- (2) Is the treatment of customer deposits at issue with the IRS? N/A
- (3) Is the treatment of contributions in aid of construction at issue with the IRS? N/A
- (4) Is the treatment of unbilled revenue at issue with the IRS? N/A

**HC Waterworks is a Sub S Florida Corporation - there are no income taxes.**

**HC Waterworks, Inc.**  
**CAPITAL SCHEDULES**

| <u>SCHEDULE TITLE</u>       | <u>SCHEDULE<br/>NUMBER</u> | <u>PAGE<br/>NUMBER</u> |
|-----------------------------|----------------------------|------------------------|
| Requested Cost of Capital   | D-1                        | 60                     |
| Reconciliation to Rate Base | D-2                        | 61                     |
| Preferred Stock             | D-3                        | 62                     |
| Short-Term Debt             | D-4                        | 63                     |
| Long-Term Debt              | D-5                        | 64                     |
| Variable Debt               | D-6                        | 65                     |
| Customer Deposits           | D-7                        | 66                     |

**Schedule of Requested Cost of Capital**  
 13 Month Average balance  
**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Historical [ X ] Projected [ ]

**Florida Public Service Commission**

Schedule: D-1 **REVISED**  
 Page: 1 of 2 4/30/2015  
 Preparer: W T Rendell

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

| Line No.                           | (1)<br>Class of Capital           | (2)<br>Reconciled<br>To Test Yr<br>Rate Base | (3)<br>Ratio   | (4)<br>Cost<br>Rate | (5)<br>Weighted<br>Cost<br>Rate | (6)<br>Cost | (7)<br>Supporting<br>Schedules |
|------------------------------------|-----------------------------------|----------------------------------------------|----------------|---------------------|---------------------------------|-------------|--------------------------------|
| <b>COMPOSITE WATER &amp; SEWER</b> |                                   |                                              |                |                     |                                 |             |                                |
| 1                                  | Long-Term Debt                    | 636,668                                      | 32.41%         | 4.25%               | 1.38%                           |             | D-2, D-5                       |
| 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 Equity                     | 1,321,279                                    | 67.25%         | 9.52%               | 6.40%                           |             | D-2                            |
| 5                                  | Customer Deposits                 | 6,658                                        | 0.34%          | 2.00%               | 0.01%                           |             | D-2                            |
| 6                                  | Accumulated Deferred Income Taxes | 0                                            | 0.00%          | 0.00%               | 0.00%                           |             | D-2                            |
| 7                                  |                                   |                                              |                |                     |                                 |             |                                |
| 8                                  | Total                             | <u>1,964,605</u>                             | <u>100.00%</u> |                     | <u>7.78%</u>                    |             |                                |

**Reconciliation of Capital Structure to Requested Rate Base**

13 Month Average Balance

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Historical [ X ] Projected [ ]

**Florida Public Service Commission**

Schedule:

D-2

**REVISED**

Page:

1 of 1

4/30/2015

Preparer:

W T Rendell

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

| Line No. | Class of Capital                  | (1)                     |                        | (2)                   |                                           | (3)                                   | (4)                     | (5) |
|----------|-----------------------------------|-------------------------|------------------------|-----------------------|-------------------------------------------|---------------------------------------|-------------------------|-----|
|          |                                   | Prior Year<br>6/30/2013 | Test Year<br>6/30/2014 | Test Year<br>Average† | Reconciliation<br>Adjustments<br>Pro rata | Reconciled<br>To Test Yr<br>Rate Base | Supporting<br>Schedules |     |
| 1        | Long-Term Debt                    | 839,728                 | 798,035                | 818,881               | (182,213)                                 | 636,668                               | 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                      | 2,187,582               | 1,211,269              | 1,699,426             | (378,147)                                 | 1,321,279                             |                         |     |
| 5        | Customer Deposits                 | 2,461                   | 14,666                 | 8,563                 | (1,905)                                   | 6,658                                 | D-7                     |     |
| 6        | Accumulated Deferred Income Taxes | 0                       | 0                      | 0                     | 0                                         | 0                                     | C-6                     |     |
| 7        |                                   |                         |                        |                       |                                           |                                       |                         |     |
| 8        | <b>Total</b>                      | <b>3,029,770</b>        | <b>2,023,970</b>       | <b>2,526,870</b>      | <b>(562,265)</b>                          | <b>1,964,605</b>                      | <b>A-1</b>              |     |

**Preferred Stock Outstanding**

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Florida Public Service Commission

Schedule: D-3  
 Page: 1 of 1  
 Preparer: WT Rendell

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.

| Line No. | (1)<br>Description, Coupon Rate<br>Years of Life | (2)<br>Issue Date | (3)<br>Call Provis.<br>Special<br>Restrictions | (4)<br>Principal<br>Amt Sold<br>Face Value | (5)<br>Principal<br>Amount<br>Outstanding | (6)<br>(Discount) or<br>Premium on<br>Principal Amt Sold | (7)<br>(Discount) or<br>Premium Assoc.<br>with Col (5) | (8)<br>Issuing Exp.<br>Associated<br>with Col (4) | (9)<br>Issuing Exp.<br>Associated<br>with Col (5) | (10)<br>Net Proceed<br>(5)-(9)+(7) | (11)<br>Rate (Contract<br>Rate on<br>Face Value) | (12)<br>Dollar Divd.<br>On Face<br>Value (11)x(5) | (13)<br>Effective<br>Cost Rate<br>(12)/(10) |
|----------|--------------------------------------------------|-------------------|------------------------------------------------|--------------------------------------------|-------------------------------------------|----------------------------------------------------------|--------------------------------------------------------|---------------------------------------------------|---------------------------------------------------|------------------------------------|--------------------------------------------------|---------------------------------------------------|---------------------------------------------|
| 1        | There is no Preferred Stock                      |                   |                                                |                                            |                                           |                                                          |                                                        |                                                   |                                                   |                                    |                                                  |                                                   |                                             |



**Cost of Short-Term Debt**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

Schedule: D-4

**Docket No. 140158-WS**

Page: 1 of 1

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

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)<br>Total<br>Interest<br>Expense | (2)<br>Maturity<br>Date | (3)<br>Average Amt<br>Outstanding | (4)<br>Effective<br>Cost<br>Rate | (5)<br>Supporting<br>Schedule(s) |
|----------|------------------------------------|-------------------------------------|-------------------------|-----------------------------------|----------------------------------|----------------------------------|
| 1        | <b>There is no Short Term Debt</b> |                                     |                         |                                   |                                  |                                  |
| 2        |                                    |                                     |                         |                                   |                                  |                                  |
| 3        |                                    |                                     |                         |                                   |                                  |                                  |
| 4        |                                    |                                     |                         |                                   |                                  |                                  |
| 5        |                                    |                                     |                         |                                   |                                  |                                  |
| 6        |                                    |                                     |                         |                                   |                                  |                                  |
| 7        |                                    |                                     |                         |                                   |                                  |                                  |
| 8        | Total                              | <u>0</u>                            |                         |                                   | <u>0.00%</u>                     |                                  |

Cost of Long-Term Debt

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Florida Public Service Commission

Schedule: D-5  
 Page: 1  
 Preparer: W T Rendell

Utility  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.

| Line No. | (1)<br>Description, Years of Life, Coupon Rate | (2)<br>Coupon Rate | (3)<br>Issue Date | (4)<br>Maturity Date | (5)<br>Principal Amt. Sold (Face Value) | (6)<br>Principal Amount Outstanding | (7)<br>Amount Outstanding Within One Year | (8)<br>Unamortized Disc.(Premium) Associated With Col (4) | (9)<br>Unamortized Issuing Exp. Associated with Col (4) | (10)<br>Annual Amort. of Discount (Prem) on Principal Outst. | (11)<br>Annual Amort. of Issuing Exp. on Principal Outstanding | (12)<br>Interest Cost (Coupon Rate) x Col(4) | (13)<br>Total Interest Cost (8)+(9)+(10) | (14)<br>Effective Cost Rate (11)/((4)-(6)-(7)) |
|----------|------------------------------------------------|--------------------|-------------------|----------------------|-----------------------------------------|-------------------------------------|-------------------------------------------|-----------------------------------------------------------|---------------------------------------------------------|--------------------------------------------------------------|----------------------------------------------------------------|----------------------------------------------|------------------------------------------|------------------------------------------------|
| 1        | Bank of Tampa                                  | 4.25%              | 03/26/2013        | 03/26/2020           | 850,000                                 | 798,035                             | 720,975                                   | -                                                         | -                                                       | -                                                            | -                                                              | 33,916                                       | 33,916                                   | 4.25%                                          |
| 2        |                                                |                    |                   |                      |                                         |                                     |                                           |                                                           |                                                         |                                                              |                                                                |                                              |                                          |                                                |
| 3        | <u>Total</u>                                   |                    |                   |                      |                                         | <u>798,035</u>                      | <u>720,975</u>                            | <u>-</u>                                                  | <u>-</u>                                                | <u>-</u>                                                     | <u>-</u>                                                       | <u>33,916</u>                                | <u>33,916</u>                            | <u>4.25%</u>                                   |
| 4        |                                                |                    |                   |                      |                                         |                                     |                                           |                                                           |                                                         |                                                              |                                                                |                                              |                                          |                                                |
| 5        | Amount per books (from A-19)                   |                    |                   |                      |                                         | <u>-</u>                            |                                           |                                                           |                                                         |                                                              |                                                                |                                              |                                          |                                                |



**Schedule of Customer Deposits**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: D-7  
 Page: 1 of 1  
 Preparer: W T Rendell

Utility [ X ] or Parent [ ]

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

| Line No. | (1)<br>Month & Year | (2)<br>Beginning Balance | (3)<br>Deposits Received | (4)<br>Deposits Refunded | (5)<br>Ending Balance<br>(2+3-4) |
|----------|---------------------|--------------------------|--------------------------|--------------------------|----------------------------------|
| 1        | Jun-2013            | 1,379                    | 1,461                    | 379                      | 2,461                            |
| 2        | Jul-2013            | 2,461                    | 486                      | 81                       | 2,866                            |
| 3        | Aug-2013            | 2,866                    | 946                      | 0                        | 3,812                            |
| 4        | Sep-2013            | 3,812                    | 946                      | 541                      | 4,217                            |
| 5        | Oct-2013            | 4,217                    | 243                      | 0                        | 4,460                            |
| 6        | Nov-2013            | 4,460                    | 1,358                    | 0                        | 5,818                            |
| 7        | Dec-2013            | 5,818                    | 1,813                    | 460                      | 7,171                            |
| 8        | Jan-2014            | 7,171                    | 974                      | 0                        | 8,145                            |
| 9        | Feb-2014            | 8,145                    | 1,217                    | 0                        | 9,363                            |
| 10       | Mar-2014            | 9,363                    | 1,272                    | 0                        | 10,635                           |
| 11       | Apr-2014            | 10,635                   | 2,516                    | 0                        | 13,151                           |
| 12       | May-2014            | 13,151                   | 1,272                    | 0                        | 14,423                           |
| 13       | Jun-2014            | 14,423                   | 243                      | 0                        | 14,666                           |
| 14       | <b>Average</b>      |                          |                          |                          | <u>7,784</u>                     |
| 15       |                     |                          |                          |                          |                                  |

**HC Waterworks, Inc.**  
**RATES SCHEDULES**

| <u>SCHEDULE TITLE</u>                        | <u>SCHEDULE NUMBER</u> | <u>PAGE NUMBER</u> |
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## Rate Schedule - Water

## Florida Public Service Commission

HC Waterworks, Inc.

Docket No. 140158-WS

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Schedule: E-1w

Page: 1 of 1

Preparer: W T Rendell

REVISED

4/30/2015

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

| Line No. | Class/Meter Size                           | (1)<br>Prior to Filing | (2)<br>Prior to Filing | (3)<br>Proposed Rates |
|----------|--------------------------------------------|------------------------|------------------------|-----------------------|
| 1        | <b>Residential</b>                         |                        |                        |                       |
| 2        | 5/8" X 3/4"                                | 18.92                  |                        | 23.42                 |
| 3        | 3/4"                                       | 28.38                  |                        | 35.14                 |
| 4        | 1"                                         | 47.31                  |                        | 58.56                 |
| 5        | 1-1/2"                                     | 94.61                  |                        | 117.12                |
| 6        | 2"                                         | 151.38                 |                        | 187.39                |
| 7        | 3"                                         | 302.77                 |                        | 374.78                |
| 8        | 4"                                         | 473.07                 |                        | 585.60                |
| 9        | 6"                                         | 946.15                 |                        | 1,171.20              |
| 10       | 8"                                         | 1,513.83               |                        | 1,873.92              |
| 11       | 10"                                        | 2,176.13               |                        | 2,693.76              |
| 12       | <i>Gallonage Charge, per 1,000 gallons</i> |                        |                        |                       |
| 13       | 0 - 6,000 gal.                             | 6.46                   |                        | 8.21                  |
| 14       | 6,001 - 12,000 gal.                        | 9.71                   |                        | 12.31                 |
| 15       | Over 12,000 gal.                           | 12.93                  |                        | 16.41                 |
| 16       |                                            |                        |                        |                       |
| 17       | <b>General Service</b>                     |                        |                        |                       |
| 18       | 5/8" X 3/4"                                | 18.92                  |                        | 23.42                 |
| 19       | 3/4"                                       | 28.38                  |                        | 35.14                 |
| 20       | 1"                                         | 47.31                  |                        | 58.56                 |
| 21       | 1-1/2"                                     | 94.61                  |                        | 117.12                |
| 22       | 2"                                         | 151.38                 |                        | 187.39                |
| 23       | 3"                                         | 302.77                 |                        | 374.78                |
| 24       | 4"                                         | 473.07                 |                        | 585.60                |
| 25       | 6"                                         | 946.15                 |                        | 1,171.20              |
| 26       | 8"                                         | 1,513.83               |                        | 1,873.92              |
| 27       | 10"                                        | 2,176.13               |                        | 2,693.76              |
| 28       | <i>Gallonage Charge</i>                    | 7.25                   |                        | 8.79                  |
| 29       |                                            |                        |                        |                       |
| 30       | <b>Irrigation</b>                          |                        |                        |                       |
| 31       | 5/8" X 3/4"                                | 18.92                  |                        | 23.42                 |
| 32       | 3/4"                                       | 28.38                  |                        | 35.14                 |
| 33       | 1"                                         | 47.31                  |                        | 58.56                 |
| 34       | 1-1/2"                                     | 94.61                  |                        | 117.12                |
| 35       | 2"                                         | 151.38                 |                        | 187.39                |
| 36       | 3"                                         | 302.77                 |                        | 374.78                |
| 37       | 4"                                         | 473.07                 |                        | 585.60                |
| 38       | <i>Gallonage Charge, per 1,000 gallons</i> |                        |                        |                       |
| 39       | 0 - 6,000 gal.                             | 6.46                   |                        | 8.21                  |
| 40       | 6,001 - 12,000 gal.                        | 9.71                   |                        | 12.31                 |
| 41       | Over 12,000 gal.                           | 12.93                  |                        | 16.41                 |
| 42       |                                            |                        |                        |                       |
| 43       | <b>Private Fire Protection</b>             |                        |                        |                       |
| 44       | 2"                                         | 12.62                  |                        | 15.62                 |
| 45       | 3"                                         | 25.23                  |                        | 31.23                 |
| 46       | 4"                                         | 39.43                  |                        | 48.80                 |
| 47       | 6"                                         | 78.85                  |                        | 97.60                 |
| 48       | 8"                                         | 126.16                 |                        | 156.16                |
| 49       | 10"                                        | 181.34                 |                        | 224.48                |

**Rate Schedule - Sewer**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014  
 Water [ ] or Sewer [ X ]

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

**REVISED**  
 4/30/2015

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

|          | (1)                                      | (2)             | (3)            |
|----------|------------------------------------------|-----------------|----------------|
| Line No. | Class/Meter Size                         | Prior to Filing | Proposed Rates |
| 1        | <b>Residential</b>                       |                 |                |
| 2        | All Meter Sizes                          | 22.59           | 15.14          |
| 3        |                                          |                 |                |
| 4        | <i>Gallage cap (gallons)</i>             | 6,000           | 6,000          |
| 5        | Gallage Charge, per 1,000                | 7.64            | 4.30           |
| 6        |                                          |                 |                |
| 7        |                                          |                 |                |
| 8        | <b>General Service</b>                   |                 |                |
| 9        | 5/8" X 3/4"                              | 22.59           | 15.14          |
| 10       | 3/4"                                     | 33.90           | 22.71          |
| 11       | 1"                                       | 56.50           | 37.86          |
| 12       | 1-1/2"                                   | 112.98          | 75.71          |
| 13       | 2"                                       | 180.78          | 121.14         |
| 14       | 3"                                       | 361.54          | 242.28         |
| 15       | 4"                                       | 564.91          | 378.56         |
| 16       | 6"                                       | 1,129.83        | 757.12         |
| 17       | 8"                                       | 1,807.20        | 1,211.40       |
| 18       | 10"                                      | 2,598.61        | 1,741.39       |
| 19       | Gallage charge                           | 9.16            | 5.16           |
| 20       |                                          |                 |                |
| 21       | <b>Flat Rate</b>                         |                 |                |
| 22       |                                          |                 |                |
| 23       | <b>Residential Wastewater Only (RWO)</b> |                 |                |
| 24       | <i>Monthly Flat Rate</i>                 | -               | 21.88          |
| 25       | <b>Gen. Srvc. Wastewater Only</b>        |                 |                |
| 26       | <i>Monthly Flat Rate</i>                 | -               | 15.14          |

Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Water [ X ] or Sewer [ ]

Schedule: E-2w REVISED  
 Page: 1 of 1 4/30/2015  
 Preparer: W T Rendell

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)<br>Class/Meter Size             | (2)<br>Test Year Bills | (3)<br>TY Cons in 1,000 gal. | (4)<br>Test Year Rate | (5)<br>Test Year Revenue | (6)<br>Adjusted Bills | (7)<br>Adjusted Cons | (8)<br>Rate Prior to Filing | (9)<br>Revenue at Rate Prior | (10)<br>ProForma Block Cons | (11)<br>Repressed Block Cons | (12)<br>Proposed Rate/W/Rpsrn | (13)<br>Revenue at Rpsrn Rates |
|----------|-------------------------------------|------------------------|------------------------------|-----------------------|--------------------------|-----------------------|----------------------|-----------------------------|------------------------------|-----------------------------|------------------------------|-------------------------------|--------------------------------|
| 1        | <b>Residential</b>                  |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 2        | 5/8" X 3/4"                         | 10,998                 |                              | 18.92                 | 208,082                  | 10,998                |                      | 18.92                       | 208,082                      |                             |                              | 23.42                         | 257,573                        |
| 3        | 3/4"                                | 0                      |                              | 28.38                 | 0                        | 0                     |                      | 28.38                       | 0                            |                             |                              | 35.14                         | 0                              |
| 4        | 1"                                  | 24                     |                              | 47.31                 | 1,135                    | 24                    |                      | 47.31                       | 1,135                        |                             |                              | 58.56                         | 1,405                          |
| 5        | 1-1/2"                              | 0                      |                              | 94.61                 | 0                        | 0                     |                      | 94.61                       | 0                            |                             |                              | 117.12                        | 0                              |
| 6        | 2"                                  | 0                      |                              | 151.38                | 0                        | 0                     |                      | 151.38                      | 0                            |                             |                              | 187.39                        | 0                              |
| 7        | 3"                                  | 0                      |                              | 302.77                | 0                        | 0                     |                      | 302.77                      | 0                            |                             |                              | 374.78                        | 0                              |
| 8        | 4"                                  | 0                      |                              | 473.07                | 0                        | 0                     |                      | 473.07                      | 0                            |                             |                              | 585.60                        | 0                              |
| 9        | Gallonage Charge, per 1,000 gallons |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 10       | 0 - 6,000 gal.                      |                        | 23,753                       | 6.46                  | 153,444                  | (49)                  | 23,704               | 6.46                        | 153,128                      | 0                           | 23,704                       | 8.21                          | 194,610                        |
| 11       | 6,001 - 12,000 gal.                 |                        | 3,192                        | 9.71                  | 30,994                   | (4)                   | 3,188                | 9.71                        | 30,955                       | (312)                       | 2,876                        | 12.31                         | 35,398                         |
| 12       | Over 12,000 gal.                    |                        | 884                          | 12.93                 | 11,430                   |                       | 884                  | 12.93                       | 11,430                       | (87)                        | 797                          | 16.41                         | 13,085                         |
| 13       | Total Residential                   | 11,022                 | 27,829                       |                       | 405,086                  | 11,022                | 27,776               |                             | 404,731                      | (399)                       | 27,377                       |                               | 502,071                        |
| 14       | Average Bill                        |                        |                              |                       | 36.75                    |                       | 2,520                |                             | 36.72                        |                             |                              |                               | 45.55                          |
| 15       | <b>General Service</b>              |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 17       | 5/8" X 3/4"                         | 48                     |                              | 18.92                 | 908                      | 48                    |                      | 18.92                       | 908                          |                             |                              | 23.42                         | 1,124                          |
| 18       | 3/4"                                | 0                      |                              | 28.38                 | 0                        | 0                     |                      | 28.38                       | 0                            |                             |                              | 35.14                         | 0                              |
| 19       | 1"                                  | 0                      |                              | 47.31                 | 0                        | 0                     |                      | 47.31                       | 0                            |                             |                              | 58.56                         | 0                              |
| 20       | 1-1/2"                              | 12                     |                              | 94.61                 | 1,135                    | 12                    |                      | 94.61                       | 1,135                        |                             |                              | 117.12                        | 1,405                          |
| 21       | 2"                                  | 0                      |                              | 151.38                | 0                        | 0                     |                      | 151.38                      | 0                            |                             |                              | 187.39                        | 0                              |
| 22       | 3"                                  | 12                     |                              | 302.77                | 3,633                    | 12                    |                      | 302.77                      | 3,633                        |                             |                              | 374.78                        | 4,497                          |
| 23       | 4"                                  | 0                      |                              | 473.07                | 0                        | 0                     |                      | 473.07                      | 0                            |                             |                              | 585.60                        | 0                              |
| 24       | 6"                                  | 0                      |                              | 946.15                | 0                        | 0                     |                      | 946.15                      | 0                            |                             |                              | 1,171.20                      | 0                              |
| 25       | 8"                                  | 0                      |                              | 1,513.83              | 0                        | 0                     |                      | 1,513.83                    | 0                            |                             |                              | 1,873.92                      | 0                              |
| 26       | Gallonage                           |                        | 2,494                        | 7.25                  | 18,082                   |                       | 2,494                | 7.25                        | 18,082                       | 2,494                       | 2,494                        | 8.79                          | 21,922                         |
| 27       | Total General Serv                  | 72                     | 2,494                        |                       | 23,758                   | 72                    | 2,494                |                             | 23,758                       | 2,494                       | 2,494                        |                               | 28,949                         |
| 28       | Average Bill                        |                        |                              |                       | 329.98                   |                       |                      |                             | 329.98                       |                             |                              |                               | 402.07                         |
| 29       |                                     |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 30       | <b>Irrigation</b>                   |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 31       | 5/8" X 3/4"                         | 0                      |                              | 18.92                 | 0                        | 0                     | NA                   | 18.92                       | 0                            |                             |                              | 23.42                         | 0                              |
| 32       | Gallonage Charge, per 1,000 gallons |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 33       | 0 - 6,000 gal.                      |                        | 0                            | 6.46                  | 0                        | 0                     |                      | 6.46                        | 0                            | 0                           | 0                            | 8.21                          | 0                              |
| 34       | 6,001 - 12,000 gal.                 |                        | 0                            | 9.71                  | 0                        | 0                     |                      | 9.71                        | 0                            | 0                           | 0                            | 12.31                         | 0                              |
| 35       | Over 12,000 gal.                    |                        | 0                            | 12.93                 | 0                        | 0                     |                      | 12.93                       | 0                            | 0                           | 0                            | 16.41                         | 0                              |
| 36       | Block 4                             |                        | 0                            |                       | 0                        | 0                     |                      |                             | 0                            | 0                           | 0                            |                               | 0                              |
| 37       | Total Irrigation                    | 0                      | 0                            |                       | 0                        | 0                     | 0                    |                             | 0                            | 0                           | 0                            |                               | 0                              |
| 38       | Average Bill                        |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 39       |                                     |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 40       | <b>Fire Protection</b>              |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 41       | 2"                                  | 0                      | NA                           | 12.62                 | 0                        | 0                     |                      | 12.62                       | 0                            |                             |                              | 15.62                         | 0                              |
| 42       | 3"                                  | 0                      | NA                           | 25.23                 | 0                        | 0                     |                      | 25.23                       | 0                            |                             |                              | 31.23                         | 0                              |
| 43       | 4"                                  | 0                      | NA                           | 39.43                 | 0                        | 0                     |                      | 39.43                       | 0                            |                             |                              | 48.80                         | 0                              |
| 44       | 6"                                  | 0                      | NA                           | 78.85                 | 0                        | 0                     |                      | 78.85                       | 0                            |                             |                              | 97.60                         | 0                              |
| 45       | 8"                                  | 0                      | NA                           | 126.16                | 0                        | 0                     |                      | 126.16                      | 0                            |                             |                              | 156.16                        | 0                              |
| 46       | 10"                                 | 0                      | NA                           | 181.34                | 0                        | 0                     |                      | 181.34                      | 0                            |                             |                              | 224.48                        | 0                              |
| 47       | Total Fire Protect                  | 0                      | NA                           |                       | 0                        |                       | NA                   |                             | 0                            | NA                          |                              |                               | 0                              |
| 48       | Average Bill                        |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 49       |                                     |                        |                              |                       |                          |                       |                      |                             |                              |                             |                              |                               |                                |
| 50       | <b>Subtot Billd Rev</b>             | 11,094                 | 30,323                       |                       | 428,845                  | 11,094                | 30,270               |                             | 428,489                      | 2,095                       | 29,871                       |                               | 531,020                        |
| 51       | Unbilled Revenues                   |                        | 2,527                        |                       | (48,000)                 |                       |                      |                             |                              |                             |                              |                               |                                |
| 52       | Guaranteed Revenues                 |                        |                              |                       | 2,144                    |                       |                      |                             | 2,144                        |                             |                              |                               | 2,144                          |
| 53       | Misc. Service Charge                |                        |                              |                       | 13,021                   |                       |                      |                             | 13,021                       |                             |                              |                               | 13,021                         |
| 54       | Adjustments to Customers            |                        |                              |                       | (355)                    |                       |                      |                             |                              |                             |                              |                               |                                |
| 55       | <b>Tot Billed Rev</b>               |                        |                              |                       | 395,654                  |                       |                      |                             | 443,654                      |                             |                              |                               | 546,185                        |
| 56       | Booked Revenue per GL               |                        |                              |                       | 390,596                  |                       |                      |                             |                              |                             |                              |                               |                                |
| 57       | Adjustments to Booked               |                        |                              |                       | 0                        |                       |                      |                             |                              |                             |                              |                               |                                |
| 58       | Bkd Rev Adjstd                      |                        |                              |                       | 390,596                  |                       |                      |                             |                              |                             |                              |                               |                                |
| 59       | Difference                          |                        |                              |                       | 5,058                    |                       | 1.3%                 |                             |                              |                             |                              |                               |                                |



Revenue Schedule at Present and Proposed Rates

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Water [ ] or Sewer [ X ]

Schedule: E-2s  
 Page: 1 of 1  
 Preparer: W T Rendell  
 REVISED  
 4/30/2015

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)<br>Class/Meter Size     | (2)<br>Test Yr Bills | (3)<br>TY Usage in 1,000 gal. | (4)<br>Test Year Rate | (5)<br>Test Year Revenue | (6)<br>Adjusted Bills | (7)<br>Adjusted Usage | (8)<br>Rate Prior to Filing | (9)<br>Revenue at Rate Prior | (10)<br>Proposed Rate | (11)<br>Revenue at Proposed |
|----------|-----------------------------|----------------------|-------------------------------|-----------------------|--------------------------|-----------------------|-----------------------|-----------------------------|------------------------------|-----------------------|-----------------------------|
| 1        | <b>Residential</b>          |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 2        | All meter Sizes             | 3,549                |                               | 22.59                 | 80,172                   | 3,549                 |                       | 22.59                       | 80,172                       | 15.14                 | 53,732                      |
| 3        | Gallorage cap (gallons)     |                      | 6,000                         |                       |                          |                       | 6,000                 |                             |                              |                       |                             |
| 4        | Capped Usage                | -                    | 5,363                         | 7.64                  | 40,973                   | (6)                   | 5,357                 | 7.64                        | 40,927                       | 4.30                  | 23,035                      |
| 5        | Usage Above Cap             | -                    | 196                           |                       |                          |                       | 196                   |                             |                              |                       |                             |
| 6        |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 7        | Total Residential           | <u>3,549</u>         | <u>5,559</u>                  |                       | <u>121,145</u>           | <u>3,549</u>          | <u>5,553</u>          |                             | <u>121,099</u>               |                       | <u>76,767</u>               |
| 8        | Average Bill                |                      |                               |                       | <u>34.14</u>             |                       |                       |                             | <u>34.12</u>                 |                       | <u>21.63</u>                |
| 9        |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 10       | <b>General Service</b>      |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 11       | 5/8" X 3/4"                 | 0                    |                               | 22.59                 | 0                        | 0                     |                       | 22.59                       | 0                            | 15.14                 | 0                           |
| 12       | 3/4"                        | 0                    |                               | 33.90                 | 0                        | 0                     |                       | 33.90                       | 0                            | 22.71                 | 0                           |
| 13       | 1"                          | 0                    |                               | 56.50                 | 0                        | 0                     |                       | 56.50                       | 0                            | 37.86                 | 0                           |
| 14       | 1-1/2"                      | 0                    |                               | 112.98                | 0                        | 0                     |                       | 112.98                      | 0                            | 75.71                 | 0                           |
| 15       | 2"                          | 0                    |                               | 180.78                | 0                        | 0                     |                       | 180.78                      | 0                            | 121.14                | 0                           |
| 16       | 3"                          | 0                    |                               | 361.54                | 0                        | 0                     |                       | 361.54                      | 0                            | 242.28                | 0                           |
| 17       | 4"                          | 0                    |                               | 564.91                | 0                        | 0                     |                       | 564.91                      | 0                            | 378.56                | 0                           |
| 18       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 19       | Gallorage                   | -                    | 0                             | 9.16                  | 0                        | 0                     |                       | 9.16                        | 0                            | 5.16                  | 0                           |
| 20       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 21       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 22       | Total General Serv          | <u>0</u>             | <u>0</u>                      |                       | <u>0</u>                 | <u>0</u>              | <u>0</u>              |                             | <u>0</u>                     |                       | <u>0</u>                    |
| 23       | Average Bill                |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 24       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 25       | <b>Flat Rate</b>            |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 26       | Res. Wastewater Only        |                      |                               | -                     | 0                        | 0                     |                       | -                           | 0                            | -                     | 0                           |
| 27       | Subtot Res Flat Rate        | <u>0</u>             |                               |                       | <u>0</u>                 | <u>0</u>              |                       |                             | <u>0</u>                     |                       | <u>0</u>                    |
| 28       | Cmrl. Wastewater Only       | <u>0</u>             |                               | -                     | <u>0</u>                 | <u>0</u>              |                       | -                           | <u>0</u>                     | -                     | <u>0</u>                    |
| 29       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 30       | Total Wastewater Only       | <u>0</u>             | <u>0</u>                      |                       | <u>0</u>                 | <u>0</u>              | <u>0</u>              |                             | <u>0</u>                     |                       | <u>0</u>                    |
| 31       | Average Bill                |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 32       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 33       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 34       |                             |                      |                               |                       |                          |                       |                       |                             |                              |                       |                             |
| 35       | <b>Subtotal Billed Rev</b>  | <u>3,549</u>         | <u>5,559</u>                  |                       | <u>121,145</u>           |                       |                       |                             | <u>121,099</u>               |                       | <u>76,767</u>               |
| 36       | Unbilled Revenues           |                      |                               |                       | 0                        |                       |                       |                             | 0                            |                       | 0                           |
| 37       | Guaranteed Revenues         |                      |                               |                       | 0                        |                       |                       |                             | 0                            |                       | 0                           |
| 38       | Misc. Service Charge        |                      |                               |                       | 0                        |                       |                       |                             | 0                            |                       | 0                           |
| 39       | Adjust to Customer Bills    |                      |                               |                       | (46)                     |                       |                       |                             | 0                            |                       | 0                           |
| 40       | <b>Total Billed Revenue</b> |                      |                               |                       | <u>121,145</u>           |                       |                       |                             | <u>121,099</u>               |                       | <u>76,767</u>               |
| 41       | Booked Revenue per GL       |                      |                               |                       | <u>111,686</u>           |                       |                       |                             |                              |                       |                             |
| 42       | Adjustments to Booked       |                      |                               |                       | 0                        |                       |                       |                             |                              |                       |                             |
| 43       | Booked Revenue Adjusted     |                      |                               |                       | <u>111,686</u>           |                       |                       |                             |                              |                       |                             |
| 44       | Difference & % Difference   |                      |                               |                       | 9,460                    |                       |                       |                             |                              |                       | 8.5%                        |

**Customer Monthly Billing Schedule**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Schedule: E-3 **REVISED**

Page: 1 of 1 4/30/2015

Preparer: W T Rendell

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

**WATER**

| Line No. | (1)<br>Month/<br>Year | (2)<br>Residential | (3)<br>General<br>Service | (4)<br>Multi-Family<br>Dwelling | (5)<br>Trailer | (6)<br>Private Fire<br>Protection | (7)<br>Other<br>(Irrigation) | (8)<br>Total |
|----------|-----------------------|--------------------|---------------------------|---------------------------------|----------------|-----------------------------------|------------------------------|--------------|
| 1        | Jul-13                | 907                | 6                         | 0                               | 0              | 0                                 | 0                            | 913          |
| 2        | Aug-13                | 909                | 6                         | 0                               | 0              | 0                                 | 0                            | 915          |
| 3        | Sep-13                | 921                | 7                         | 0                               | 0              | 0                                 | 0                            | 928          |
| 4        | Oct-13                | 914                | 6                         | 0                               | 0              | 0                                 | 0                            | 920          |
| 5        | Nov-13                | 920                | 6                         | 0                               | 0              | 0                                 | 0                            | 926          |
| 6        | Dec-13                | 928                | 6                         | 0                               | 0              | 0                                 | 0                            | 934          |
| 7        | Jan-14                | 916                | 7                         | 0                               | 0              | 0                                 | 0                            | 923          |
| 8        | Feb-14                | 917                | 5                         | 0                               | 0              | 0                                 | 0                            | 922          |
| 9        | Mar-14                | 926                | 5                         | 0                               | 0              | 0                                 | 0                            | 931          |
| 10       | Apr-14                | 928                | 5                         | 0                               | 0              | 0                                 | 0                            | 933          |
| 11       | May-14                | 925                | 5                         | 0                               | 0              | 0                                 | 0                            | 930          |
| 12       | Jun-14                | 923                | 5                         | 0                               | 0              | 0                                 | 0                            | 928          |
| 13       | Total Water           | 11,034             | 69                        | 0                               | 0              | 0                                 | 0                            | 11,103       |

**SEWER**

| Line No. | (1)<br>Month/<br>Year | (2)<br>Residential | (3)<br>General<br>Service | (4)<br>Multi-Family<br>Dwelling | (5)<br>Trailer | (6)<br>Sprinkler<br>Heads | (7)<br>Reuse | (8)<br>Total |
|----------|-----------------------|--------------------|---------------------------|---------------------------------|----------------|---------------------------|--------------|--------------|
| 14       | Jul-13                | 292                | 0                         | 0                               | 0              | 0                         | 0            | 292          |
| 15       | Aug-13                | 291                | 0                         | 0                               | 0              | 0                         | 0            | 291          |
| 16       | Sep-13                | 293                | 0                         | 0                               | 0              | 0                         | 0            | 293          |
| 17       | Oct-13                | 293                | 0                         | 0                               | 0              | 0                         | 0            | 293          |
| 18       | Nov-13                | 296                | 0                         | 0                               | 0              | 0                         | 0            | 296          |
| 19       | Dec-13                | 298                | 0                         | 0                               | 0              | 0                         | 0            | 298          |
| 20       | Jan-14                | 295                | 0                         | 0                               | 0              | 0                         | 0            | 295          |
| 21       | Feb-14                | 293                | 0                         | 0                               | 0              | 0                         | 0            | 293          |
| 22       | Mar-14                | 298                | 0                         | 0                               | 0              | 0                         | 0            | 298          |
| 23       | Apr-14                | 301                | 0                         | 0                               | 0              | 0                         | 0            | 301          |
| 24       | May-14                | 302                | 0                         | 0                               | 0              | 0                         | 0            | 302          |
| 25       | Jun-14                | 297                | 0                         | 0                               | 0              | 0                         | 0            | 297          |
| 26       | Total Sewer           | 3,549              | 0                         | 0                               | 0              | 0                         | 0            | 3,549        |

**Miscellaneous Service Charges**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

**REVISED** Schedule: E-4  
 4/30/2015 Page: 1  
 Preparer: W T Rendell

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.

| Line No. | (1)<br>Type Charge                                                | (2)         | (3)               |                          | (5) | (6)                |                          | (7)         |  |  |
|----------|-------------------------------------------------------------------|-------------|-------------------|--------------------------|-----|--------------------|--------------------------|-------------|--|--|
|          |                                                                   |             | Present Bus. Hrs. | Present After Hrs.       |     | Proposed Bus. Hrs. | Proposed After Hrs.      |             |  |  |
| 1        | <b>WATER</b>                                                      |             |                   |                          |     |                    |                          |             |  |  |
| 2        | Initial Connection                                                |             | 22.00             | 33.00                    |     | 22.00              |                          | 33.00       |  |  |
| 3        |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 4        | Normal Reconnect                                                  |             | 22.00             | 33.00                    |     | 22.00              |                          | 33.00       |  |  |
| 5        |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 6        | Violation Reconnect                                               |             | 35.00             | 55.00                    |     | 35.00              |                          | 55.00       |  |  |
| 7        |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 8        | Premises Visit                                                    |             | 22.00             | 33.00                    |     | 22.00              |                          | 33.00       |  |  |
| 9        |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 10       | Late Payment Fees                                                 |             | 5.00              |                          |     | 5.00               |                          |             |  |  |
| 11       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 12       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 13       | <b>SEWER</b>                                                      |             |                   |                          |     |                    |                          |             |  |  |
| 14       | Initial Connection                                                |             | 22.00             | 33.00                    |     | 22.00              |                          | 33.00       |  |  |
| 15       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 16       | Normal Reconnect                                                  |             | 22.00             | 33.00                    |     | 22.00              |                          | 33.00       |  |  |
| 17       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 18       | Violation Reconnect                                               |             | Actual Cost       | Actual Cost              |     | Actual Cos         |                          | Actual Cost |  |  |
| 19       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 20       | Premises Visit                                                    |             | 22.00             | 33.00                    |     | 22.00              |                          | 33.00       |  |  |
| 21       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 22       | Late Payment Fees                                                 |             | 5.00              |                          |     | 5.00               |                          |             |  |  |
| 23       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 24       | <b>There are no changes proposed in the above charges for HC.</b> |             |                   |                          |     |                    |                          |             |  |  |
| 25       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 26       | <b>ENGINEERING &amp; INSPECTION FEES - WATER AND SEWER</b>        |             |                   |                          |     |                    |                          |             |  |  |
| 27       | <b>Administration and Engineering</b>                             |             | Present           |                          |     | Proposed           |                          |             |  |  |
| 28       | Development Size                                                  |             | Fee               |                          |     | Fee                |                          |             |  |  |
| 29       | 2 - 50 customers                                                  |             | \$ 366.00         |                          |     | \$ 366.00          |                          |             |  |  |
| 30       | 51 -250 customers                                                 |             | \$ 457.00         |                          |     | \$ 457.00          |                          |             |  |  |
| 31       | > 250 customers                                                   |             | \$ 501.00         |                          |     | \$ 501.00          |                          |             |  |  |
| 32       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 33       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 34       | <b>CUSTOMER DEPOSITS (REFUNDABLE)</b>                             |             |                   |                          |     |                    |                          |             |  |  |
| 35       |                                                                   |             |                   |                          |     |                    |                          |             |  |  |
| 36       | Class                                                             | Meter Size  | Present           | Water Proposed           |     | Present            | Sewer Proposed           |             |  |  |
| 37       | Residential                                                       | 5/8 X 3/4"  | -                 | \$ 91.00                 |     | -                  | \$ 43.00                 |             |  |  |
|          |                                                                   |             |                   | Two x Est'd Monthly Bill |     |                    | Two x Est'd Monthly Bill |             |  |  |
| 38       | Residential                                                       | Other sizes | -                 |                          |     | -                  |                          |             |  |  |
| 39       | General Service                                                   | All sizes   |                   | Two x Est'd Monthly Bill |     |                    | Two x Est'd Monthly Bill |             |  |  |
| 40       |                                                                   |             | -                 |                          |     | -                  |                          |             |  |  |

Miscellaneous Service Charge Revenue

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014

Schedule: E-5  
 Page: 1 of 1  
 Preparer: W T Rendell

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)<br>Month/<br>Year | (2)<br>Initial<br>Connection | (3)<br>Normal<br>Reconnect | (4)<br>After-Hours<br>Reconnect | (5)<br>Violation<br>Reconnect | (6)<br>After-Hours<br>ViolRecnct | (7)<br>Premises<br>Visit | (8)<br>Returned<br>Check | (9)<br>Late<br>Fees | (10)<br>Total |        |
|--------------|-----------------------|------------------------------|----------------------------|---------------------------------|-------------------------------|----------------------------------|--------------------------|--------------------------|---------------------|---------------|--------|
| <b>WATER</b> |                       |                              |                            |                                 |                               |                                  |                          |                          |                     |               |        |
| 1            | Jul-13                |                              |                            |                                 |                               |                                  |                          | 50                       | 1,051               | 1,101         |        |
| 2            | Aug-13                |                              | 88                         |                                 |                               |                                  |                          | 115                      | 1,050               | 1,253         |        |
| 3            | Sep-13                |                              | 110                        |                                 |                               |                                  |                          | 25                       | 1,055               | 1,190         |        |
| 4            | Oct-13                |                              | 88                         |                                 |                               |                                  |                          |                          | 1,030               | 1,118         |        |
| 5            | Nov-13                |                              | 132                        |                                 |                               |                                  |                          | (5)                      | 1,200               | 1,327         |        |
| 6            | Dec-13                |                              | 176                        |                                 |                               |                                  |                          | 115                      | 1,005               | 1,296         |        |
| 7            | Jan-14                |                              | 88                         |                                 |                               |                                  |                          | 30                       | 945                 | 1,063         |        |
| 8            | Feb-14                |                              | 44                         |                                 |                               |                                  |                          | 60                       | 985                 | 1,089         |        |
| 9            | Mar-14                |                              | 324                        |                                 |                               |                                  |                          |                          | 785                 | 1,109         |        |
| 10           | Apr-14                |                              | (35)                       |                                 |                               |                                  |                          | 25                       | 755                 | 745           |        |
| 11           | May-14                |                              |                            |                                 |                               |                                  |                          |                          | 780                 | 780           |        |
| 12           | Jun-14                |                              | 105                        |                                 |                               |                                  |                          |                          | 845                 | 950           |        |
| 13           |                       |                              |                            |                                 |                               |                                  |                          |                          |                     |               |        |
| 14           | Total Water \$        |                              | 0                          | 1,120                           | 0                             | 0                                | 0                        | 0                        | 415                 | 11,486        | 13,021 |
| 15           |                       |                              |                            |                                 |                               |                                  |                          |                          |                     |               |        |

**SEWER**

|    |                |  |   |   |   |   |   |   |   |   |
|----|----------------|--|---|---|---|---|---|---|---|---|
| 18 | Jul-13         |  |   |   |   |   |   |   |   |   |
| 19 | Aug-13         |  |   |   |   |   |   |   |   |   |
| 20 | Sep-13         |  |   |   |   |   |   |   |   |   |
| 21 | Oct-13         |  |   |   |   |   |   |   |   |   |
| 22 | Nov-13         |  |   |   |   |   |   |   |   |   |
| 23 | Dec-13         |  |   |   |   |   |   |   |   |   |
| 24 | Jan-14         |  |   |   |   |   |   |   |   |   |
| 25 | Feb-14         |  |   |   |   |   |   |   |   |   |
| 26 | Mar-14         |  |   |   |   |   |   |   |   |   |
| 27 | Apr-14         |  |   |   |   |   |   |   |   |   |
| 28 | May-14         |  |   |   |   |   |   |   |   |   |
| 29 | Jun-14         |  |   |   |   |   |   |   |   |   |
| 30 |                |  |   |   |   |   |   |   |   |   |
| 31 | Total Sewer \$ |  | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 32 |                |  |   |   |   |   |   |   |   |   |
| 33 |                |  |   |   |   |   |   |   |   |   |

**Public Fire Hydrants Schedule**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Schedule: E-6

Page: 1 of 1

Preparer: W T Rendell

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

| Line No. | (1)<br>Size | (2)<br>Type | (3)<br>Quantity |
|----------|-------------|-------------|-----------------|
|----------|-------------|-------------|-----------------|

1 Any fire hydrant information is detailed on enclosed system maps

**Private Fire Protection Service**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Schedule: E-7

Page: 1 of 1

Preparer: W T Rendell

Explanation: Provide a schedule of private fire protection service by size of connection.  
This schedule is not required for a sewer only rate application.

| Line No. | (1)<br>Size | (2)<br>Type | (3)<br>Quantity |
|----------|-------------|-------------|-----------------|
|----------|-------------|-------------|-----------------|

1 Any private fire protection connections are listed in E-2w

**Contracts and Agreements Schedule**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

Schedule: E-8

**Docket No. 140158-WS**

Page: 1 of 1

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

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**

HC Waterworks, Inc.  
Docket No. 140158-WS  
Historical Test Year Ending June 30, 2014

Schedule: E-9  
Page: 1 of 1  
Preparer: WT Rendell

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)<br>Type Tax or Fee    | (2)<br>To Whom Paid               | (3)<br>Amount | (4)<br>How collected<br>From Customers | (5)<br>Type<br>Agreement |
|--------------|---------------------------|-----------------------------------|---------------|----------------------------------------|--------------------------|
| <b>WATER</b> |                           |                                   |               |                                        |                          |
| 1            | Regulatory Assessment Fee | Florida Public Service Commission | 22,745        | Included in overall cost of service    | None                     |
| 2            |                           |                                   |               |                                        |                          |

**SEWER**

|   |                           |                                   |       |                                     |      |
|---|---------------------------|-----------------------------------|-------|-------------------------------------|------|
| 1 | Regulatory Assessment Fee | Florida Public Service Commission | 6,547 | Included in overall cost of service | None |
|---|---------------------------|-----------------------------------|-------|-------------------------------------|------|



**Service Availability Charges Schedule**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: E-10  
 Page: 1 of 1  
 Preparer: W T Rendell

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)<br>Type Charge                                                           | (2)<br>Size Unit | (3)<br>Present Charges | (4)<br>Proposed Charges |
|----------------------------|------------------------------------------------------------------------------|------------------|------------------------|-------------------------|
| <b>No Changes Proposed</b> |                                                                              |                  |                        |                         |
| <b>WATER</b>               |                                                                              |                  |                        |                         |
| 1                          | Main Extension Charge                                                        | ERC              | 446.00                 | 446.00                  |
| 2                          |                                                                              |                  |                        |                         |
| 3                          | Meter Installation Fee                                                       | 5/8" x 3/4"      | 210.00                 | 210.00                  |
| 4                          | (Meter Size)                                                                 | All other sizes  | Actual Cost            | Actual Cost             |
| 5                          |                                                                              |                  |                        |                         |
| 6                          | Meter with built-in Back Flow Preventor                                      | All sizes        | Actual Cost            | Actual Cost             |
| 7                          |                                                                              |                  |                        |                         |
| 8                          | Plant Capacity Charge                                                        | ERC              | 700.00                 | 700.00                  |
| 9                          |                                                                              |                  |                        |                         |
| 10                         | Service Installation Charge                                                  | 5/8" x 3/4"      | 1,000.00               | 1,000.00                |
| 11                         | (Per Connection)                                                             | All other sizes  | Actual Cost            | Actual Cost             |
| 12                         |                                                                              |                  |                        |                         |
| 13                         |                                                                              |                  |                        |                         |
| 14                         | Stand-alone Back Flow Preventor                                              | All types        | Actual Cost            | Actual Cost             |
| <b>SEWER</b>               |                                                                              |                  |                        |                         |
| 15                         | Main Extension Charge                                                        | ERC              | 480.00                 | 480.00                  |
| 16                         |                                                                              |                  |                        |                         |
| 17                         | Plant Capacity Charge                                                        | ERC              | 1,300.00               | 1,300.00                |
| 18                         |                                                                              |                  |                        |                         |
| 19                         | Service Installation Charge                                                  | 4" or less       | 2,000.00               | 2,000.00                |
| 20                         |                                                                              | Greater than 4"  | Actual Cost            | Actual Cost             |
| 21                         |                                                                              |                  |                        |                         |
| 22                         | <b>There are no changes proposed in the above charges for HC Waterworks.</b> |                  |                        |                         |

**Guaranteed Revenues Received**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: E-11  
 Page: 1 of 1  
 Preparer: W T Rendell

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)<br>Month/<br>Year | (2)<br>Residential | (3)<br>General<br>Service | (4)<br>Other | (5)<br>Total |
|----------|-----------------------|--------------------|---------------------------|--------------|--------------|
| 1        |                       |                    |                           |              |              |
| 2        |                       |                    |                           |              |              |
| 3        |                       |                    | None                      |              |              |
| 4        |                       |                    |                           |              |              |
| 5        |                       |                    |                           |              |              |
| 6        |                       |                    |                           |              |              |
| 7        |                       |                    |                           |              |              |
| 8        |                       |                    |                           |              |              |
| 9        |                       |                    |                           |              |              |
| 10       |                       |                    |                           |              |              |
| 11       |                       |                    |                           |              |              |
| 12       |                       |                    |                           |              |              |
| Total    |                       | 0                  | 0                         | 0            | 0            |

**Class A Utility Cost of Service Study**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ X ]

Schedule: E-12

Page: 1 of 1

Preparer: W T Rendell

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.

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Line

No.

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**Not applicable; no industrial customers.**

**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Customer Class: Residential

Meter Size: 5/8" X 3/4"

Schedule: E-14 **REVISED**

Page: 1 of 7 4/30/2015

Preparer: W T Rendell

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.

| Line No. | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
|----------|-------------------|-----------------|------------------|----------------------------|--------------------|----------------|-----------------------------------|---------------------|
|          | Consumption Level | Number of Bills | Cumulative Bills | Gallons Consumed (1) X (2) | Cumulative Gallons | Reversed Bills | Consolidated Factor [(1)X(6)]+(5) | Percentage of Total |
|          | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
| 1        | 0                 | 2701            | 2,701            | -                          | -                  | 8,297          | -                                 | 0.00%               |
| 2        | 1                 | 1937            | 4,638            | 1,937                      | 1,937              | 6,360          | 8,297                             | 6.98%               |
| 3        | 2                 | 1937            | 6,575            | 3,874                      | 5,811              | 4,423          | 14,657                            | 20.95%              |
| 4        | 3                 | 1608            | 8,183            | 4,824                      | 10,635             | 2,815          | 19,080                            | 38.34%              |
| 5        | 4                 | 1036            | 9,219            | 4,144                      | 14,779             | 1,779          | 21,895                            | 53.28%              |
| 6        | 5                 | 606             | 9,825            | 3,030                      | 17,809             | 1,173          | 23,674                            | 64.20%              |
| 7        | 6                 | 461             | 10,286           | 2,766                      | 20,575             | 712            | 24,847                            | 74.18%              |
| 8        | 7                 | 259             | 10,545           | 1,813                      | 22,388             | 453            | 25,559                            | 80.71%              |
| 9        | 8                 | 134             | 10,679           | 1,072                      | 23,460             | 319            | 26,012                            | 84.58%              |
| 10       | 9                 | 97              | 10,776           | 873                        | 24,333             | 222            | 26,331                            | 87.72%              |
| 11       | 10                | 50              | 10,826           | 500                        | 24,833             | 172            | 26,553                            | 89.53%              |
| 12       | 11                | 41              | 10,867           | 451                        | 25,284             | 131            | 26,725                            | 91.15%              |
| 13       | 12                | 32              | 10,899           | 384                        | 25,668             | 99             | 26,856                            | 92.54%              |
| 14       | 13                | 22              | 10,921           | 286                        | 25,954             | 77             | 26,955                            | 93.57%              |
| 15       | 14                | 17              | 10,938           | 238                        | 26,192             | 60             | 27,032                            | 94.43%              |
| 16       | 15                | 10              | 10,948           | 150                        | 26,342             | 50             | 27,092                            | 94.97%              |
| 17       | 16                | 8               | 10,956           | 128                        | 26,470             | 42             | 27,142                            | 95.43%              |
| 18       | 17                | 3               | 10,959           | 51                         | 26,521             | 39             | 27,184                            | 95.61%              |
| 19       | 18                | 4               | 10,963           | 72                         | 26,593             | 35             | 27,223                            | 95.87%              |
| 20       | 19                | 7               | 10,970           | 133                        | 26,726             | 28             | 27,258                            | 96.35%              |
| 21       | 20                | 4               | 10,974           | 80                         | 26,806             | 24             | 27,286                            | 96.64%              |
| 22       | 21                | 3               | 10,977           | 63                         | 26,869             | 21             | 27,310                            | 96.87%              |
| 23       | 22                | 2               | 10,979           | 44                         | 26,913             | 19             | 27,331                            | 97.03%              |
| 24       | 23                | 0               | 10,979           | -                          | 26,913             | 19             | 27,350                            | 97.03%              |
| 25       | 24                | 3               | 10,982           | 72                         | 26,985             | 16             | 27,369                            | 97.29%              |
| 26       | 25                | 2               | 10,984           | 50                         | 27,035             | 14             | 27,385                            | 97.47%              |
| 27       | 26                | 2               | 10,986           | 52                         | 27,087             | 12             | 27,399                            | 97.65%              |
| 28       | 32                | 1               | 10,987           | 32                         | 27,119             | 11             | 27,471                            | 97.77%              |
| 29       | 36                | 2               | 10,989           | 72                         | 27,191             | 9              | 27,515                            | 98.03%              |
| 30       | 39                | 1               | 10,990           | 39                         | 27,230             | 8              | 27,542                            | 98.17%              |
| 31       | 45                | 1               | 10,991           | 45                         | 27,275             | 7              | 27,590                            | 98.33%              |
| 32       | 51                | 1               | 10,992           | 51                         | 27,326             | 6              | 27,632                            | 98.51%              |
| 33       | 56                | 3               | 10,995           | 168                        | 27,494             | 3              | 27,662                            | 99.12%              |
| 34       | 60                | 1               | 10,996           | 60                         | 27,554             | 2              | 27,674                            | 99.34%              |
| 35       | 76                | 1               | 10,997           | 76                         | 27,630             | 1              | 27,706                            | 99.61%              |
| 36       | 108               | 1               | 10,998           | 108                        | 27,738             | -              | 27,738                            | 100.00%             |

**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Customer Class: Residential

Meter Size: 1"

Schedule: E-14 **REVISED**

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Preparer: W T Rendell

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.

| Line No. | (1)                      | (2)                    | (3)                     | (4)                                  |                           | (5)                   | (6)                                         | (7)                        | (8) |
|----------|--------------------------|------------------------|-------------------------|--------------------------------------|---------------------------|-----------------------|---------------------------------------------|----------------------------|-----|
|          | Consumption Level<br>(1) | Number of Bills<br>(2) | Cumulative Bills<br>(3) | Gallons Consumed<br>(1) X (2)<br>(4) | Cumulative Gallons<br>(5) | Reversed Bills<br>(6) | Consolidated Factor<br>[(1)X(6)]+(5)<br>(7) | Percentage of Total<br>(8) |     |
| 1        | 0                        | 4                      | 4                       | -                                    | -                         | 20                    | -                                           | 0.00%                      |     |
| 2        | 1                        | 5                      | 9                       | 5                                    | 5                         | 15                    | 20                                          | 5.49%                      |     |
| 3        | 2                        | 0                      | 9                       | -                                    | 5                         | 15                    | 35                                          | 5.49%                      |     |
| 4        | 3                        | 3                      | 12                      | 9                                    | 14                        | 12                    | 50                                          | 15.38%                     |     |
| 5        | 4                        | 2                      | 14                      | 8                                    | 22                        | 10                    | 62                                          | 24.18%                     |     |
| 6        | 5                        | 3                      | 17                      | 15                                   | 37                        | 7                     | 72                                          | 40.66%                     |     |
| 7        | 6                        | 3                      | 20                      | 18                                   | 55                        | 4                     | 79                                          | 60.44%                     |     |
| 8        | 7                        | 2                      | 22                      | 14                                   | 69                        | 2                     | 83                                          | 75.82%                     |     |
| 9        | 8                        | 1                      | 23                      | 8                                    | 77                        | 1                     | 85                                          | 84.62%                     |     |
| 10       | 9                        | 0                      | 23                      | -                                    | 77                        | 1                     | 86                                          | 84.62%                     |     |
| 11       | 10                       | 0                      | 23                      | -                                    | 77                        | 1                     | 87                                          | 84.62%                     |     |
| 12       | 11                       | 0                      | 23                      | -                                    | 77                        | 1                     | 88                                          | 84.62%                     |     |
| 13       | 12                       | 0                      | 23                      | -                                    | 77                        | 1                     | 89                                          | 84.62%                     |     |
| 14       | 13                       | 0                      | 23                      | -                                    | 77                        | 1                     | 90                                          | 84.62%                     |     |
| 10       | 14                       | 1                      | 24                      | 14                                   | 91                        | -                     | 91                                          | 100.00%                    |     |

**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Customer Class: General Service

Meter Size: 1 1/2"

Schedule: E-14 **REVISED**

Page: 3 of 7 4/30/2015

Preparer: WT Rendell

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.

| Line No. | (1)                      | (2)                    | (3)                     | (4)                                  |                | (5)                       | (6)                   | (7)                                         | (8)                        |
|----------|--------------------------|------------------------|-------------------------|--------------------------------------|----------------|---------------------------|-----------------------|---------------------------------------------|----------------------------|
|          | Consumption Level<br>(1) | Number of Bills<br>(2) | Cumulative Bills<br>(3) | Gallons Consumed<br>(1) X (2)<br>(4) | Gallons<br>(5) | Cumulative Gallons<br>(5) | Reversed Bills<br>(6) | Consolidated Factor<br>[(1)X(6)]+(5)<br>(7) | Percentage of Total<br>(8) |
| 1        | 0                        | 11                     | 11                      | -                                    | -              | -                         | 1                     | -                                           | 0.00%                      |
| 2        | 1                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 1                                           | 0.00%                      |
| 3        | 2                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 2                                           | 0.00%                      |
| 4        | 3                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 3                                           | 0.00%                      |
| 5        | 4                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 4                                           | 0.00%                      |
| 6        | 5                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 5                                           | 0.00%                      |
| 7        | 6                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 6                                           | 0.00%                      |
| 8        | 7                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 7                                           | 0.00%                      |
| 9        | 8                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 8                                           | 0.00%                      |
| 10       | 9                        | 0                      | 11                      | -                                    | -              | -                         | 1                     | 9                                           | 0.00%                      |
| 11       | 10                       | 1                      | 12                      | 10                                   | 10             | 10                        | -                     | 10                                          | 100.00%                    |

**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Customer Class: General Service

Meter Size: 5/8" X 3/4"

Schedule: E-14 **REVISED**

Page: 4 of 7 4/30/2015

Preparer: W T Rendell

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.

| Line No. | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
|----------|-------------------|-----------------|------------------|----------------------------|--------------------|----------------|-----------------------------------|---------------------|
|          | Consumption Level | Number of Bills | Cumulative Bills | Gallons Consumed (1) X (2) | Cumulative Gallons | Reversed Bills | Consolidated Factor [(1)X(6)]+(5) | Percentage of Total |
|          | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
| 1        | 0                 | 21              | 21               | -                          | -                  | 27             | -                                 | 0.00%               |
| 2        | 1                 | 4               | 25               | 4                          | 4                  | 23             | 27                                | 1.87%               |
| 3        | 2                 | 4               | 29               | 8                          | 12                 | 19             | 50                                | 5.61%               |
| 4        | 3                 | 4               | 33               | 12                         | 24                 | 15             | 69                                | 11.21%              |
| 5        | 4                 | 0               | 33               | -                          | 24                 | 15             | 84                                | 11.21%              |
| 6        | 5                 | 1               | 34               | 5                          | 29                 | 14             | 99                                | 13.55%              |
| 7        | 6                 | 1               | 35               | 6                          | 35                 | 13             | 113                               | 16.36%              |
| 8        | 7                 | 1               | 36               | 7                          | 42                 | 12             | 126                               | 19.63%              |
| 9        | 8                 | 0               | 36               | -                          | 42                 | 12             | 138                               | 19.63%              |
| 10       | 9                 | 0               | 36               | -                          | 42                 | 12             | 150                               | 19.63%              |
| 11       | 10                | 0               | 36               | -                          | 42                 | 12             | 162                               | 19.63%              |
| 12       | 11                | 4               | 40               | 44                         | 86                 | 8              | 174                               | 40.19%              |
| 13       | 12                | 1               | 41               | 12                         | 98                 | 7              | 182                               | 45.79%              |
| 14       | 13                | 1               | 42               | 13                         | 111                | 6              | 189                               | 51.87%              |
| 15       | 14                | 2               | 44               | 28                         | 139                | 4              | 195                               | 64.95%              |
| 16       | 15                | 1               | 45               | 15                         | 154                | 3              | 199                               | 71.96%              |
| 17       | 16                | 1               | 46               | 16                         | 170                | 2              | 202                               | 79.44%              |
| 18       | 17                | 0               | 46               | -                          | 170                | 2              | 204                               | 79.44%              |
| 19       | 18                | 0               | 46               | -                          | 170                | 2              | 206                               | 79.44%              |
| 20       | 19                | 0               | 46               | -                          | 170                | 2              | 208                               | 79.44%              |
| 21       | 20                | 0               | 46               | -                          | 170                | 2              | 210                               | 79.44%              |
| 22       | 21                | 0               | 46               | -                          | 170                | 2              | 212                               | 79.44%              |
| 23       | 22                | 2               | 48               | 44                         | 214                | -              | 214                               | 100.00%             |

**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ X ] or Sewer [ ]

Customer Class: General Service

Meter Size: 2"

Schedule: E-14 **REVISED**

Page: 5 of 7 4/30/2015

Preparer: W T Rendell

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.

| Line No. | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
|----------|-------------------|-----------------|------------------|----------------------------|--------------------|----------------|-----------------------------------|---------------------|
|          | Consumption Level | Number of Bills | Cumulative Bills | Gallons Consumed (1) X (2) | Cumulative Gallons | Reversed Bills | Consolidated Factor [(1)X(6)]+(5) | Percentage of Total |
|          | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
| 1        | 0                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 2        | 1                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 3        | 2                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 4        | 3                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 5        | 4                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 6        | 5                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 7        | 6                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 8        | 7                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 9        | 8                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 10       | 9                 | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |
| 11       | 10                | 0               | -                | -                          | -                  | -              | -                                 | #DIV/0!             |



**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
 Water [ X ] or Sewer [ ]  
 Customer Class: General Service  
 Meter Size: 3"

Schedule: E-14 **REVISED**  
 Page: 6 of 7 4/30/2015  
 Preparer: W T Rendell

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.

| Line No. | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
|----------|-------------------|-----------------|------------------|----------------------------|--------------------|----------------|-----------------------------------|---------------------|
|          | Consumption Level | Number of Bills | Cumulative Bills | Gallons Consumed (1) X (2) | Cumulative Gallons | Reversed Bills | Consolidated Factor [(1)X(6)]+(5) | Percentage of Total |
|          | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
| 1        | 0                 | 0               | -                | -                          | -                  | 12             | -                                 | 0.00%               |
| 2        | 80                | 1               | 1                | 80                         | 80                 | 11             | 960                               | 3.52%               |
| 3        | 100               | 1               | 2                | 100                        | 180                | 10             | 1,180                             | 7.93%               |
| 4        | 120               | 1               | 3                | 120                        | 300                | 9              | 1,380                             | 13.22%              |
| 5        | 130               | 1               | 4                | 130                        | 430                | 8              | 1,470                             | 18.94%              |
| 6        | 160               | 2               | 6                | 320                        | 750                | 6              | 1,710                             | 33.04%              |
| 7        | 200               | 1               | 7                | 200                        | 950                | 5              | 1,950                             | 41.85%              |
| 8        | 220               | 1               | 8                | 220                        | 1,170              | 4              | 2,050                             | 51.54%              |
| 9        | 240               | 1               | 9                | 240                        | 1,410              | 3              | 2,130                             | 62.11%              |
| 10       | 260               | 1               | 10               | 260                        | 1,670              | 2              | 2,190                             | 73.57%              |
| 11       | 290               | 1               | 11               | 290                        | 1,960              | 1              | 2,250                             | 86.34%              |
| 12       | 310               | 1               | 12               | 310                        | 2,270              | -              | 2,270                             | 100.00%             |

**Billing Analysis Schedules**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

**Docket No. 140158-WS**

Historical Test Year Ending June 30, 2014

Water [ ] or Sewer [ X ]

Customer Class: Residential

Meter Size: 5/8" X 3/4"

Schedule: E-14 **REVISED**

Page: 7 of 7 4/30/2015

Preparer: W T Rendell

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.

| Line No. | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
|----------|-------------------|-----------------|------------------|----------------------------|--------------------|----------------|-----------------------------------|---------------------|
|          | Consumption Level | Number of Bills | Cumulative Bills | Gallons Consumed (1) X (2) | Cumulative Gallons | Reversed Bills | Consolidated Factor [(1)X(6)]+(5) | Percentage of Total |
|          | (1)               | (2)             | (3)              | (4)                        | (5)                | (6)            | (7)                               | (8)                 |
| 1        | 0                 | 1103            | 1,103            | -                          | -                  | 2,446          | -                                 | 0.00%               |
| 2        | 1                 | 852             | 1,955            | 852                        | 852                | 1,594          | 2,446                             | 15.33%              |
| 3        | 2                 | 780             | 2,735            | 1,560                      | 2,412              | 814            | 4,040                             | 43.39%              |
| 4        | 3                 | 505             | 3,240            | 1,515                      | 3,927              | 309            | 4,854                             | 70.64%              |
| 5        | 4                 | 172             | 3,412            | 688                        | 4,615              | 137            | 5,163                             | 83.02%              |
| 6        | 5                 | 74              | 3,486            | 370                        | 4,985              | 63             | 5,300                             | 89.67%              |
| 7        | 6                 | 31              | 3,517            | 186                        | 5,171              | 32             | 5,363                             | 93.02%              |
| 8        | 7                 | 12              | 3,529            | 84                         | 5,255              | 20             | 5,395                             | 94.53%              |
| 9        | 8                 | 5               | 3,534            | 40                         | 5,295              | 15             | 5,415                             | 95.25%              |
| 10       | 9                 | 2               | 3,536            | 18                         | 5,313              | 13             | 5,430                             | 95.57%              |
| 11       | 11                | 4               | 3,540            | 44                         | 5,357              | 9              | 5,456                             | 96.37%              |
| 12       | 13                | 2               | 3,542            | 26                         | 5,383              | 7              | 5,474                             | 96.83%              |
| 13       | 14                | 2               | 3,544            | 28                         | 5,411              | 5              | 5,481                             | 97.34%              |
| 14       | 15                | 1               | 3,545            | 15                         | 5,426              | 4              | 5,486                             | 97.61%              |
| 15       | 18                | 1               | 3,546            | 18                         | 5,444              | 3              | 5,498                             | 97.93%              |
| 16       | 20                | 1               | 3,547            | 20                         | 5,464              | 2              | 5,504                             | 98.29%              |
| 17       | 39                | 1               | 3,548            | 39                         | 5,503              | 1              | 5,542                             | 98.99%              |
| 18       | 56                | 1               | 3,549            | 56                         | 5,559              | -              | 5,559                             | 100.00%             |

**HC Waterworks, Inc.**  
**ENGINEERING SCHEDULES**

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

**Florida Public Service Commission**

**HC Waterworks, Inc.  
Docket No. 140158-WS**

Schedule: F-1 **REVISED**  
Page: 1 of 3 4/30/2015  
Preparer: W T Rendell

Historical Test Year Ending June 30, 2014

**Lake Josephine and Sebring Lakes (interconnected)**

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)<br>Gallons Pumped | (2)<br>Gallons Purchased | (3)<br>Gallons Sold | (4)<br>Other Uses | (5)<br>Unaccounted For Water<br>(1)+(2)-(3)-(4) | (6)<br>% Unaccounted For Water |
|-----------------------------------------------------------------|--------------|-----------------------|--------------------------|---------------------|-------------------|-------------------------------------------------|--------------------------------|
| <b><u>Lake Josephine and Sebring Lakes (interconnected)</u></b> |              |                       |                          |                     |                   |                                                 |                                |
| 1                                                               | Jul-13       | 6,166,210             | 0                        | 1,700,000           | 3,041,857         | 1,424,353                                       | 23.1%                          |
| 2                                                               | Aug-13       | 6,152,000             | 0                        | 1,978,000           | 3,264,846         | 909,154                                         | 14.8%                          |
| 3                                                               | Sep-13       | 5,029,800             | 0                        | 1,987,000           | 2,485,235         | 557,565                                         | 11.1%                          |
| 4                                                               | Oct-13       | 4,589,900             | 0                        | 1,569,000           | 2,343,006         | 677,894                                         | 14.8%                          |
| 5                                                               | Nov-13       | 4,471,380             | 0                        | 2,240,000           | 2,277,879         | (46,499)                                        | -1.0%                          |
| 6                                                               | Dec-13       | 4,556,100             | 0                        | 1,918,000           | 2,598,754         | 39,346                                          | 0.9%                           |
| 7                                                               | Jan-14       | 4,686,900             | 0                        | 2,134,000           | 2,225,831         | 327,069                                         | 7.0%                           |
| 8                                                               | Feb-14       | 4,055,800             | 0                        | 2,345,000           | 1,828,326         | (117,526)                                       | -2.9%                          |
| 9                                                               | Mar-14       | 5,022,000             | 0                        | 2,122,000           | 1,852,948         | 1,047,052                                       | 20.8%                          |
| 10                                                              | Apr-14       | 4,059,600             | 0                        | 2,441,000           | 1,675,313         | (56,713)                                        | -1.4%                          |
| 11                                                              | May-14       | 3,857,500             | 0                        | 2,123,000           | 1,604,612         | 129,888                                         | 3.4%                           |
| 12                                                              | Jun-14       | 3,951,600             | 0                        | 2,173,000           | 1,819,817         | (41,217)                                        | -1.0%                          |
| 13                                                              |              |                       |                          |                     |                   |                                                 |                                |
| 14                                                              | <b>TOTAL</b> | <b>56,598,790</b>     | <b>0</b>                 | <b>24,730,000</b>   | <b>27,018,424</b> | <b>4,850,366</b>                                | <b>8.6%</b>                    |

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
Leisure Lakes

**REVISED**

Schedule: F-1  
 Page: 2 of 3  
 Preparer: W T Rendell

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)<br>Gallons Pumped | (2)<br>Gallons Purchased | (3)<br>Gallons Sold | (4)<br>Other Uses | (5)<br>Unaccounted For Water<br>(1)+(2)-(3)-(4) | (6)<br>% Unaccounted For Water |
|----------------------|--------------|-----------------------|--------------------------|---------------------|-------------------|-------------------------------------------------|--------------------------------|
| <b>Leisure Lakes</b> |              |                       |                          |                     |                   |                                                 |                                |
| 1                    | Jul-13       | 1,626,100             | 0                        | 311,000             | 1,202,645         | 112,455                                         | 6.9%                           |
| 2                    | Aug-13       | 1,561,207             | 0                        | 715,000             | 787,329           | 58,878                                          | 3.8%                           |
| 3                    | Sep-13       | 1,319,570             | 0                        | 412,000             | 805,050           | 102,520                                         | 7.8%                           |
| 4                    | Oct-13       | 1,179,920             | 0                        | 294,000             | 774,300           | 111,620                                         | 9.5%                           |
| 5                    | Nov-13       | 1,213,000             | 0                        | 478,000             | 725,700           | 9,300                                           | 0.8%                           |
| 6                    | Dec-13       | 1,550,900             | 0                        | 457,000             | 837,300           | 256,600                                         | 16.5%                          |
| 7                    | Jan-14       | 1,867,300             | 0                        | 493,000             | 1,233,822         | 140,478                                         | 7.5%                           |
| 8                    | Feb-14       | 1,869,700             | 0                        | 660,000             | 1,124,534         | 85,166                                          | 4.6%                           |
| 9                    | Mar-14       | 2,066,620             | 0                        | 572,000             | 1,425,063         | 69,557                                          | 3.4%                           |
| 10                   | Apr-14       | 2,187,100             | 0                        | 649,000             | 1,323,465         | 214,635                                         | 9.8%                           |
| 11                   | May-14       | 2,494,600             | 0                        | 533,000             | 1,794,525         | 167,075                                         | 6.7%                           |
| 12                   | Jun-14       | 2,297,750             | 0                        | 414,000             | 1,882,202         | 1,548                                           | 0.1%                           |
| 13                   |              |                       |                          |                     |                   |                                                 |                                |
| 14                   | <b>TOTAL</b> | <b>21,233,767</b>     | <b>0</b>                 | <b>5,988,000</b>    | <b>13,915,935</b> | <b>1,329,832</b>                                | <b>6.3%</b>                    |

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014  
**Combined Total**

**REVISED**

Schedule: F-1  
 Page: 3 of 3  
 Preparer: W T Rendell

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)<br>Gallons Pumped | (2)<br>Gallons Purchased | (3)<br>Gallons Sold | (4)<br>Other Uses | (5)<br>Unaccounted For Water<br>(1)+(2)-(3)-(4) | (6)<br>% Unaccounted For Water |
|-----------------------|--------------|-----------------------|--------------------------|---------------------|-------------------|-------------------------------------------------|--------------------------------|
| <b>Combined Total</b> |              |                       |                          |                     |                   |                                                 |                                |
| 1                     | Jul-13       | 7,792,310             | 0                        | 2,011,000           | 4,244,502         | 1,536,808                                       | 19.7%                          |
| 2                     | Aug-13       | 7,713,207             | 0                        | 2,693,000           | 4,052,175         | 968,032                                         | 12.6%                          |
| 3                     | Sep-13       | 6,349,370             | 0                        | 2,399,000           | 3,290,285         | 660,085                                         | 10.4%                          |
| 4                     | Oct-13       | 5,769,820             | 0                        | 1,863,000           | 3,117,306         | 789,514                                         | 13.7%                          |
| 5                     | Nov-13       | 5,684,380             | 0                        | 2,718,000           | 3,003,579         | (37,199)                                        | -0.7%                          |
| 6                     | Dec-13       | 6,107,000             | 0                        | 2,375,000           | 3,436,054         | 295,946                                         | 4.8%                           |
| 7                     | Jan-14       | 6,554,200             | 0                        | 2,627,000           | 3,459,654         | 467,546                                         | 7.1%                           |
| 8                     | Feb-14       | 5,925,500             | 0                        | 3,005,000           | 2,952,860         | (32,360)                                        | -0.5%                          |
| 9                     | Mar-14       | 7,088,620             | 0                        | 2,694,000           | 3,278,011         | 1,116,609                                       | 15.8%                          |
| 10                    | Apr-14       | 6,246,700             | 0                        | 3,090,000           | 2,998,778         | 157,922                                         | 2.5%                           |
| 11                    | May-14       | 6,352,100             | 0                        | 2,656,000           | 3,399,137         | 296,963                                         | 4.7%                           |
| 12                    | Jun-14       | 6,249,350             | 0                        | 2,587,000           | 3,702,019         | (39,669)                                        | -0.6%                          |
| 13                    |              |                       |                          |                     |                   |                                                 |                                |
| 14                    | <b>TOTAL</b> | <u>77,832,557</u>     | <u>0</u>                 | <u>30,718,000</u>   | <u>40,934,359</u> | <u>6,180,198</u>                                | <u>7.9%</u>                    |

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

**Florida Public Service Commission**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: F-2 **REVISED**  
 Page: 1 of 1 4/30/2015  
 Preparer: W T Rendell

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        | (1)                    | (2)      | (3)      | (4)      | (5)               | (6)                           |
|----------|--------------|------------------------|----------|----------|----------|-------------------|-------------------------------|
|          |              | Individual Plant Flows |          |          |          | Total Plant Flows | Total Purch. Sewage Treatment |
|          |              | STP#1                  | (Name)   | (Name)   | (Name)   |                   |                               |
| 1        | Jul-13       | 950,000                |          |          |          | 950,000           |                               |
| 2        | Aug-13       | 830,000                |          |          |          | 830,000           |                               |
| 3        | Sep-13       | 747,000                |          |          |          | 747,000           |                               |
| 4        | Oct-13       | 825,000                |          |          |          | 825,000           |                               |
| 5        | Nov-13       | 915,000                |          |          |          | 915,000           |                               |
| 6        | Dec-13       | 1,049,000              |          |          |          | 1,049,000         |                               |
| 7        | Jan-14       | 977,000                |          |          |          | 977,000           |                               |
| 8        | Feb-14       | 893,000                |          |          |          | 893,000           |                               |
| 9        | Mar-14       | 839,000                |          |          |          | 839,000           |                               |
| 10       | Apr-14       | 701,000                |          |          |          | 701,000           |                               |
| 11       | May-14       | 727,000                |          |          |          | 727,000           |                               |
| 12       | Jun-14       | 809,000                |          |          |          | 809,000           |                               |
| 13       | <b>Total</b> | <u>10,262,000</u>      | <u>0</u> | <u>0</u> | <u>0</u> | <u>10,262,000</u> | <u>0</u>                      |

Water Treatment Plant Data

Florida Public Service Commission

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Lake Josephine/Sebring Lakes - Interconnected:

Schedule: F-3 REVISÉD  
 Page: 1 of 2 4/30/2015  
 Preparer: W T Rendell

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. | (1)<br>Description                                                                                                                                                                                                                                    | (2)<br>Date | (3)<br>GPD     |
|----------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|----------------|
| 1        | Plant Capacity (Lake Josephine/Sebring Lakes):                                                                                                                                                                                                        |             |                |
| 2        | LJ - Well #1 - (350 gpm X 16 hrs X 60 min) per Rule 25-30.4325(6)(b), F.A.C.                                                                                                                                                                          |             | 336,000        |
| 3        | LJ - Well #2 - (350 gpm X 16 hrs X 60 min) per Rule 25-30.4325(6)(b), F.A.C.                                                                                                                                                                          |             | 336,000        |
| 4        | SL - Well # 1 - (350 gpm X 16 hrs X 60 min) per Rule 25-30.4325(6)(b), F.A.C.                                                                                                                                                                         |             | 336,000        |
| 5        | SL - Well # 2 - (350 gpm X 16 hrs X 60 min) per Rule 25-30.4325(6)(b), F.A.C.                                                                                                                                                                         |             | 336,000        |
| 6        | The hydraulic rated capacity. If different from that shown on the DEP operating or construction permit, provide an explanation.<br>Lake Josephine WTP #3 (wells #1&2) - DEP Permit: 300,000<br>Sebring Lakes WTP #4 (wells 1&2) - DEP Permit: 280,000 |             |                |
| 7        | Firm Reliable Capacity - excluding largest well. (Rule 25-30.4325(6), Florida Administrative Code)                                                                                                                                                    |             | 580,000        |
| 8        | Maximum Day:                                                                                                                                                                                                                                          |             |                |
| 9        | The single day with the highest pumpage rate for the test year. Explain, on a separate page,                                                                                                                                                          | 07/31/13    | 395,400        |
| 10       | if fire flow, line-breaks or other unusual occurrences affected the flow this day.                                                                                                                                                                    |             |                |
| 11       | Five-Day Max Year:                                                                                                                                                                                                                                    |             |                |
| 12       | The five days with the highest pumpage rate from any one month in the test year.                                                                                                                                                                      | Day         |                |
| 13       | Provide an explanation if fire flow, line-breaks or other unusual occurrences affected the flows on these days.                                                                                                                                       | 1 07/30/13  | 229,300        |
|          |                                                                                                                                                                                                                                                       | 2 07/20/13  | 231,200        |
|          |                                                                                                                                                                                                                                                       | 3 07/09/13  | 237,200        |
|          |                                                                                                                                                                                                                                                       | 4 07/10/13  | 299,000        |
|          |                                                                                                                                                                                                                                                       | 5 07/31/13  | 395,400        |
|          |                                                                                                                                                                                                                                                       |             | <u>278,420</u> |
| 14       | Average Daily Flow                                                                                                                                                                                                                                    |             | 155,714        |
| 15       | Required Fire Flow                                                                                                                                                                                                                                    |             |                |
| 16       | The standards will be those as set by the Insurance Service Organization or by a                                                                                                                                                                      |             | 750            |
| 17       | governmental agency ordinance. Provide documents to support this calculation.                                                                                                                                                                         |             |                |



**Water Treatment Plant Data**

**Florida Public Service Commission**

HC Waterworks, Inc.  
 Docket No. 140158-WS  
 Historical Test Year Ending June 30, 2014  
 Leisure Lakes:

Schedule: F-3 REVISION  
 Page: 2 of 2 4/30/2015  
 Preparer: W T Rendell

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. | (1)<br>Description                                                                                                                                                                            | (2)<br>Date  | (3)<br>GPD     |
|----------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|----------------|
| 1        | Plant Capacity (Leisure Lakes):                                                                                                                                                               |              |                |
| 2        | Well #1 - (200 gpm X 16 hrs X 60 min) per Rule 25-30.4325(6)(b), F.A.C.                                                                                                                       |              | 192,000        |
| 3        | Well # 2 - (50 gpm X 16 hrs X 60 min) per Rule 25-30.4325(6)(b), F.A.C.                                                                                                                       |              | 48,000         |
| 4        |                                                                                                                                                                                               |              |                |
| 5        |                                                                                                                                                                                               |              |                |
| 6        | The hydraulic rated capacity. If different from that shown on the DEP operating or construction permit, provide an explanation.                                                               |              |                |
| 7        | Firm Reliable Capacity - excluding largest well. (Rule 25-30.4325(6), Florida Administrative Code)                                                                                            |              | 48,000         |
| 8        | Maximum Day:                                                                                                                                                                                  |              |                |
| 9        | The single day with the highest pumpage rate for the test year. Explain, on a separate page,                                                                                                  | 06/30/14     | 250,000        |
| 10       | if fire flow, line-breaks or other unusual occurrences affected the flow this day.<br>* Highest flow was on May 6, 2014, but there was a main break on that occurrence.                       |              |                |
| 1        | Five-Day Max Year:                                                                                                                                                                            | Day          |                |
| 2        | The five days with the highest pumpage rate from any one month in the test year.                                                                                                              | 1 05/03/14   | 72,500         |
| 3        | Provide an explanation if fire flow, line-breaks or other unusual occurrences affected the flows on these days.<br>* For May 6, 2014, there was a main break which was subsequently repaired. | 2 05/04/14   | 124,500        |
|          |                                                                                                                                                                                               | 3 05/05/14   | 124,500        |
|          |                                                                                                                                                                                               | 4 05/06/14 * | 441,000        |
|          |                                                                                                                                                                                               | 5 05/22/14   | 75,100         |
|          |                                                                                                                                                                                               |              | <u>167,520</u> |
| 4        | Average Daily Flow                                                                                                                                                                            |              | 58,229         |
| 5        | Required Fire Flow                                                                                                                                                                            |              | 750            |
| 6        | The standards will be those as set by the Insurance Service Organization or by a                                                                                                              |              |                |
| 7        | governmental agency ordinance. Provide documents to support this calculation.                                                                                                                 |              |                |

**Sewer Treatment Plant Data**

Florida Public Service Commission

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: F-4 **REVISED**  
 Page: 1 of 1 4/30/2015  
 Preparer: WT Rendell

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. | (1)<br>Description                                                                                                                                                                                                               | (2)<br>Month       | (3)<br>GPD    |
|----------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|---------------|
| 1        | Plant Capacity:<br>The hydraulic rated capacity. If different from that shown on the DEP operating or construction permit, provide an explanation.                                                                               |                    | <u>50,000</u> |
| 2        | Average Daily Flow Max Month<br>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>December-13</u> | <u>34,000</u> |

Used and Useful Calculations  
Water Treatment Plant

Florida Public Service Commission

HC Waterworks, Inc.  
Docket No. 140158-WS  
Historical Test Year Ending June 30, 2014

Schedule: F-5  
Page: 1 of 1  
Preparer: WT Rendell

REVISED  
4/30/2015

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) |
|-----|-----|-----|-----|-----|-----|-----|-----|-----|------|------|------|
|-----|-----|-----|-----|-----|-----|-----|-----|-----|------|------|------|

WELLS - water treatment system

|   | Storage | Multiple Wells | Max Day (GPD) | Growth Factor | Excess Unaccounted for Water (GPM) | Fire Flow (GPD) | Peak Demand for Systems with Storage (GPD) | Maximum Supply Well (GPD) | Total Well Capacity (GPD) | Firm Reliable Capacity for Systems Storage (GPM) | Wells U&U Calculated | Permanent Well U&U Used |
|---|---------|----------------|---------------|---------------|------------------------------------|-----------------|--------------------------------------------|---------------------------|---------------------------|--------------------------------------------------|----------------------|-------------------------|
| 1 | Yes     | Yes            | 645,400       | 1.02          | -                                  | 180,000         | 837,886                                    | 628,000                   | 1,584,000                 | 628,000                                          | 133.42%              | 100.00%                 |

Water treatment plant used and useful calculated pursuant to Rule 25-30.4235, Florida Administrative Code for water treatment system with storages. Removal of largest well consistent with Rule 25-30.4325(6), FAC. Also, based on 16 hours of pumping with systems with storage pursuant to 25-30.4325(6)(b), FAC.

Water Treatment Plant found to be 85% used and useful in Order No. PSC-12-0102-FOF-WS, issued March 5, 2012.

STORAGE

|   | Average 5 Max Day Demand | Reliable Storage | 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 |
|---|--------------------------|------------------|--------------|---------------|----------------------|------------------------------------|-----------------|-----------------------|-----------------------|----------------------------------|----------------------------|
| 9 | 278,420                  | 450,000          | Yes          | 395,400       | 1.02                 | -                                  | 180,000         | 583,049               | 450,000               | 129.57%                          | 100.00%                    |

Storage previously found 100% used and useful by Order No. PSC-12-0102-FOF-WU.

**Used and Useful Calculations  
Sewer Treatment Plant**

HC Waterworks, Inc.  
Docket No. 140158-WS  
Historical Test Year Ending June 30, 2014

**REVISED** Schedule: F-6  
4/30/2015 Page: 1 of 1  
Preparer: W T Rendell

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        | 34,000                     | 28,115        | 17.29% | (1,513)          | 1.05                 | 34,162                              | 50,000               | 68.32%                   | <b>68.32%</b>      |      |
| 2        |                            |               |        |                  |                      |                                     |                      |                          |                    |      |

**Inflow and Infiltration Calculations**

|   | 4" Gravity Sewer Ft           | 4" 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 | 13,567                        | 108,536                  | -                                | -                          | 108,536                              | 20.56                           | 10,278                              | 3,751,481                      | 555,300                    | 4,306,781                  | 5,553,000                      |
|   | 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 | 100.00%                       | 5,553,000                | 4,442,400                        | -                          | -                                    | 4,442,400                       | 8,749,181                           | 10,262,000                     | 1,512,819                  | 17.29%                     | 7.29%                          |

Used and Useful Calculations  
Water Distribution and Sewer Collection Systems

Florida Public Service Commission

HC Waterworks, Inc.  
Docket No. 140158-WS

REVISED  
4/30/2015

Schedule: F-7  
Page: 1 of 1  
Preparer: W T Rendell

Historical Test Year Ending June 30, 2014

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)<br>Test Year<br>Connections                                                             | (2)<br>Growth<br>Factor | (3)<br>Trended<br>2016 Cust | (4)<br>Lots Fronting<br>Mains | (5)<br>U&U as<br>Calculated |               |
|--------------------------------------|---------------------------------------------------------------------------------------------|-------------------------|-----------------------------|-------------------------------|-----------------------------|---------------|
| <b>Water</b>                         |                                                                                             |                         |                             |                               |                             |               |
| <b>Lake Josephine/Sebring Lakes:</b> |                                                                                             |                         |                             |                               |                             |               |
| 1                                    | 625.7                                                                                       | 1.02                    | <u>638.0</u>                | 1,013                         | <b>62.98%</b>               |               |
| 2                                    |                                                                                             |                         |                             |                               |                             |               |
| 3                                    |                                                                                             |                         |                             |                               |                             |               |
| <b>Leisure Lakes</b>                 |                                                                                             |                         |                             |                               |                             |               |
| 5                                    | 300.6                                                                                       | 1.02                    | <u>306.4</u>                | 1,013                         | <b>30.25%</b>               | <b>84.00%</b> |
| 6                                    | <b>Leisure lakes water distribution was found to be 84% in Order NO. PSC-12-0102-FOF-WS</b> |                         |                             |                               |                             |               |

**Weighted Distribution U&U**

| Connections | Pro Rata | Percentage | Weighted      |
|-------------|----------|------------|---------------|
| 625.7       | 67.55%   | 62.98%     | 42.54%        |
| 300.6       | 32.45%   | 84.00%     | 27.26%        |
| 926.3       | 100.00%  |            | <b>69.80%</b> |

**Sewer**

|                      |       |      |       |     |               |  |
|----------------------|-------|------|-------|-----|---------------|--|
| <b>Leisure Lakes</b> |       |      |       |     |               |  |
| 7                    | 295.8 | 1.05 | 311.0 | 335 | <b>92.83%</b> |  |

**Margin Reserve Calculations - Water & Sewer**

**HC Waterworks, Inc.**  
**Docket No. 140158-WS**  
 Historical Test Year Ending June 30, 2014

Schedule: F-8  
 Page: 1 of 1  
 Preparer: W T Rende

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

Linear regression analysis using average SFRs/ERCs for the last five years and trended for the five years beyond test period(s).

| Line No.     | (1)<br>Year | (2)<br>Average Connections | (3)<br>Average SFRs | (4)<br>Trend | (5)<br>Increase          |
|--------------|-------------|----------------------------|---------------------|--------------|--------------------------|
| <b>WATER</b> |             |                            |                     |              |                          |
| 1            | 2010        |                            | 910.0               | 910.8        |                          |
| 2            | 2011        |                            | 916.5               | 914.3        |                          |
| 3            | 2012        |                            | 916.5               | 917.8        |                          |
| 4            | 2013        |                            | 920.5               | 921.3        |                          |
| 5            | 2013        |                            | 925.5               | 924.8        |                          |
| 6            | 2014        |                            |                     | 926.6        | 0.20%                    |
| 7            | 2015        |                            |                     | 930.6        | 0.43%                    |
| 8            | 2016        |                            |                     | 934.7        | 0.43%                    |
| 9            | 2017        |                            |                     | 938.7        | 0.43%                    |
| 10           | 2018        |                            |                     | 942.7        | 0.43%                    |
|              |             |                            |                     |              | <u>5 yrs beyond 2011</u> |
|              |             |                            | X Coefficient(s)    | 3.1665       |                          |
| <b>SEWER</b> |             |                            |                     |              |                          |
| 11           | 2010        |                            | 286.0               | 287.4        |                          |
| 12           | 2011        |                            | 291.5               | 290.2        |                          |
| 13           | 2012        |                            | 293.5               | 292.9        |                          |
| 14           | 2013        |                            | 296.0               | 295.7        |                          |
| 15           | 2013        |                            | 297.5               | 298.4        |                          |
| 16           | 2014        |                            |                     | 300.3        | 0.64%                    |
| 17           | 2015        |                            |                     | 303.7        | 1.12%                    |
| 18           | 2016        |                            |                     | 307.0        | 1.11%                    |
| 19           | 2017        |                            |                     | 310.4        | 1.10%                    |
| 20           | 2018        |                            |                     | 313.8        | 1.08%                    |
|              |             |                            |                     |              | <u>5 yrs beyond 2011</u> |
|              |             |                            |                     | 2.5818       |                          |

**Equivalent Residential Connections - Water**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

Schedule: F-9

**Docket No. 140158-WS**

Page: 1 of 1

Historical Test Year Ending June 30, 2014

Preparer: W T Rendell

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)<br>Year | (2) SFR Customers |        | (4)<br>Average | (5)<br>SFR Gallons Sold | (6)<br>Gallons/SFR (5)/(4) | (7)<br>Total Gallons Sold | (8)<br>Total ERCs (7)/(6) | (9)<br>Annual % Incr. in ERCs |
|----------|-------------|-------------------|--------|----------------|-------------------------|----------------------------|---------------------------|---------------------------|-------------------------------|
|          |             | Beginning         | Ending |                |                         |                            |                           |                           |                               |
| 1        | 2010        | 907               | 913    | 910.0          | 31,202                  | 34.288                     | 31,202                    | 910.0                     | 0.66%                         |
| 2        | 2011        | 913               | 920    | 916.5          | 31,315                  | 34.168                     | 31,315                    | 916.5                     | 0.71%                         |
| 3        | 2012        | 920               | 913    | 916.5          | 31,911                  | 34.818                     | 31,911                    | 916.5                     | 0.00%                         |
| 4        | 2013        | 913               | 928    | 920.5          | 31,911                  | 34.667                     | 31,911                    | 920.5                     | 0.44%                         |
| 5        | Test Year   | 928               | 923    | 925.5          | 29,225                  | 31.578                     | 29,225                    | 925.5                     | 0.54%                         |

Average Growth Through 5-Year Period (Col. 8) 0.42%

**Equivalent Residential Connections - Sewer**

**Florida Public Service Commission**

**HC Waterworks, Inc.**

Schedule: F-10

**Docket No. 140158-WS**

Page: 1 of 1

Historical Test Year Ending June 30, 2014

Preparer: WT Rendell

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)<br>Year | (2) SFR Customers |            |             | (5)<br>SFR Gallons Treated | (6)<br>Gallons/SFR (5)/(4) | (7)<br>Total Gallons Treated | (8)<br>Total ERCs (7)/(6) | (9)<br>Annual % Incr. in ERCs |
|----------|-------------|-------------------|------------|-------------|----------------------------|----------------------------|------------------------------|---------------------------|-------------------------------|
|          |             | (2) Beginning     | (3) Ending | (4) Average |                            |                            |                              |                           |                               |
| 1        | 2010        | 282               | 290        | 286.0       | 5,767                      | 20.164                     | 5,767                        | 286.0                     | 2.84%                         |
| 2        | 2011        | 290               | 293        | 291.5       | 6,750                      | 23.156                     | 6,750                        | 291.5                     | 1.92%                         |
| 3        | 2012        | 293               | 294        | 293.5       | 9,970                      | 33.969                     | 9,970                        | 293.5                     | 0.69%                         |
| 4        | 2013        | 294               | 298        | 296.0       | 9,970                      | 33.682                     | 9,970                        | 296.0                     | 0.85%                         |
| 5        | Test Year   | 298               | 297        | 297.5       | 10,262                     | 34.494                     | 10,262                       | 297.5                     | 0.51%                         |

Average Growth Through 5-Year Period (Col. 8) 0.99%



HC Waterworks, Inc.  
Docket No. 140158-WS  
Amonia Sulfate

| <u>Invoice</u> | <u>Chemical</u> | <u>Delivery</u> | <u>Tax</u> | <u>Total</u> |
|----------------|-----------------|-----------------|------------|--------------|
| 35893          | \$ 102.55       | \$ 15.00        | \$ 7.18    | \$ 124.73    |
| 35892          | \$ 87.90        | \$ 15.00        | \$ 6.15    | \$ 109.05    |
| 36950          | \$ 73.25        | \$ 7.50         | \$ 5.13    | \$ 85.88     |
| 37525          | \$ 29.30        | \$ 7.50         | \$ 2.05    | \$ 38.85     |
| 38036          | \$ 58.60        | \$ 7.50         | \$ 4.10    | \$ 70.20     |
| 39748          | \$ 43.95        | \$ 7.50         | \$ 3.08    | \$ 54.53     |
| 40282          | \$ 41.02        | \$ 7.50         | \$ 2.87    | \$ 51.39     |
| 40751          | \$ 43.95        | \$ 7.50         | \$ 3.08    | \$ 54.53     |
| 42615          | \$ 41.02        | \$ 7.50         | \$ 2.87    | \$ 51.39     |
| 42616          | \$ 41.02        | \$ 7.50         | \$ 2.87    | \$ 51.39     |
| Total          |                 |                 |            | \$ 691.94    |