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CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

(Gross Revenue of Less Than \$200,000 Each)

ANNUAL REPORT

OF
510965-16-AR
Merritt Island Utility Company, Inc.
Exact Legal Name of Respondent

137-S
Certificate Number(s)

Submitted To The
STATE OF FLORIDA

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FLORIDA PUBLIC SERVICE
COMMISSION
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STATE OF FLORIDA

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2016

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA). Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional pages should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceding year ending December 31.

Florida Public Service Commission
Division of Economic Regulation
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7) (a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Economic Regulation, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

GENERAL DEFINITIONS

ADVANCES FOR CONSTRUCTION - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION (AFUDC) - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

AMORTIZATION - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement, or construction costs of the utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

CONSTRUCTION WORK IN PROGRESS (CWIP) - This account shall include the cost of water or wastewater plant in process of construction, but not yet ready for services. (USOA)

DEPRECIATION - The loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (i), Florida Administrative Code)

EFFLUENT REUSE - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER) - (Rule 25-30.515 (8), Florida Administrative Code.)

- (a) 350 gallons per day;
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER) - Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to the cost of the operation, maintenance, depreciation, and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

LONG TERM DEBT - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

PROPRIETARY CAPITAL (For proprietorships and partnerships only) - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

RETAINED EARNINGS - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

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FINANCIAL SECTION

REPORT OF

MERRITT ISLAND UTILITY COMPANY, INC.

(EXACT NAME OF UTILITY)

4939 Cross Bayou Blvd. New Port Richey, FL 34652	4939 Cross Bayou Blvd. New Port Richey, FL	
Mailing Address	Street Address	County

Telephone Number 727-848-8292 Date Utility First Organized November 28, 2016

Fax Number 727-848-7701 E-mail Address trendell@uswatercorp.net

Sunshine State One-Call of Florida, Inc. Member No. _____

Check the business entity of the utility as filed with the Internal Revenue Service:

- Individual Sub Chapter S Corporation 1120 Corporation Partnership

Name, Address and phone where records are located: 4939 Cross Bayou Blvd, New Port Richey, FL 34652
(727) 848-8292

Name of subdivisions where services are provided: Colony Park

CONTACTS:

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: <u>Troy Rendell</u>	<u>Mgr - Regulated Utilities</u>	<u>Same as above</u>	
Person who prepared this report: <u>Troy Rendell</u> See Accountant's Compilation Report	<u>Mgr - Regulated Utilities</u>	<u>Same as above</u>	
Officers and Managers: <u>Gary Deremer</u>	<u>President</u>	<u>Same as above</u>	\$ <u>0</u>
<u>Troy Rendell</u>	<u>Mgr - Regulated Utilities</u>	<u>Same as above</u>	\$ <u>0</u>
<u>Joseph Gabay</u>	<u>Accounting Manager</u>	<u>Same as above</u>	\$ <u>0</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

Report every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
<u>Gary Deremer</u>	<u>100%</u>	<u>Same</u>	\$ <u>0</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 2016

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ -	\$ -	\$ -	\$ -
Commercial_____		-	-	-	-
Industrial_____		-	-	-	-
Multiple Family_____		-	-	-	-
Guaranteed Revenues_____		-	-	-	-
Other (Specify)_____		-	-	-	-
Total Gross Revenue_____		\$ -	\$ -	\$ -	\$ -
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ -	\$ 2,095	\$ -	\$ 2,095
Depreciation Expense_____	F-5	-	-	-	-
CIAC Amortization Expense_____	F-8	-	-	-	-
Taxes Other Than Income_____	F-7	-	-	-	-
Income Taxes_____	F-7	-	-	-	-
Total Operating Expense		\$ -	2,095	-	\$ 2,095
Net Operating Income (Loss)		\$ -	\$ (2,095)	\$ -	\$ (2,095)
Other Income:					
Nonutility Income_____		\$ -	\$ -	\$ -	\$ -
_____		-	-	-	-
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ -	\$ -	\$ -	\$ -
Interest Expense_____		-	-	-	-
_____		-	-	-	-
_____		-	-	-	-
Net Income (Loss)		\$ -	\$ (2,095)	\$ -	\$ (2,095)

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 2016

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ <u>197,255</u>	\$ _____ -
Accumulated Depreciation and Amortization (108)_____	F-5,W-2,S-2	<u>153,286</u>	<u>_____ -</u>
Net Utility Plant _____		\$ <u>43,969</u>	\$ _____ -
Cash_____		<u>4,723</u>	<u>_____ -</u>
Customer Accounts Receivable (141)_____		<u>-</u>	<u>_____ -</u>
Other Assets (Specify):_____			
Utility Deposits_____		<u>1,260</u>	<u>_____ -</u>
_____		<u>-</u>	<u>_____ -</u>
_____		<u>-</u>	<u>_____ -</u>
Total Assets _____		\$ <u>49,952</u>	\$ _____ -
Liabilities and Capital:			
Common Stock Issued (201)_____	F-6	<u>40,000</u>	<u>_____ -</u>
Preferred Stock Issued (204)_____	F-6		<u>_____ -</u>
Other Paid in Capital (211)_____		<u>8,927</u>	<u>_____ -</u>
Retained Earnings (215)_____	F-6	<u>(2,095)</u>	<u>_____ -</u>
Proprietary Capital (Proprietary and partnership only) (218)_____	F-6		<u>_____ -</u>
Total Capital _____		\$ <u>46,831</u>	\$ _____ -
Long Term Debt (224)_____	F-6	<u>3,121</u>	<u>_____ -</u>
Accounts Payable (231)_____		<u>_____ -</u>	<u>_____ -</u>
Notes Payable (232)_____		<u>_____ -</u>	<u>_____ -</u>
Customer Deposits (235)_____		<u>_____ -</u>	<u>_____ -</u>
Accrued Taxes (236)_____		<u>_____ -</u>	<u>_____ -</u>
Other Liabilities (Specify)_____		<u>_____ -</u>	<u>_____ -</u>
_____		<u>_____ -</u>	<u>_____ -</u>
_____		<u>_____ -</u>	<u>_____ -</u>
Advances for Construction_____		<u>_____ -</u>	<u>_____ -</u>
Contributions in Aid of Construction - Net (271-272)_____	F-8	<u>-</u>	<u>_____ -</u>
Total Liabilities and Capital _____		\$ <u>49,952</u>	\$ _____ -

UTILITY NAME MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31,2016

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ _____ -	\$ <u>197,255</u>	\$ _____	\$ <u>197,255</u>
Construction Work in Progress (105) _____	_____ -	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ _____ -	\$ <u>197,255</u> -	\$ _____ -	\$ <u>197,255</u>

ACCUMULATED DEPRECIATION (A/D) AND AMORTIZATION OF UTILITY PLANT

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ _____	\$ <u>(153,286)</u>	\$ _____	\$ <u>(153,286)</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ _____	\$ _____	\$ _____	\$ _____ -
Salvage _____	_____	_____	_____	_____ -
Other Credits (specify) _____	_____	_____	_____	_____ -
Total Credits _____	\$ _____ -	\$ _____ -	\$ _____	\$ _____ -
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ _____ -	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ _____ -	\$ <u>(153,286)</u>	\$ _____	\$ <u>(153,286)</u>

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 2016

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	_____	_____
Shares authorized _____	_____	_____
Shares issued and outstanding _____	_____	_____
Total par value of stock issued _____	\$ 40,000	_____
Dividends declared per share for year _____	0	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____ -	\$ _____
Changes during the year (Specify):		
Net income (Loss) for the year _____	_____	(2,095)
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____ -	\$ (2,095)

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ _____	\$ _____
Changes during the year (Specify):		
_____	_____	8,927
_____	_____	_____
_____	_____	_____
Balance end of year _____	\$ _____	\$ 8,927

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total _____			\$ _____

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 2016

TAX EXPENSE

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax _____	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax _____	_____	_____	_____	_____
Local property tax _____	_____	_____	_____	_____
Regulatory assessment fee _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Tax Expense _____	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similar professional services rendered the respondent for which aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever amounting to \$500 or more.

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
<u>U.S. Water Services Corporation</u>	\$ _____ -	\$ _____ 911	<u>Contracted services</u>
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ <u>23,500</u>	\$ <u>23,500</u>
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	<u>23,500</u>	<u>23,500</u>
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	<u>23,500</u>	<u>23,500</u>
6) Less Accumulated Amortization _____	_____	_____	_____
7) Net CIAC _____	\$ _____	\$ <u>23,500</u>	\$ <u>23,500</u>

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION DURING YEAR (CREDITS)

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total _____		\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ _____	\$ _____
Add Debits During Year: _____	_____	_____	_____
Deduct Credits During Year: _____	_____	<u>23,500</u>	<u>23,500</u>
Balance End of Year (Must agree with line #6 above.)	\$ _____	\$ <u>23,500</u>	\$ <u>23,500</u>

**** COMPLETION OF SCHEDULE REQUIRED ONLY IF AFUDC WAS CHARGED DURING YEAR ****

UTILITY NAME MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 2016

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	_____ %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other - Purchase Note (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ _____	_____ %		_____ %

(1) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate:	_____ %
Commission Order Number approving AFUDC rate:	_____

WATER OPERATING SECTION

MERRITT ISLAND IS WASTEWATER ONLY
THIS SECTION NOT FILED

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31,2016

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c) *	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____ -
352	Franchises_____	_____	_____	_____	_____
353	Land and Land Rights_____	_____	30,479	_____	30,479
354	Structures and Improvements_____	_____	30,157	_____	30,157
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	_____	28,128	_____	28,128
361	Collection Sewers - Gravity_____	_____	_____	_____	-
362	Special Collecting Structures_____	_____	_____	_____	-
363	Services to Customers_____	_____	500	_____	500
364	Flow Measuring Devices_____	_____	3,500	_____	3,500
365	Flow Measuring Installations_____	_____	_____	_____	-
370	Receiving Wells_____	_____	13,066	_____	13,066
371	Pumping Equipment_____	_____	3,536	_____	3,536
380	Treatment and Disposal Equipment_____	_____	27,546	_____	27,546
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	_____	1,789	_____	1,789
390	Office Furniture and Equipment_____	_____	_____	_____	-
391	Transportation Equipment_____	_____	_____	_____	_____
392	Stores Equipment_____	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment_____	_____	1,200	_____	1,200
394	Laboratory Equipment_____	_____	_____	_____	_____
395	Power Operated Equipment_____	_____	_____	_____	_____
396	Communication Equipment_____	_____	_____	_____	_____
397	Miscellaneous Equipment_____	_____	_____	_____	_____
398	Other Tangible Plant_____	_____	57,354	_____	57,354
	Total Wastewater Plant_____	\$ _____ -	\$ 197,255	\$ _____	\$ 197,255

* This amount should tie to sheet F-5.

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31,2016

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f) *	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
354	Structures and Improvements	27		3.70%				\$ 22,399
355	Power Generation Equipment							
360	Collection Sewers - Force	27		3.70%				24,958
361	Collection Sewers - Gravity							-
362	Special Collecting Structures							-
363	Services to Customers	35		2.86%				383
364	Flow Measuring Devices	5		20.00%				3,500
365	Flow Measuring Installations							
370	Receiving Wells	25		4.00%				12,567
371	Pumping Equipment	15		6.67%				1,861
380	Treatment and Disposal Equipment	15		6.67%				27,546
381	Plant Sewers							
382	Outfall Sewer Lines							
389	Other Plant and Miscellaneous Equipment	15		6.67%				1,519
390	Office Furniture and Equipment							-
391	Transportation Equipment							
392	Stores Equipment							
393	Tools, Shop and Garage Equipment	15		6.67%				1,200
394	Laboratory Equipment							
395	Power Operated Equipment							
396	Communication Equipment							
397	Miscellaneous Equipment							
	Composite Amount from PSC Audit	33		3.03%				57,354
	Totals				\$ -	\$ -	\$ -	\$ 153,286

* This amount should tie to Sheet F-5.

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY INC.

YEAR OF REPORT DECEMBER 31, 2016

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees_____	\$ _____
703	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____
704	Employee Pensions and Benefits_____	_____
710	Purchased Wastewater Treatment_____	_____
711	Sludge Removal Expense_____	_____
715	Purchased Power_____	_____
716	Fuel for Power Production_____	_____
718	Chemicals_____	_____
720	Materials and Supplies_____	_____
730	Contractual Services:	
733	Legal_____	950
736	Professional_____	911
	Legal_____	_____
	Other_____	_____
740	Rents_____	_____
750	Transportation Expense_____	_____
755	Insurance Expense_____	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
770	Bad Debt Expense_____	_____
775	Miscellaneous Expenses_____	235
	Total Wastewater Operation And Maintenance Expense_____	\$ <u>2,095</u> *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of ter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
All meter sizes	D	1.0	_____	166	166
General Service					
BULK CUSTOMER - COLONY PARK MHP		120	_____	1	120
Unmetered Customers Other (Specify)	_____	_____	_____	_____	_____
Total			_____	_____	286

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY INC.

YEAR OF REPORT DECEMBER 31, 2016

PUMPING EQUIPMENT

Lift Station Number _____	<u>2</u>	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	<u>Unknown</u>	_____	_____	_____	_____	_____
Year installed _____	<u>Unknown</u>	_____	_____	_____	_____	_____
Rated capacity _____	_____	_____	_____	_____	_____	_____
Size _____	_____	_____	_____	_____	_____	_____
Power:						
Electric _____	<u>Unknown</u>	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	<u>Unknown</u>	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	<u>Unknown</u>	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	<u>Unknown</u>	_____	_____	_____	_____	_____
Average length _____	<u>Unknown</u>	_____	_____	_____	_____	_____
Number of active service connections _____	<u>167</u>	_____	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	<u>4"</u>	<u>5"</u>	_____	_____	_____	_____	_____	_____
Type of main _____	<u>PVC</u>	<u>PVC</u>	_____	_____	_____	_____	_____	_____
Length of main (nearest foot) _____	<u>Unknown</u>	<u>Unknown</u>	_____	_____	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	_____	_____	_____	_____

MANHOLES

Size (inches) _____	_____	_____	_____
Type of Manhole _____	<u>Steel</u>	_____	_____
Number of Manholes:			
Beginning of year _____	_____	_____	_____
Added during year _____	_____	_____	_____
Retired during year _____	_____	_____	_____
End of Year _____	<u>30</u>	_____	_____

UTILITY NAME: MERRITT ISLAND UTILITY COMPANY INC.

YEAR OF REPORT
DECEMBER 31, 2016

SYSTEM NAME: _____

GENERAL WASTEWATER SYSTEM INFORMATION

Furnish information below for each system. A separate page should be supplied where necessary.

- 1. Present number of ERCs* now being served. _____ 286
- 2. Maximum number of ERCs* which can be served. _____ 320
- 3. Present system connection capacity (in ERCs*) using existing lines. _____ 286
- 4. Future connection capacity (in ERCs*) upon service area buildout. _____ 320
- 5. Estimated annual increase in ERCs*. _____ 0

6. Describe any plans and estimated completion dates for any enlargements or improvements of this system

Per DEP permit, replace difussers, add chlorine contact chamber and convert existing tank into digester tank.

7. If the utility uses reuse as a means of effluent disposal, provide a list of the reuse end users and the amount of reuse provided to each, if known. _____ n/a

8. If the utility does not engage in reuse, has a reuse feasibility study been completed? _____ unknown

If so, when? _____

9. Has the utility been required by the DEP or water management district to implement reuse? _____ n/a

If so, what are the utility's plans to comply with this requirement? _____

10. When did the company last file a capacity analysis report with the DEP? _____

11. If the present system does not meet the requirements of DEP rules, submit the following:

- a. Attach a description of the plant upgrade necessary to meet the DEP rules. _____ see permit
- b. Have these plans been approved by DEP? yes
- c. When will construction begin? _____ underway
- d. Attach plans for funding the required upgrading. _____ Owner paid in capital
- e. Is this system under any Consent Order with DEP? _____ No

12. Department of Environmental Protection ID # FLA010377

* An ERC is determined based on one of the following methods:

(a) If actual flow data are available from the preceding 12 months:

Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available use:

ERC = (Total SFR gallons sold (omit 000/365 days/280 gallons per day).

CERTIFICATION OF ANNUAL REPORT

I HEREBY CERTIFY, to the best of my knowledge and belief:

- | | | | |
|--|--------------------------------|----|--|
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 1. | The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 3. | There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 4. | The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct, and complete for the period for which it represents. |

Items Certified

- | | | | |
|---|---|---|---|
| 1.
<input checked="" type="checkbox"/> | 2.
<input checked="" type="checkbox"/> | 3.
<input checked="" type="checkbox"/> | 4.
<input checked="" type="checkbox"/> |
|---|---|---|---|

(signature of chief executive officer of the utility) *

Date: _____

- | | | | |
|---|---|---|---|
| 1.
<input checked="" type="checkbox"/> | 2.
<input checked="" type="checkbox"/> | 3.
<input checked="" type="checkbox"/> | 4.
<input checked="" type="checkbox"/> |
|---|---|---|---|

(signature of chief financial officer of the utility) *

Date: _____

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Wastewater Operations
Class C**

Company: MERRITT ISLAND UTILITY COMPANY, INC.

For the Year Ended December 31, 2016

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	-	-	\$
Commercial	-	-	
Industrial			
Multiple Family			
Guaranteed Revenues			
Other			
Total Wastewater Operating Revenue	-	-	\$
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility			
Net Wastewater Operating Revenues	-	-	\$

Explanations:

Instructions:
For the current year, reconcile the gross wastewater revenues reported on Schedule F-3 with the gross wastewater revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).