

CLASS "A" OR "B"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

WU776-03-AR  
Park Water Company Inc.  
25 First Avenue, North  
Lake Wales, FL 33859-8761

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

06 APR - 11 09:59  
REGISTRATION

## TABLE OF CONTENTS

SCHEDULE	PAGE	SCHEDULE	PAGE
<b>EXECUTIVE SUMMARY</b>			
Certification	E-1	Business Contracts with Officers, Directors and Affiliates	E-7
General Information	E-2	Affiliation of Officers & Directors	E-8
Directory of Personnel Who Contact the FPSC	E-3	Businesses which are a Byproduct, Coproduct or Joint Product Result of Providing Service	E-9
Company Profile	E-4	Business Transactions with Related Parties. Part I and II	E-10
Parent / Affiliate Organization Chart	E-5		
Compensation of Officers & Directors	E-6		
<b>FINANCIAL SECTION</b>			
Comparative Balance Sheet - Assets and Other Debits	F-1	Unamortized Debt Discount / Expense / Premium	F-13
Comparative Balance Sheet - Equity Capital and Liabilities	F-2	Extraordinary Property Losses	F-13
Comparative Operating Statement	F-3	Miscellaneous Deferred Debits	F-14
Schedule of Year End Rate Base	F-4	Capital Stock	F-15
Schedule of Year End Capital Structure	F-5	Bonds	F-15
Capital Structure Adjustments	F-6	Statement of Retained Earnings	F-16
Utility Plant	F-7	Advances from Associated Companies	F-17
Utility Plant Acquisition Adjustments	F-7	Long Term Debt	F-17
Accumulated Depreciation	F-8	Notes Payable	F-18
Accumulated Amortization	F-8	Accounts Payable to Associated Companies	F-18
Regulatory Commission Expense - Amortization of Rate Case Expense	F-9	Accrued Interest and Expense	F-19
Nonutility Property	F-9	Misc. Current & Accrued Liabilities	F-20
Special Deposits	F-9	Advances for Construction	F-21
Investments and Special Funds	F-10	Other Deferred Credits	F-21
Accounts and Notes Receivable - Net	F-11	Contributions In Aid of Construction	F-22
Accounts Receivable from Associated Companies	F-12	Accumulated Amortization of CIAC	F-23
Notes Receivable from Associated Companies	F-12	Reconciliation of Reported Net Income with Taxable Income for Federal Income Taxes	F-23
Miscellaneous Current & Accrued Assets	F-12		

## TABLE OF CONTENTS

SCHEDULE	PAGE	SCHEDULE	PAGE
<b>WATER OPERATION SECTION</b>			
Listing of Water System Groups	W-1	CIAC Additions / Amortization	W-8
Schedule of Year End Water Rate Base	W-2	Water Operating Revenue	W-9
Water Operating Statement	W-3	Water Utility Expense Accounts	W-10
Water Utility Plant Accounts	W-4	Pumping and Purchased Water Statistics, Source Supply	W-11
Basis for Water Depreciation Charges	W-5	Water Treatment Plant Information	W-12
Analysis of Entries in Water Depreciation Reserve	W-6	Calculation of ERC's	W-13
Contributions In Aid of Construction	W-7	Other Water System Information	W-14
<b>WASTEWATER OPERATION SECTION</b>			
Listing of Wastewater System Groups	S-1	Contributions In Aid of Construction	S-7
Schedule of Year End Wastewater Rate Base	S-2	CIAC Additions / Amortization	S-8
Wastewater Operating Statement	S-3	Wastewater Utility Expense Accounts	S-9
Wastewater Utility Plant Accounts	S-4	Wastewater Operating Revenue	S-10
Analysis of Entries in Wastewater Depreciation Reserve	S-5	Calculation of ERC's	S-11
Basis for Wastewater Depreciation Charges	S-6	Wastewater Treatment Plant Information	S-12
		Other Wastewater System Information	S-13

# **EXECUTIVE SUMMARY**

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

**CERTIFICATION OF ANNUAL REPORT**

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

- |  |                                |    |   |
|--|--------------------------------|----|---|
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 1. | The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.   |
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.   |
| YES<br><input checked="" type="checkbox"/> | NO<br><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 the financial statement of the utility.  |
| YES<br><input checked="" type="checkbox"/> | NO<br><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.	2.	3.	4.
X	X	X	X

  
(Signature of Chief Executive Officer of the utility) \*

1.	2.	3.	4.

\_\_\_\_\_  
(Signature of Chief Financial Officer of the utility) \*

\* 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.

ANNUAL REPORT OF

YEAR OF REPORT  
December 31, 2003

Park Water Company Inc.

County: Polk

(Exact Name of Utility)

List below the exact mailing address of the utility for which normal correspondence should be sent:

Park Water Company Inc.  
25 First Avenue North  
Lake Wales, Florida 33853

Telephone: (863) 638-1285

E Mail Address:

WEB Site:

Sunshine State One-Call of Florida, Inc. Member Number

Name and address of person to whom correspondence concerning this report should be addressed:

Joseph G. Hodakowski CPA  
99 Grayrock Road  
Clinton, NJ 08809

Telephone: (908) 638-9075

List below the address of where the utility's books and records are located:

25 First Avenue North  
Lake Wales, Florida 33853

Telephone: (863) 638-1285

List below any groups auditing or reviewing the records and operations:

Date of original organization of the utility: 9/12/55

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

Individual  Partnership  Sub S Corporation  1120 Corporation

List below every corporation or person owning or holding directly or indirectly 5% or more of the voting securities of the utility:

	Name	Percent Ownership
1.	Anthony Staiano	100
2.		
3.		
4.		
5.		
6.		
7.		
8.		
9.		
10.		

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**DIRECTORY OF PERSONNEL WHO CONTACT  
THE FLORIDA PUBLIC SERVICE COMMISSION**

NAME OF COMPANY REPRESENTATIVE (1)	TITLE OR POSITION (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
Anthony Staiano	Pres.	Pres.	General
Kevin Egan		Manager	Operations
Joseph G. Hodakowski		CPA	Accountant

(1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.  
(2) Provide individual telephone numbers if the person is not normally reached at the company.  
(3) Name of company employed by if not on general payroll.

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

### COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

A. Park Water Company Inc. was formed in 1955 during the development of Crooked Lake in Polk County. It has been privately owned and operated in part and subsequently in it's entirety by the Staiano family. Louis Staiano started the corporation and now Anthony Staiano currently owns it.

B. Park Water Company Inc. has a service area of approximately 5 square miles. Currently it provides potable water service only to approximately 779 water connections. All services are metered. Meters are read and billed on a monthly basis. Park Water Company also provides fire protection through numerous fire hydrants, which produce in excess of 2000 gallons per minute in water flow.

C. Our goal as a corporation is to meet customer expectation regarding potable water service while being as efficient as possible. First and foremost we must provide safe and aesthetically pleasing potable water. Secondly we strive to keep costs down so that we may provide water at reasonable rates. Thirdly our goal is to provide fire protection to every customer in the form of fire hydrants with sufficient water flows.

D. Park Water Company Inc. has a small staff of 3 that is dedicated to providing quality customer service. Meter reading, billing, work orders, leak repair, book keeping, and customer service are handled by all three employees, so that response to customer requests can be made swiftly.

E. Growth in our service area has been relatively slow when compared to neighboring towns and communities. However it is only a matter of time until a large development or project comes into the service area.

F. Park Water Company Inc. installed a large standpipe in 1999 and booster pumps with a backup generator to ensure that we can operate during emergency conditions. These two projects enhanced our ability to provide fire protection as well as keep a constant 60 psi throughout the system.

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**PARENT / AFFILIATE ORGANIZATION CHART**

Current as of \_\_\_\_\_

Complete below an organizational chart that show all parents, subsidiaries and affiliates of the utility.  
The chart must also show the relationship between the utility and affiliates listed on E-7, E-10(a) and E-10(b).

NONE

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**COMPENSATION OF OFFICERS**

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.

NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	OFFICERS' COMPENSATION (d)
Anthony Staiano	Pres.	75	\$ 38,210
Jennifer Staiano	Secy/Treas	100	38,210

**COMPENSATION OF DIRECTORS**

For each director, list the number of director meetings attended by each director and the compensation received as a director from the respondent.

NAME (a)	TITLE (b)	NUMBER OF DIRECTORS' MEETINGS ATTENDED (c)	DIRECTORS' COMPENSATION (d)
			\$

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES**

List all contracts, agreements, or other business arrangements\* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
	NONE	\$	

\* Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.









**FINANCIAL  
SECTION**

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>UTILITY PLANT</b>				
101-106	Utility Plant	F-7	\$ 1,061,997	\$ 1,065,007
108-110	Less: Accumulated Depreciation and Amortization	F-8	340,378	367,001
Net Plant			\$ 721,619	\$ 698,006
114-115	Utility Plant Acquisition adjustment (Net)	F-7		
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 721,619	\$ 698,006
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$	\$
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property			\$	\$
123	Investment In Associated Companies	F-10		
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property & Investments			\$ 0	\$ 0
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ (24,799)	\$ (20,494)
132	Special Deposits	F-9		
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	38,985	32,383
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12		
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments			
171	Accrued Interest and Dividends Receivable			
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12	40,586	47,929
Total Current and Accrued Assets			\$ 54,772	\$ 59,818

\* Not Applicable for Class B Utilities

UTILITY NAME: Park Water Company Inc.

<b>YEAR OF REPORT</b> December 31, <u>2003</u>
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**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED DEBITS				
181	Unamortized Debt Discount & Expense	F-13	\$ _____	\$ _____
182	Extraordinary Property Losses	F-13	_____	_____
183	Preliminary Survey & Investigation Charges		_____	_____
184	Clearing Accounts		_____	_____
185 *	Temporary Facilities		_____	_____
186	Misc. Deferred Debits	F-14	4,124	1,478
187 *	Research & Development Expenditures		_____	_____
190	Accumulated Deferred Income Taxes		_____	_____
	Total Deferred Debits		\$ 4,124	\$ 1,478
	<b>TOTAL ASSETS AND OTHER DEBITS</b>		\$ <u>780,515</u>	\$ <u>759,302</u>

\* Not Applicable for Class B Utilities

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-15	\$ 29,500	\$ 29,500
204	Preferred Stock Issued	F-15		
202,205 *	Capital Stock Subscribed			
203,206 *	Capital Stock Liability for Conversion			
207 *	Premium on Capital Stock			
209 *	Reduction in Par or Stated Value of Capital Stock			
210 *	Gain on Resale or Cancellation of Reacquired Capital Stock			
211	Other Paid - In Capital			
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	(14,245)	(70,241)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ 15,255	\$ (40,741)
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17	537,858	518,858
Total Long Term Debt			\$ 537,858	\$ 518,858
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable			
232	Notes Payable	F-18	40,464	95,162
233	Accounts Payable to Associated Companies	F-18		
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits		4,202	5,992
236	Accrued Taxes	W/S-3	4,168	3,206
237	Accrued Interest	F-19		
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	8,290	8,979
Total Current & Accrued Liabilities			\$ 57,124	\$ 113,339

\* Not Applicable for Class B Utilities

UTILITY NAME: Park Water Company Inc.

<b>YEAR OF REPORT</b> December 31, 2003
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**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium On Debt	F-13	\$ _____	\$ _____
252	Advances For Construction	F-20	_____	_____
253	Other Deferred Credits	F-21	_____	_____
255	Accumulated Deferred Investment Tax Credits-		_____	_____
Total Deferred Credits			\$ <u>0</u>	\$ _____
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		_____	_____
265	Miscellaneous Operating Reserves		_____	_____
Total Operating Reserves			\$ <u>0</u>	\$ _____
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	\$ 218,893	\$222,051
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(48,615)	(54,205)
Total Net C.I.A.C.			\$ <u>170,278</u>	\$167,846
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ _____	\$ _____
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		_____	_____
283	Accumulated Deferred Income Taxes - Other		_____	_____
Total Accumulated Deferred Income Tax			\$ <u>0</u>	\$ _____
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ <u>780,515</u>	\$759,302

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 264,357	\$ 262,356
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			\$ 264,357	\$ 262,356
401	Operating Expenses	F-3(b)	\$ 218,191	\$ 210,167
403	Depreciation Expense:	F-3(b)	\$ 43,051	\$ 39,027
	Less: Amortization of CIAC	F-22	(5,497)	(5,590)
Net Depreciation Expense			\$ 37,554	\$ 33,437
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC)	F-3(b)	2,778	2,866
408	Taxes Other Than Income	W/S-3	28,447	36,015
409	Current Income Taxes	W/S-3		
410.10	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3		
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			\$ 286,970	\$ 282,485
Net Utility Operating Income			\$ (22,613)	\$ (20,129)
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)		
413	Income From Utility Plant Leased to Others			
414	Gains (losses) From Disposition of Utility Property			
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ (22,613)	\$ (20,129)

\* For each account,  
Column e should  
agree with Columns  
f, g and h  
on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 262,356	\$ _____	\$ _____
\$ 262,356	\$ _____	\$ _____
\$ 210,167	\$ _____	\$ _____
39,027 (5,590)	_____	_____
\$ 33,437	\$ _____	\$ _____
2,866 36,015	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
\$ 282,485	\$ _____	\$ _____
\$ (20,129)	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
\$ (20,129)	\$ _____	\$ _____

\* Total of Schedules W-3 / S-3 for all rate groups.

UTILITY NAME: Park Water Company, Inc.

YEAR OF REPORT  
December 31, 2003

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ (22,613)	\$ (20,129)
OTHER INCOME AND DEDUCTIONS				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ _____	\$ _____
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		_____	_____
419	Interest and Dividend Income		817	433
421	Nonutility Income		_____	_____
426	Miscellaneous Nonutility Expenses		_____	_____
Total Other Income and Deductions			\$ 817	\$ 433
TAXES APPLICABLE TO OTHER INCOME				
408.20	Taxes Other Than Income		\$ _____	\$ _____
409.20	Income Taxes		_____	_____
410.20	Provision for Deferred Income Taxes		_____	_____
411.20	Provision for Deferred Income Taxes - Credit		_____	_____
412.20	Investment Tax Credits - Net		_____	_____
412.30	Investment Tax Credits Restored to Operating Income		_____	_____
Total Taxes Applicable To Other Income			\$ 0	\$ 0
INTEREST EXPENSE				
427	Interest Expense	F-19	\$ 35,859	\$ 36,300
428	Amortization of Debt Discount & Expense	F-13	_____	_____
429	Amortization of Premium on Debt	F-13	_____	_____
Total Interest Expense			\$ 35,859	\$ 36,300
EXTRAORDINARY ITEMS				
433	Extraordinary Income		\$ _____	\$ _____
434	Extraordinary Deductions		_____	_____
409.30	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ _____	\$ _____
NET INCOME			\$ (57,655)	\$ (55,996)

Explain Extraordinary Income:

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UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$1,065,007	\$
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	366,693	
110	Accumulated Amortization	F-8	222,051	
271	Contributions In Aid of Construction	F-22		
252	Advances for Construction	F-20		
Subtotal			\$476,263	\$
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	54,205	
Subtotal			\$530,468	\$
114	Plus or Minus: Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)			
	Other (Specify):			
RATE BASE			\$530,468	\$
NET UTILITY OPERATING INCOME LOSS			\$(-20,129)	\$
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			LOSS	

NOTES:

- (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.  
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2008

**SCHEDULE OF CURRENT COST OF CAPITAL  
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING (1)**

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity	\$ 29,500	5.38	.1012	.544
Preferred Stock				
Long Term Debt	518,858	94.62	.1000	9.462
Customer Deposits				
Tax Credits - Zero Cost				
Tax Credits - Weighted Cost				
Deferred Income Taxes				
Other (Explain)				
<b>Total</b>	<b>\$ 548,358</b>	<b>100.00</b>		<b>10.006</b>

(1) If the utility's capital structure is not used, explain which capital structure is used.

\_\_\_\_\_

(2) Should equal amounts on Schedule F-6, Column (g).

(3) Mid-point of the last authorized Return On Equity or current leverage formula if none has been established.

Must be calculated using the same methodology used in the last rate proceeding using current annual report year end amounts and cost rates.

**APPROVED RETURN ON EQUITY**

Return on Equity:	<u>10.01</u> %
Return on Equity:	_____

**APPROVED AFUDC RATE**

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

AFUDC rate:	_____ %
AFUDC rate:	_____

If any utility capitalized any charge in lieu of AFUDC (such as interest only), state the basis of the charge, an explanation as to why AFUDC was not charged and the percentage capitalized.



UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

**UTILITY PLANT  
ACCOUNTS 101 - 106**

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 1,065,007	\$ _____	\$ _____	\$ 1,065,007
102	Utility Plant Leased to Other	_____	_____	_____	_____
103	Property Held for Future Use	_____	_____	_____	_____
104	Utility Plant Purchased or Sold	_____	_____	_____	_____
105	Construction Work in Progress	_____	_____	_____	_____
106	Completed Construction Not Classified	_____	_____	_____	_____
	Total Utility Plant	\$ 1,065,007	\$ _____	\$ _____	\$ 1,065,007

**UTILITY PLANT ACQUISITION ADJUSTMENTS  
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately.  
For any acquisition adjustments approved by the Commission, include the Order Number.

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
	Total Plant Acquisition Adjustments	\$ _____	\$ _____	\$ _____	\$ _____
115	Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
	Total Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
	Net Acquisition Adjustments	\$ 0	\$ _____	\$ _____	\$ 0



UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

**REGULATORY COMMISSION EXPENSE  
AMORTIZATION OF RATE CASE EXPENSE (ACCOUNTS 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (d)	AMOUNT (e)
Rate Case- 2000	\$ _____	407.1	\$ 2,778
Total	\$ _____		\$ 2,778

**NONUTILITY PROPERTY (ACCOUNT 121)**

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.

Other Items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
	\$ _____	\$ _____	\$ _____	\$ _____
Total Nonutility Property	\$ _____	\$ _____	\$ _____	\$ _____

**SPECIAL DEPOSITS ( ACCOUNTS 132 AND 133)**

Report hereunder all special deposits carried in Accounts 132 and 133.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132):	
	\$ _____
Total Special Deposits	\$ _____
OTHER SPECIAL DEPOSITS (Account 133):	
	\$ _____
Total Other Special Deposits	\$ _____

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**INVESTMENTS AND SPECIAL FUNDS  
ACCOUNTS 123 - 127**

Report hereunder all investments and special funds carried in Accounts 123 through 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (Account 123): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Investment in Associated Companies		\$ _____
UTILITY INVESTMENTS (Account 124): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Utility Investment		\$ _____
OTHER INVESTMENTS (Account 125): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Other Investment		\$ _____
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): _____ _____ _____ _____		\$ _____ _____ _____ _____
Total Special Funds		\$ _____

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

**ACCOUNTS AND NOTES RECEIVABLE - NET**  
**ACCOUNTS 141 - 144**

Report hereunder all accounts and notes receivable included in Accounts 141, 142, and 144. Amounts included in  
Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Water	\$ 28,328	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 28,328
OTHER ACCOUNTS RECEIVABLE ( Account 142):		
	\$	
Total Other Accounts Receivable		\$
NOTES RECEIVABLE (Account 144):		
Chemical Container	\$ 4,055	
Total Notes Receivable		\$ 4,055
Total Accounts and Notes Receivable		\$
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS ( Account 143 )		
Balance first of year	\$	
Add: Provision for uncollectibles for current year	\$	
Collection of accounts previously written off		
Utility Accounts		
Others		
Total Additions		\$
Deduct accounts written off during year:		
Utility Accounts		
Others		
Total accounts written off		\$
Balance end of year		\$
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET		\$ <u>32,383</u>

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES  
ACCOUNT 145**

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
Total	\$ _____

**NOTES RECEIVABLE FROM ASSOCIATED COMPANIES  
ACCOUNT 146**

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
	%\$ _____	\$ _____
	%\$ _____	\$ _____
	%\$ _____	\$ _____
	%\$ _____	\$ _____
	%\$ _____	\$ _____
	%\$ _____	\$ _____
	%\$ _____	\$ _____
Total		\$ _____

**MISCELLANEOUS CURRENT AND ACCRUED ASSETS  
ACCOUNT 174**

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
Watermain Project In Process	\$ 37,729
PrePaid Loan Fees	10,200
	_____
Total Miscellaneous Current and Accrued Liabilities	\$ 47,929

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT  
ACCOUNTS 181 AND 251**

Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Unamortized Debt Discount and Expense	\$ _____	\$ _____
UNAMORTIZED PREMIUM ON DEBT (Account 251): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Unamortized Premium on Debt	\$ _____	\$ _____

**EXTRAORDINARY PROPERTY LOSSES  
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
_____ _____ _____	\$ _____ _____ _____
Total Extraordinary Property Losses	\$ _____

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

MISCELLANEOUS DEFERRED DEBITS  
ACCOUNT 186

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1) Rate Case- 2000	\$ 2,646	\$ 1,478
Total Deferred Rate Case Expense	\$ 2,646	\$ 1,478
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):	\$	\$
Total Other Deferred Debits	\$	\$
REGULATORY ASSETS (Class A Utilities: Account. 186.3):	\$	\$
Total Regulatory Assets	\$	\$
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ 2,646	\$ 1,478

UTILITY NAME: Park Water Company Inc.

<b>YEAR OF REPORT</b> December 31, 2003
--

**CAPITAL STOCK  
ACCOUNTS 201 AND 204\***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
<b>COMMON STOCK</b>		
Par or stated value per share	%	\$ _____
Shares authorized		60
Shares issued and outstanding		60
Total par value of stock issued	%	\$29,500
Dividends declared per share for year	%	\$ _____
<b>PREFERRED STOCK</b>		
Par or stated value per share	%	\$ _____
Shares authorized		_____
Shares issued and outstanding		_____
Total par value of stock issued	%	\$ _____
Dividends declared per share for year	%	None

\* Account 204 not applicable for Class B utilities.

**BONDS  
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
_____	%	_____	\$ _____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
<b>Total</b>			\$ <u>None</u>

\* For variable rate obligations, provide the basis for the rate. (i.e., prime + 2%, etc.)

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**STATEMENT OF RETAINED EARNINGS**

1. Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.
2. Show separately the state and federal income tax effect of items shown in Account No. 439.

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance Beginning of Year	\$ (14,245)
439	Changes to Account: Adjustments to Retained Earnings ( requires Commission approval prior to use): Credits: _____	\$ _____
	_____	_____
	Total Credits:	\$ _____
	Debits: _____	\$ _____
	_____	_____
	Total Debits:	\$ _____
435	Balance Transferred from Income	\$ (55,996)
436	Appropriations of Retained Earnings: _____	_____
	_____	_____
	Total Appropriations of Retained Earnings	\$ _____
437	Dividends Declared: Preferred Stock Dividends Declared _____	_____
438	Common Stock Dividends Declared _____	_____
	_____	_____
	Total Dividends Declared	\$ _____
215	Year end Balance	\$ _____
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
	_____	_____
	_____	_____
214	Total Appropriated Retained Earnings	\$ _____
Total Retained Earnings		\$ <u>(70,241)</u>
Notes to Statement of Retained Earnings:		



UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2008

**NOTES PAYABLE  
ACCOUNTS 232 AND 234**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
NOTES PAYABLE ( Account 232): Wachovia Line Credit	%		\$ 50,000
Ford 2003 F-150	%		20,473
Ford Expedition	%		24,689
	%		
	%		
	%		
	%		
	%		
Total Account 232			\$ <u>95,162</u>
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 234			\$ <u>          </u>

\* For variable rate obligations, provide the basis for the rate. (i.e.. prime + 2%, etc.)

**ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES  
ACCOUNT 233**

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
	\$
Total	\$ <u>          </u>

YEAR OF REPORT  
December 31, 2003

UTILITY NAME: Park Water Company Inc.

ACCRUED INTEREST AND EXPENSE  
ACCOUNTS 237 AND 427

DESCRIPTION OF DEBIT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt	\$			\$	
Total Account 237.1	\$			\$ 36,300	
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities Customer Deposits	\$	427		\$	
Total Account 237.2	\$			\$	
Total Account 237 (1)	\$			\$	
INTEREST EXPENSED:					
Total accrual Account 237		237			
Less Capitalized Interest Portion of AFUDC:					
Net Interest Expensed to Account No. 427 (2)				\$ 36,300	

(1) Must agree to F-2 (a), Beginning and  
Ending Balance of Accrued Interest.  
(2) Must agree to F-3 (c), Current  
Year Interest Expense

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES  
ACCOUNT 241

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
Unearned Revenue	\$769
Due Sewer Collections	8,210
Total Miscellaneous Current and Accrued Liabilities	\$8,979

ADVANCES FOR CONSTRUCTION  
ACCOUNT 252

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	DEBITS		CREDITS (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
	\$	\$		\$	
Total	\$	\$		\$	\$

\* Report advances separately by reporting group, designating water or wastewater in column (a).

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**OTHER DEFERRED CREDITS  
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1):  _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Regulatory Liabilities	\$ _____	\$ _____
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2):  _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____
Total Other Deferred Liabilities	\$ _____	\$ _____
TOTAL OTHER DEFERRED CREDITS	\$ <u>0</u>	\$ <u>0</u>

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>218,893</u>	\$ _____	\$ _____	\$ <u>218,893</u>
Add credits during year:	\$ <u>3,158</u>	\$ _____	\$ _____	\$ <u>3,158</u>
Less debit charged during the year	\$ _____	\$ _____	\$ _____	\$ _____
Total Contribution In Aid of Construction	\$ <u>222,051</u>	\$ _____	\$ _____	\$ <u>222,051</u>

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 272**

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>48,615</u>	\$ _____	\$ _____	\$ <u>48,615</u>
Debits during the year:	\$ _____	\$ _____	\$ _____	\$ _____
Credits during the year	\$ <u>5,590</u>	\$ _____	\$ _____	\$ <u>5,590</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u>54,205</u>	\$ _____	\$ _____	\$ <u>54,205</u>

UTILITY NAME: Park Water Company Inc.

<b>YEAR OF REPORT</b> December 31 2003
---

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES (UTILITY OPERATIONS)**

- 1 The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computations of all tax accruals.
- 2 If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignments or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year	F-3(c)	\$ _____
Reconciling items for the year:		
Taxable income not reported on books:		
_____		
_____		
_____		
Deductions recorded on books not deducted for return:		
_____		
_____		
_____		
Income recorded on books not included in return:		
_____		
_____		
_____		
Deduction on return not charged against book income:		
_____		
_____		
_____		

Federal tax net income	\$ _____
------------------------	----------

Computation of tax :  
                                   N/A- Corp. is a Sub S

**WATER  
OPERATION  
SECTION**



UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SYSTEM NAME / COUNTY : \_\_\_\_\_

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 1,065,007
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	366,781
110	Accumulated Amortization		220
271	Contributions In Aid of Construction	W-7	
252	Advances for Construction	F-20	
	Subtotal		\$ 367,001
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 54,205
	Subtotal		\$ 421,206
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		
	Other (Specify):		
	WATER RATE BASE		\$ <u>643,801</u>
	WATER OPERATING INCOME	W-3	\$ (17,351)
	ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)		<u>Loss</u>

- NOTES : (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.  
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

SYSTEM NAME / COUNTY : Polk

**WATER OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
UTILITY OPERATING INCOME			
400	Operating Revenues	W-9	\$ 262,356
469	Less: Guaranteed Revenue and AFPI	W-9	
Net Operating Revenues			\$ 262,356
401	Operating Expenses	W-10(a)	\$ 207,389
403	Depreciation Expense	W-6(a)	39,027
	Less: Amortization of CIAC	W-8(a)	5,590
Net Depreciation Expense			\$ 33,437
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	2,866
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee		11,896
408.11	Property Taxes		14,853
408.12	Payroll Taxes		9,266
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ 36,015
409.1	Income Taxes		
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
Utility Operating Expenses			\$ 279,707
Utility Operating Income			\$ (17,351)
469	Add Back: Guaranteed Revenue (and AFPI)	W-9	\$
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
Total Utility Operating Income			\$ (17,351)
			Loss

YEAR OF REPORT  
December 31, 2003

UTILITY NAME: Park Water Company Inc.

SYSTEM NAME / COUNTY: Polk

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 3,500			\$ 3,500
302	Franchises				
303	Land and Land Rights				
304	Structures and Improvements	94,814			94,814
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	4,670			4,670
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment	20,694			20,694
311	Pumping Equipment	89,088			89,088
320	Water Treatment Equipment	8,021			8,021
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Mains	677,807			677,807
333	Services				
334	Meters and Meter Installations	37,382	2,635		40,017
335	Hydrants	795			795
336	Backflow Prevention Devices	1,302			1,302
339	Other Plant Miscellaneous Equipment	10,199			10,199
340	Office Furniture and Equipment	49,137			49,137
341	Transportation Equipment	59,984	22,540	22,165	60,359
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	3,858			3,858
344	Laboratory Equipment	159			159
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant	587			587
	TOTAL WATER PLANT	\$ 1,061,997	\$ 25,175	\$ 22,165	\$ 1,065,007

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

W-4(a)  
GROUP

YEAR OF REPORT  
December 31 2003

UTILITY NAME: Park Water Company Inc.

SYSTEM NAME / COUNTY: Polk

WATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 INTANGIBLE PLANT (d)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (e)	.3 WATER TREATMENT PLANT (f)	.4 TRANSMISSION AND DISTRIBUTION PLANT (g)	.5 GENERAL PLANT (h)
301	Organization	\$ 3,500	\$ 3,500				
302	Franchises	94,814	94,814				
303	Land and Land Rights						
304	Structures and Improvements						
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes			4,670			
307	Wells and Springs	4,670					
308	Infiltration Galleries and Tunnels						
309	Supply Mains						
310	Power Generation Equipment	20,694		20,694			
311	Pumping Equipment	89,088		89,088			
320	Water Treatment Equipment	8,021			8,021		
330	Distribution Reservoirs and Standpipes					677,807	
331	Transmission and Distribution Mains	677,807					
333	Services						
334	Meters and Meter Installations	40,017				40,017	
335	Hydrants	795				795	
336	Backflow Prevention Devices	1,302				1,302	
339	Other Plant Miscellaneous Equipment	10,199				10,199	
340	Office Furniture and Equipment	49,137					49,137
341	Transportation Equipment	60,359					60,359
342	Stores Equipment						
343	Tools, Shop and Garage Equipment	3,858					3,858
344	Laboratory Equipment	159					159
345	Power Operated Equipment						
346	Communication Equipment						
347	Miscellaneous Equipment						
348	Other Tangible Plant	587					587
	TOTAL WATER PLANT	\$ 1,065,007	\$ 98,314	\$ 114,452	\$ 8,021	\$ 730,120	\$ 114,100

W-4(b)  
GROUP

UTILITY NAME:

Park Water Company Inc.

YEAR OF REPORT December 31, 2003
-------------------------------------

SYSTEM NAME / COUNTY : \_\_\_\_\_

**BASIS FOR WATER DEPRECIATION CHARGES**

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
304	Structures and Improvements	28	0	3.57
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	27	0	3.7
308	Infiltration Galleries and Tunnels			
309	Supply Mains			
310	Power Generation Equipment	17	0	5.88
311	Pumping Equipment	15	0	6.67
320	Water Treatment Equipment	17	0	5.88
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	38	0	2.63
333	Services			
334	Meters and Meter Installations	17	0	5.88
335	Hydrants	17	0	5.88
336	Backflow Prevention Devices	17	0	5.88
339	Other Plant Miscellaneous Equipment	20	0	5
340	Office Furniture and Equipment	15	0	6.67
341	Transportation Equipment	6	0	16.67
342	Stores Equipment			
343	Tools, Shop and Garage Equipment	15	0	6.67
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	10	0	10
Water Plant Composite Depreciation Rate *				

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

Depreciation rates in use were adjusted to rate case findings in 2000.

YEAR OF REPORT  
December 31, 2003

UTILITY NAME: Park Water Company Inc.

SYSTEM NAME / COUNTY: Polk

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d+e) (f)
304	Structures and Improvements	\$ 29,379	\$ 3,385		\$ 3,385
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	3,955	173		173
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment	3,087	1,217		1,217
311	Pumping Equipment	29,625	4,760		4,760
320	Water Treatment Equipment	5,331	471		471
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Mains	209,042	17,827		17,827
333	Services				
334	Meters and Meter Installations	5,250	2,305		2,305
335	Hydrants	70	20		20
336	Backflow Prevention Devices	117	78		78
339	Other Plant Miscellaneous Equipment	7,113	510		510
340	Office Furniture and Equipment	33,973	3,134		3,134
341	Transportation Equipment	12,661	4,815		4,815
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	633	257		257
344	Laboratory Equipment				
345	Power Operated Equipment	24	16		16
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant	118	59		59
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 340,378	\$ 39,027	\$	\$ 39,027

\* Specify nature of transaction  
Use ( ) to denote reversal entries.

W-6(a)  
GROUP

YEAR OF REPORT  
December 31, 2003

UTILITY NAME: Park Water Company Inc.

SYSTEM NAME / COUNTY: Polk

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO.	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i) (j)	BALANCE AT END OF YEAR (c+f-k) (l)
304	Structures and Improvements	\$	\$	\$	\$	\$ 32,764
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs					4,128
308	Infiltration Galleries and Tunnels					
309	Supply Mains					
310	Power Generation Equipment					4,304
311	Pumping Equipment					34,385
320	Water Treatment Equipment					
330	Distribution Reservoirs and Standpipes					5,802
331	Transmission and Distribution Mains					
333	Services					226,869
334	Meters and Meter Installations					7,555
335	Hydrants					90
336	Backflow Prevention Devices					195
339	Other Plant Miscellaneous Equipment					7,623
340	Office Furniture and Equipment					37,107
341	Transportation Equipment	12,624				4,852
342	Stores Equipment					
343	Tools, Shop and Garage Equipment					890
344	Laboratory Equipment					
345	Power Operated Equipment					40
346	Communication Equipment					
347	Miscellaneous Equipment					
348	Other Tangible Plant					177
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 12,624	\$	\$	\$	\$ 366,781

W-6(b)  
GROUP \_\_\_\_\_

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

SYSTEM NAME / COUNTY : Polk

CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ <u>218,893</u>
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ <u>3,158</u>
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	<u>                </u>
Total Credits		\$ <u>3,158</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ <u>                </u>
Total Contributions In Aid of Construction		\$ <u>222,051</u>

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all debits charged to Account 271 during the year below:

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UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SYSTEM NAME / COUNTY : Polk

**WATER CIAC SCHEDULE "A"**

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY,  
MAIN EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR.

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Meter Set Fees		\$	\$ 758
Plant Capacity			508
Drain Line Extension			1,692
Backflow Preventors			200
Total Credits			\$ <u>3,158</u>

**ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION**

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 48,615
Debits during the year:	
Accruals charged to Account 272	\$ 5,590
Other debits (specify):	
Total debits	\$ 5,590
Credits during the year (specify):	
Total credits	\$
Balance end of year	\$ <u>54,205</u>

UTILITY NAME: Park Water Company Inc.  
 SYSTEM NAME / COUNTY: Polk

YEAR OF REPORT December 31, 2003
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**WATER CIAC SCHEDULE "B"**  
 ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION  
 RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS  
 WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
		\$ _____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
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		_____
		_____
		_____
		_____
		_____
		_____
		_____
Total Credits		\$ _____

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SYSTEM NAME / COUNTY: Polk

**WATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$
	Metered Water Revenue:			
461.1	Sales to Residential Customers	751		146,513
461.2	Sales to Commercial Customers	26		76,852
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings	6		27,888
	Total Metered Sales	783		\$ 251,253
	Fire Protection Revenue:			
462.1	Public Fire Protection			
462.2	Private Fire Protection			
	Total Fire Protection Revenue			\$
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	Total Water Sales	783		\$ 251,253
	Other Water Revenues:			
469	Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			11,103
	Total Other Water Revenues			\$ 11,103
	Total Water Operating Revenues			\$ 262,356

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SYSTEM NAME / COUNTY: Polk

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 38,210	\$ 9,500	\$ 3,000
603	Salaries and Wages - Officers, Directors and Majority Stockholders	76,420	13,000	
604	Employee Pensions and Benefits	19,291		
610	Purchased Water			
615	Purchased Power	11,177	10,907	
616	Fuel for Power Production	1,354	1,354	
618	Chemicals	2,169		
620	Materials and Supplies	9,995	1,400	1,400
631	Contractual Services-Engineering			
632	Contractual Services - Accounting	5,575		
633	Contractual Services - Legal			
634	Contractual Services - Mgt. Fees	12,034		
635	Contractual Services - Testing	2,180		
636	Contractual Services - Other	1,600		
641	Rental of Building/Real Property			
642	Rental of Equipment			
650	Transportation Expenses	6,964		
656	Insurance - Vehicle	2,691	2,900	
657	Insurance - General Liability	10,200	2,000	1,391
658	Insurance - Workman's Comp.	605	120	
659	Insurance - Other			
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	(2,778)		
667	Regulatory Commission Exp.-Other			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense	957		
675	Miscellaneous Expenses	8,745	150	150
Total Water Utility Expenses		\$ 210,167	\$ 41,331	\$ 5,941

UTILITY NAME:

Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SYSTEM NAME / COUNTY :

Polk

WATER EXPENSE ACCOUNT MATRIX

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)
\$ 9,500	\$ 3,000	\$ 10,210	\$ 3,000	\$	\$
13,000		13,000		18,710	18,710
5,000	1,400	5,000	1,400	3,246	3,245
270					
2,169					
1,400	1,400	1,400	1,400	798	798
2,180				11,000	1,034
800		1,200		664	1,400
300		400			600
2,000		2,000			4,200
80		120			285
					(2,778)
150	100	150	100	957	
				150	7,795
\$ 36,849	\$ 5,900	\$ 33,480	\$ 5,900	\$ 35,523	\$ 45,241

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

SYSTEM NAME / COUNTY: Polk

**PUMPING AND PURCHASED WATER STATISTICS**

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) [(b)+(c)-(d)] (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)
January		7,975	10	7,965	7,517
February		6,931	10	6,921	6,569
March		7,032	30	7,002	5,756
April		8,879	20	8,859	8,555
May		9,868	10	9,858	11,117
June		7,683	20	7,663	5,286
July		7,415	40	7,375	4,812
August		6,781	10	6,771	5,046
September		5,678	10	5,668	6,439
October		7,511	20	7,491	5,923
November		6,553	30	6,523	7,311
December		7,511	10	7,501	5,341
Total for Year	0	89,887	220	89,597	79,672

If water is purchased for resale, indicate the following:

Vendor N/A

Point of delivery \_\_\_\_\_

If water is sold to other water utilities for redistribution, list names of such utilities below:

N/A

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
<u>1,050 ft. 6" well</u>	<u>1,500 GPM</u>	<u>144,000</u>	<u>Ground</u>
<u>850 ft. 6" well</u>	<u>2,500 GPM</u>	<u>144,000</u>	<u>Ground</u>

UTILITY NAME: Park Water Company Inc.

**YEAR OF REPORT**  
December 31, 2003

SYSTEM NAME / COUNTY: Polk

**WATER TREATMENT PLANT INFORMATION**

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>3 MGD</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorine Disinfection Only</u>
<b>LIME TREATMENT</b>	
Unit rating (i.e., GPM, pounds per gallon): _____	Manufacturer: _____
<b>FILTRATION</b>	
Type and size of area:	
Pressure (in square feet): _____	Manufacturer: _____
Gravity (in GPM/square feet): _____	Manufacturer: _____

UTILITY NAME:

Park Water Company Inc.

YEAR OF REPORT  
December 31 2003

SYSTEM NAME / COUNTY :

Polk

**CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS**

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	754	754
5/8"	Displacement	1.0	11	11
3/4"	Displacement	1.5		
1"	Displacement	2.5	1	2.5
1 1/2"	Displacement or Turbine	5.0	1	5
2"	Displacement, Compound or Turbine	8.0	15	120
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				<u>892.5</u>

**CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use 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 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 / 350 gallons per day )

ERC Calculation:

$$58,769,000 / 754 / 365 = 213 \text{ gals. per day}$$

W-13

GROUP \_\_\_\_\_

SYSTEM \_\_\_\_\_

UTILITY NAME: Park Water Company Inc.

YEAR OF REPORT  
December 31, 2003

SYSTEM NAME / COUNTY : Polk

**OTHER WATER SYSTEM INFORMATION**

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

1. Present ERC's \* the system can efficiently serve. 1,735

2. Maximum number of ERCs \* which can be served. 1,735

3. Present system connection capacity (in ERCs \*) using existing lines. \_\_\_\_\_

4. Future connection capacity (in ERCs \*) upon service area buildout. 1,735

5. Estimated annual increase in ERCs \*. 2.3%

6. Is the utility required to have fire flow capacity? YES  
If so, how much capacity is required? 1,000 GPM

7. Attach a description of the fire fighting facilities.

8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. \_\_\_\_\_  
We are currently planning to replace approximately 80% of our existing distribution system with 6" p.v.c mains

9. When did the company last file a capacity analysis report with the DEP? \_\_\_\_\_

10. If the present system does not meet the requirements of DEP rules:  
N/A  
a. Attach a description of the plant upgrade necessary to meet the DEP rules.  
b. Have these plans been approved by DEP? \_\_\_\_\_  
c. When will construction begin? \_\_\_\_\_  
d. Attach plans for funding the required upgrading.  
e. Is this system under any Consent Order with DEP? No

11. Department of Environmental Protection ID # PWS ID #6530408

12. Water Management District Consumptive Use Permit # 20 4005 003  
a. Is the system in compliance with the requirements of the CUP? YES  
b. If not, what are the utility's plans to gain compliance? N/A

\* An ERC is determined based on the calculation on the bottom of Page W-13.