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**ANNUAL REPORT OF
NATURAL GAS UTILITIES**

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Public Service Commission
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FLORIDA DIVISION OF CHESAPEAKE UTILITIES CORPORATION
(EXACT NAME OF RESPONDENT)

WINTER HAVEN, FLORIDA
(ADDRESS OF RESPONDENT)

TO THE

FLORIDA PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2013

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
DIVISION OF
ACCOUNTING & FINANCE

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COMMISSION

Officer or other person to whom correspondence should be addressed concerning this report:

Name	Cheryl Martin	Title	Director of Regulatory Affairs
Address	1641 Worthington Road Suite 220 City West Palm Beach		State FL
Telephone No.	561.838.1725	PSC/ECR 020-G (12/03)	

Independent Auditors' Report

Board of Directors and Stockholder
Chesapeake Utilities Corporation and Chesapeake Utilities Corporation – Florida Division

We have audited the accompanying financial statements of Chesapeake Utilities Corporation – Florida Division, which comprise the balance sheets - regulatory basis as of December 31, 2013 and 2012, and the related statements of income - regulatory basis for each of the two years in the period ended December 31, 2013 and the statement of retained earnings - regulatory basis for the year ended December 31, 2013, and the related notes to the financial statements, included on pages 6 through 11 of the accompanying Annual Report of Natural Gas Utilities, as filed with the Florida Public Service Commission.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Florida Public Service Commission, which is substantially equivalent to the accounting requirements of the Federal Energy Regulatory Commission as set forth in its applicable Uniform System of Accounts and published accounting releases. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and proprietary capital of Chesapeake Utilities Corporation – Florida Division as of December 31, 2013 and 2012, and its income and expenses for the years then ended in accordance with the financial reporting provisions of the Florida Public Service Commission, which are substantially equivalent to the accounting requirements of the Federal Energy Regulatory Commission as set forth in its applicable Uniform System of Accounts and published accounting releases described in Note 1.

Regulatory Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. As described in Note 1 to the financial statements, the financial statements are prepared by Chesapeake Utilities Corporation – Florida Division on the basis of the financial reporting provisions of the Florida Public Service Commission, which are substantially equivalent to the accounting requirements of the Federal Energy Regulatory Commission as set forth in its applicable Uniform System of Accounts and published accounting releases, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Restriction on Use

Our report is intended solely for the information and use of the board of directors and management of Chesapeake Utilities Corporation and Chesapeake Utilities Corporation – Florida Division and for filing with the Florida Public Service Commission and is not intended to be and should not be used by anyone other than these specified parties.

ParenteBeard LLC

Philadelphia, Pennsylvania
May 28, 2014

**INSTRUCTIONS FOR FILING THE
ANNUAL REPORT OF NATURAL GAS UTILITIES**

GENERAL INSTRUCTIONS

- I. Prepare this report in conformity with the Uniform System of Accounts (18 CFR 201) (U.S. of A.). Interpret all accounting words and phrases in accordance with the U.S. of A.
- II. Enter in whole numbers (dollars or Mcf) only, except where otherwise noted. (Enter cents for averages and figures per unit where cents are important.) The truncating of cents is allowed except on the four basic financial statements where rounding to dollars is required. The amounts shown on all supporting pages must agree with the amounts entered on the statements that they support. When applying thresholds to determine significance for reporting purposes, use for balance sheet accounts the balances at the end of the current reporting year, and use for statement of income accounts the current year's amounts.
- III. 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.
- IV. For any page that is not applicable to the respondent, enter the words "Not Applicable" on the particular page.
- V. Provide a supplemental statement further explaining accounts or pages as necessary. Attach the supplemental statement to the page being supplemented on 8 1/2 by 11 inch paper. Provide the appropriate identification information on the supplemental page, including the title of the page and the page number. Do not change the page numbers.
- VI. Do not make references to reports of previous years or to other reports in lieu of required entries, except as specifically authorized.
- VII. Wherever schedule pages refer to figures from a previous year, the figures reported must be based upon those shown by the annual report of the previous year, or an appropriate explanation given as to why different figures were used.
- VIII. Report all gas volumes on a pressure base of 14.73 psia and a temperature base of 60° F.

DEFINITIONS

- I. Btu per cubic foot - The total heating value expressed in Btu, produced by the combustion, at constant pressure, of the amount of the gas which would occupy a volume of 1 cubic foot at a temperature of 60° F if saturated with water vapor and under a pressure equivalent to that of 30 inches of mercury at 32° F, and under standard gravitational force (980.665 cm per sec. ²) with air of the same temperature and pressure as the gas, when the products of combustion are cooled to the initial temperature of gas and air when the water formed by combustion is condensed to the liquid state. (Sometimes called gross heating value or total heating value.)
- II. Respondent - The person, corporation, licensee, agency, authority, or other legal entity or instrumentality in whose behalf the report is made.

ANNUAL REPORT OF NATURAL GAS UTILITIES

IDENTIFICATION

01 Exact Legal Name of Respondent	02 Year of Report
CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION	31-Dec-13
03 Previous Name and Date of Change (if name changed during year)	
04 Address of Principal Office at End of Year (Street, City, State, Zip Code)	
1015 6TH ST. NW, WINTER HAVEN, FL 33881	
05 Name of Contact Person	06 Title of Contact Person
CHERYL MARTIN	DIRECTOR OF REGULATORY AFFAIRS
07 Address of Contact Person (Street, City, State, Zip Code)	
1641 WORTHINGTON ROAD SUITE 220, WEST Palm BEACH FL 33409	
08 Telephone of Contact Person, Including Area Code	09 Date of Report (Mo., Day, Yr)
561.838.1725	

ATTESTATION

I certify that I am the responsible accounting officer of

CHESAPEAKE UTILITIES CORPORATION

that I have examined the following report; that to the best of my knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the period from January 1, 2012 to December 31, 2013, inclusive.

I also certify that all affiliated transfer prices and affiliated cost allocations were determined consistent with the methods reported to this Commission on the appropriate forms included in this report.

I am aware that Section 837.06, Florida Statutes, provides:

Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his or her official duty shall be guilty of a misdemeanor of the second degree, punishable as provided in S. 775.082 and S. 775.083.

Beth W. Cooper
Signature

5/24/14
Date

BETH W. COOPER
Name

SR VICE PRESIDENT, CHIEF FINANCIAL OFFICER
Title

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CONTROL OVER RESPONDENT

1. If any corporation, business trust, or similar organization or combination of such organizations jointly held control over the respondent at end of year, state name of controlling corporation or organization, manner in which control was held, and extent of control. If control was in a holding company organization, show the chain of ownership or control to the main parent company or organization. If control was held by a trustee(s), state name of trustee(s).
2. If the above required information is available from the SEC 10-K Report Form filing, a specific reference to the report form (i.e. year and company title) may be listed provided the fiscal years for both the 10-K report and this report are compatible.

The Florida division of Chesapeake Utilities Corporation (d.b.a. Central Florida Gas) is an operating division of Chesapeake Utilities Corporation ("Chesapeake"). The most recent annual report or Form 10-K filed with the SEC by Chesapeake contains the organization structure.

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- 12 and similar organizations, controlled directly or indirectly by respondent at any time during the year. If control ceased prior to end of year, give particulars (details) in a footnote.
2. If control was by other means than a direct holding of voting rights, state in a footnote the manner in which control was held, naming any intermediaries involved.
3. If control was held jointly with one or more other interests, state the fact in a footnote and name the other interests.
4. If the above required information is available from the SEC 10-K Report Form filing, a specific reference to the report form (i.e. year and company title) may be listed in column (a) provided the fiscal years for both the 10-K report and this report are compatible.

DEFINITIONS

1. See the Uniform System of Accounts for a definition of control.
2. Direct control is that which is exercised without interposition of an intermediary.
3. Indirect control is that which is exercised by the interposition of an intermediary which exercises direct control.
4. Joint control is that in which neither interest can effectively control or direct action without the consent of the other, as where the voting control is equally divided between two holders, or each party holds a veto power over the other. Joint control may exist by mutual agreement or understanding between two or more parties who together have control within the meaning of the definition of control in the Uniform System of Accounts, regardless of the relative voting rights of each party.

Name of Company Controlled (a)	Kind of Business (b)	Percent Voting Stock Owned (c)	Footnote Ref. (d)
THE FLORIDA DIVISION OF CHESAPEAKE UTILITIES CORPORATION DOES NOT CONTROL ANY OTHER ORGANIZATIONS, BUSINESS TRUSTS, OR CORPORATIONS. HOWEVER, OUR PARENT COMPANY, CHESAPEAKE UTILITIES CORPORATION, DOES DIRECTLY OR INDIRECTLY CONTROL OTHER SUBSIDIARIES. THESE ORGANIZATIONS ARE LISTED IN CHESAPEAKE'S FORM 10-K			

OFFICERS

1. Report below the name, title and salary for each executive officer whose salary is \$50,000 or more. An "executive officer" of a respondent includes its president, secretary, treasurer, and vice president in charge of a principal business unit, division or function (such as sales, administration or finance), and any other person who performs similar policymaking functions.
 2. If a change was made during the year in the incumbent of any position, show name and total remuneration of the previous incumbent, and date the change in incumbency was made.

Title (a)	Name of Officer (b)	Salary for Year (c)
President and Chief Executive Officer	Michael P. McMasters	\$ 29,330
Senior Vice President	Stephen C. Thompson	\$ 79,375
Senior Vice President, Chief Financial Officer	Beth W. Cooper	\$ 17,852
Senior Vice President (1)	Elaine B. Bittner	\$ 18,266
Vice President	Matthew M. Kim	\$ 15,035
Treasurer	Thomas E. Mahn	\$ 8,825
Vice President (2)	John J. Lewnard	\$ 7,419
Vice President (3)	Joanne Friedel	\$ -
Vice President (3)	Mark Eisenhower	\$ -

Note: The salaries above represent only that portion allocated to the Florida Division of Chesapeake Utilities Corporation.

(1) Effective May 2013; previously served as Vice President
 (2) Effective July 2013
 (3) Effective March 2014

DIRECTORS

1. Report below the information called for concerning each director of the respondent who held office at any time during the year. Include in column (a) abbreviated titles of the directors who are officers of the respondent.
 2. Designate members of the Executive Committee by an asterisk and the Chairman of the Executive Committee by a double asterisk.

Name (and Title) of Director (a)	Principal Business Address (b)	No. of Directors Meetings During Yr. (c)	Fees During Year (d)
Ralph J. Adkins, Chairman of Board	909 Silver Lake Blvd. , Dover Delaware 19901	21	\$ 562
Eugene H. Bayard, Director	909 Silver Lake Blvd. , Dover Delaware 19901	12	\$ 1,060
Richard Bernstein, Director	909 Silver Lake Blvd., Dover Delaware 19901	14	\$ 1,217
Thomas J. Bresnan, Director	909 Silver Lake Blvd. , Dover Delaware 19901	13	\$ 1,137
Thomas P. Hill, Jr., Director	909 Silver Lake Blvd. , Dover Delaware 19901	13	\$ 1,137
Dennis S. Hudson, III, Director	909 Silver Lake Blvd. , Dover Delaware 19901	10	\$ 968
Paul L. Maddock, Jr., Director	909 Silver Lake Blvd. , Dover Delaware 19901	12	\$ 1,137
J. Peter Martin, Director, (2)	909 Silver Lake Blvd. , Dover Delaware 19901	3	\$ 256
Joseph E. Moore, Esq., Director	909 Silver Lake Blvd. , Dover Delaware 19901	17	\$ 1,414
Calvert A. Morgan, Jr., Director	909 Silver Lake Blvd. , Dover Delaware 19901	18	\$ 1,472
Dianna F. Morgan, Director	909 Silver Lake Blvd. , Dover Delaware 19901	14	\$ 1,217
John R. Schimkaitis, Vice Chairman	909 Silver Lake Blvd. , Dover Delaware 19901	8	\$ 746
Michael P. McMasters, President & CEO	909 Silver Lake Blvd. , Dover Delaware 19901	23	\$ -

Note: The fees above represent only that portion allocated to the Florida Division of Chesapeake Utilities Corporation.

(2) Effective May 2013, no longer a Director

SECURITY HOLDERS AND VOTING POWERS

1. Give the names and addresses of the 10 security holders of the respondents who, at the date of the latest closing of the stock book or compilation of the list of stockholders of the respondent, prior to the end of the year, had the highest voting powers in the respondent, and state the number of votes which each would have had the right to cast on that date if a meeting were in order. If any such holder held in trust, give in a footnote the known particulars of the trust (whether voting trust, etc.) duration of the trust, and principal holders of beneficiary interests in the trust. If the stock book was not closed or a list of stockholders was not compiled within one year prior to the end of the year, or if since the previous compilation of a list of stockholders, some other class of security has become vested with voting rights, then show such 10 security holders as of the close of the year. Arrange the names of the security holders in the order of voting power, commencing with the highest. Show in column (a) the titles of officers and directors included in such list of 10 security holders.

2. If any security other than stock carries voting rights, explain in a supplemental statement of circumstances whereby such security became

vested with voting rights and give others important particulars (details) concerning the voting rights of such security. State whether voting rights are actual or contingent if contingent, describe the contingency.

3. If any class or issue of security has any special privileges in the election of directors, trustees or managers, or in the determination of corporate action by any method, explain briefly in a footnote.

4. Furnish particulars (details) concerning any options, warrants, or rights outstanding at the end of the year for others to purchase securities of the respondent or any securities or other assets owned by the respondent, including prices, expiration dates, and other material information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by any officer, director, associated company, or any of the ten largest security holders.

VOTING SECURITIES

Name (Title) and Address of Security Holder (a)	Number of votes as of (date):			
	Total Votes (b)	Common Stock (c)	Preferred Stock (d)	Other (e)
TOTAL votes of all voting securities				
TOTAL number of security holders				
TOTAL votes of security holders listed below				
<p>The Florida division of Chesapeake , as a division, has no outstanding shares of common stock. Shareholder information for Chesapeake may be obtained through:</p> <p>Beth Cooper, Senior Vice President, CFO 909 Silver Lake Boulevard Dover, Delaware 19904</p>				

IMPORTANT CHANGES DURING THE YEAR

Give particulars (details) concerning the matters indicated below. Make the statements explicit and precise, and number them in accordance with the inquires. Each inquiry should be answered. Enter "none" "not applicable," or "NA" where applicable. If information which answers an inquiry is given elsewhere in the report, make a reference to the schedule in which it appears.

- Acquisition of ownership in other companies by reorganization, merger, or consolidation with other companies: Give name of companies involved, particulars concerning the transactions.
- Purchase or sale of an operating unit or system: Give brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any was required.

- Important extension or reduction of transmission or distribution system: State territory added or relinquished and date operations began or ceased also the approximate number of customers added or lost and approximate annual revenues of each class of service.
- State briefly the status of any materially important legal proceedings pending at the end of the year, and the results of any such proceedings culminated during the year.
- State briefly the status of any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.

- None
- None
- None
- None
- None

COMPARATIVE BALANCE SHEET (ASSETS AND OTHER DEBITS)

Line No.	Title of Account (a)	Ref. Page No. (b)	Balance at Beginning of Year (c)	Balance at End of Year (d)
1	UTILITY PLANT			
2	Utility Plant (101-106, 114)	12	\$ 70,029,036	\$ 76,516,065
3	Construction Work in Progress (107)	12	\$ 114,333	\$ 1,301,985
4	TOTAL Utility Plant Total of lines 2 and 3)		\$ 70,143,369	\$ 77,818,050
5	(Less) Accum. Prov. for Depr., Amort., Depl. & Acq. Adj. (108, 111, 115)	12	\$ (25,411,354)	\$ (26,988,122)
6	Net Utility Plant (Total of line 4 less 5)		\$ 44,732,015	\$ 50,829,928
7	Utility Plant Adjustments (116)	11		
8	Gas Stored (117.1, 117.2, 117.3, 117.4)	-		
9	OTHER PROPERTY AND INVESTMENTS			
10	Nonutility Property (121)	-		
11	(Less) Accum. Prov. for Depr. and Amort. (122)	-		
12	Investments in Associated Companies (123)	-		
13	Investment in Subsidiary Companies (123.1)	-		
14	Other Investments (124)	-		\$ 31
15	Special Funds (125, 126, 128)	-		
16	TOTAL Other Property and Investments (Total of lines 10 through 15)			\$ 31
17	CURRENT AND ACCRUED ASSETS			
18	Cash (131)	-	\$ (1,768)	\$ (47,354)
19	Special Deposits (132-134)	-		
20	Working Funds (135)	-	\$ 1,000	\$ 1,000
21	Temporary Cash Investments (136)	-		
22	Notes Receivable (141)	-		
11	Customer Accounts Receivable (142)	-	\$ 2,745,513	\$ 3,112,259
12	Other Accounts Receivable (143)	-	\$ 443,006	\$ 659,695
13	(Less) Accumulated Provision for Uncollectible Accounts-Credit (144)	-	\$ (45,359)	\$ (84,161)
14	Notes Receivable from Associated Companies (145)	-		
15	Accounts Receivable from Associated Companies (146)	-	\$ 235,180,500	\$ 247,624,377
16	Fuel Stock (151)	-		
17	Fuel Stock Expense Undistributed (152)	-		
18	Residuals (Electric) and Extracted Products (Gas) (153)	-		
19	Plant Material and Operating Supplies (154)	-	\$ 555,019	\$ 471,882
20	Merchandise (155)	-		
21	Other Material and Supplies (156)	-		
22	Stores Expenses Undistributed (163)	-		
23	Gas Stored Underground & LNG Stored (164.1-164.3)	-	\$ (370,699)	\$ (172,661)
24	Prepayments (165)	18	\$ 237,169	\$ 269,515
25	Advances for Gas (166-167)	-		
26	Interest and Dividends Receivable (171)	-		
27	Rents Receivable (172)	-		
28	Accrued Utility Revenues (173)	-		
29	Miscellaneous Current and Accrued Assets (174)	-		
30	TOTAL Current and Accrued Assets (Total of lines 18 through 41)		\$ 238,744,381	\$ 251,834,552
31	DEFERRED DEBITS			
32	Unamortized Debt Expense (181)	-		
33	Extraordinary Property Losses (182.1)	18		
34	Unrecovered Plant and Regulatory Study Costs (182.2)	18		
35	Other Regulatory Assets (182.3)	19		
36	Preliminary Survey and Investigation Charges (Gas) (183.1, 183.2)	-		
37	Clearing Accounts (184)	-	\$ 7,380	\$ -
38	Temporary Facilities (185)	-		
39	Miscellaneous Deferred Debits (186)	19	\$ 579,902	\$ 371,858
40	Deferred Losses from Disposition of Utility Plant. (187)	-		
41	Research, Development and Demonstration Expenditures (188)	-		
42	Unamortized Loss on Reacquired Debt (189)	20		
43	Accumulated Deferred Income Taxes (190)	24	\$ 650,788	\$ 987,869
44	Unrecovered Purchased Gas Costs (191)	-		\$ -
45	TOTAL Deferred Debits (Total of lines 44 through 56)		\$ 1,238,070	\$ 1,359,727
46	TOTAL Assets and other Debits (Total of lines 6, 7, 8, 16, 42, 57)		\$ 284,714,466	\$ 304,024,238

COMPARATIVE BALANCE SHEET (LIABILITIES AND OTHER CREDITS)

Line No.	Title of Account (a)	Ref. Page No. (b)	Balance at Beginning of Year (c)	Balance at End of Year (d)
1	PROPRIETARY CAPITAL			
2	Common Stock (201, 202, 203, 205, 206, 207)	-		
3	Preferred Stock Issued (204)	-		
4	Other Paid-In Capital (208-214)	-		
5	Retained Earnings (215, 216)	10	\$ 30,596,950	\$ 33,388,302
6	Unappropriated Undistributed Subsidiary Earnings (216.1)	10		
7	(Less) Reacquired Capital Stock (217)	-		
8	TOTAL Proprietary Capital (Total of lines 2 through 7)		\$ 30,596,950	\$ 33,388,302
9	LONG-TERM DEBT			
10	Bonds (221)	21		
11	(Less) Reacquired Bonds (222)	21		
12	Advances from Associated Companies (223)	21		
13	Other Long-Term Debt (224)	21		
14	Unamortized Premium on Long-Term Debt (225)	21		
15	(Less) Unamortized Discount on Long-Term Debt-Debit (226)	21		
16	TOTAL Long-Term Debt (Total of lines 10 through 15)			
17	OTHER NONCURRENT LIABILITIES			
18	Obligations Under Capital Leases - Noncurrent (227)	-		
19	Accumulated Provision for Property Insurance (228.1)	-		
20	Accumulated Provision for Injuries and Damages (228.2)	-	\$ 128,451	\$ 140,539
21	Accumulated Provision for Pensions and Benefits (228.3)	-	\$ 370,582	\$ 388,518
22	Accumulated Miscellaneous Operating Provisions (228.4)	-		
23	Accumulated Provision for Rate Refunds (229)	-		
13	TOTAL Other Noncurrent Liabilities (Total of lines 18 through 23)		\$ 499,033	\$ 529,057
14	CURRENT AND ACCRUED LIABILITIES			
15	Notes Payable (231)	-		
16	Accounts Payable (232)	-	\$ 1,658,577	\$ 1,951,070
17	Notes Payable to Associated Companies (233)	-		
18	Accounts Payable to Associated Companies (234)	-	\$ 239,730,078	\$ 253,979,042
19	Customer Deposits (235)	-	\$ 947,401	\$ 982,986
20	Taxes Accrued (236)	-	\$ 240,215	\$ 241,905
21	Interest Accrued (237)	-	\$ 42,290	\$ 20,987
22	Dividends Declared (238)	-		
23	Matured Long-Term Debt (239)	-		
24	Matured Interest (240)	-		
25	Tax Collections Payable (241)	-	\$ 184,372	\$ 161,205
26	Miscellaneous Current and Accrued Liabilities (242)	22	\$ 1,703	\$ 434,003
27	Obligations Under Capital Leases-Current (243)	-		
28				
29	TOTAL Current and Accrued Liabilities (Total of lines 26 through 39)		\$ 242,804,636	\$ 257,771,198
30	DEFERRED CREDITS			
31	Customer Advances for Construction (252)	-	\$ 173,984	\$ 174,269
32	Other Deferred Credits (253)	22	\$ (1,588,333)	\$ (1,734,754)
33	Other Regulatory Liabilities (254)	22	\$ 1,977,000	\$ 2,420,000
34	Accumulated Deferred Investment Tax Credits (255)	23	\$ 74,193	\$ 54,669
35	Deferred Gains from Disposition of Utility Plant (256)	-		
36	Unamortized Gain on Reacquired Debt (257)	20		
37	Accumulated Deferred Income Taxes (281-283)	24	\$ 10,177,003	\$ 11,421,497
38	TOTAL Deferred Credits (Total of lines 42 through 48)		\$ 10,813,847	\$ 12,335,681
39				
40	TOTAL Liabilities and Other Credits (Total of lines 8, 16, 24, 40 and 49)		\$ 284,714,466	\$ 304,024,238

STATEMENT OF INCOME

1. Use page 11 for important notes regarding the statement of income or any account thereof.
2. Give concise explanations on page 11 concerning significant amounts of any refunds made or received during the year.
3. Enter on page 11 a concise explanation of only those changes in accounting methods made during the year
- which had an effect on net income, including the basis of allocations and apportionments from those used in the preceding year. Also give the approximate dollar effect of such changes.
4. Explain in a footnote if the previous year's figures are different from that reported in prior reports.

Line No.	Account (a)	Ref. Page No. (b)	Total Gas Utility Current Year (c)	Total Gas Utility Previous Year (d)
1	UTILITY OPERATING INCOME			
2	Operating Revenues (400)	26	\$ 16,226,564	\$ 15,687,788
3	Operating Expenses			
4	Operation Expenses (401)	27-29	\$ 6,396,909	\$ 6,063,963
5	Maintenance Expenses (402)	27-29	\$ 477,960	\$ 955,496
6	Depreciation Expense (403)	15-16	\$ 2,587,099	\$ 2,410,168
7	Amortization & Depletion of Utility Plant (404-405)	-	\$ 424	\$ 424
8	Amortization of Utility Plant Acquisition Adjustment (406)	-		
9	Amortization of Property Losses, Unrecovered Plant and Regulatory Study Costs (407.1)	-		
10	Amortization of Conversion Expenses (407.2)	-		
11	Regulatory Debits (407.3)	-		
12	(Less) Regulatory Credits (407.4)	-		
13	Taxes Other Than Income Taxes (408.1)	23	\$ 1,443,028	\$ 1,293,479
11	Income Taxes - Federal (409.1)	-	\$ 753,165	\$ 1,142,989
12	- Other (409.1)	-	\$ 192,476	\$ 138,655
16	Provision for Deferred Income Taxes (410.1)	24	\$ 1,268,080	\$ 944,830
17	(Less) Provision for Deferred Income Taxes - Cr.(411.1)	24	\$ (441,306)	\$ (661,276)
18	Investment Tax Credit Adjustment - Net (411.4)	23		
19	(Less) Gains from Disposition of Utility Plant (411.6)	-		
20	Losses from Disposition of Utility Plant (411.7)	-		
21	Other Operating Income (412-414)	-		
22	TOTAL Utility Operating Expenses (Total of lines 4 -21)		\$ 12,677,835	\$ 12,288,728
23	Net Utility Operating Income (Total of line 2 less 22)			
24	(Carry forward to page 9, line 25)		\$ 3,548,730	\$ 3,399,060

STATEMENT OF INCOME (Continued)

Line No.	Account (a)	Ref. Page No. (b)	TOTAL	
			Current Year (c)	Previous Year (d)
25	Net Utility Operating Income (Carried forward from page 8)		\$ 3,548,730	\$ 3,399,060
26	Other Income and Deductions			
27	Other Income			
28	Nonutility Operating Income			
29	Revenues From Merchandising, Jobbing and Contract Work (415)	-		
30	(Less) Costs and Exp. of Merchandising, Job & Contract Work (416)	-		
31	Revenues From Nonutility Operations (417)	-	\$ 16,575	\$ (240)
32	(Less) Expenses of Nonutility Operations (417.1)	-		
33	Nonoperating Rental Income (418)	-		
34	Equity in Earnings of Subsidiary Companies (418.1)	10		
35	Interest and Dividend Income (419)	-		
36	Allowance for Other Funds Used During Construction (419.1)	-		
37	Miscellaneous Nonoperating Income (421)	-		
38	Gain on Disposition of Property (421.1)	-		
39	TOTAL Other Income (Total of lines 29 through 38)		\$ 16,575	\$ (240)
40	Other Income Deductions			
41	Loss on Disposition of Property (421.2)	-		
42	Miscellaneous Amortization (425)	33		
43	Miscellaneous Income Deductions (426.1-426.5)	33	\$ (2,686)	\$ (50)
44	TOTAL Other Income Deductions (Total of lines 41 through 43)		\$ (2,686)	\$ (50)
45	Taxes Applicable to Other Income and Deductions			
46	Taxes Other Than Income Taxes (408.2)	-		
11	Income Taxes - Federal (409.2)	-		
12	Income Taxes - Other (409.2)	-	\$ 74,245	\$ 60,650
49	Provision for Deferred Income Taxes (410.2)	24	\$ (82,124)	\$ (61,811)
50	(Less) Provision for Deferred Income Taxes - Credit (411.2)	24	\$ 1,485	\$ 1,080
51	Investment Tax Credit Adjustment - Net (411.5)	-		
52	(Less) Investment Tax Credits (420)	-	\$ 19,524	\$ 19,524
53	TOTAL Taxes on Other Inc. and Ded. (Total of 46 through 52)		\$ 13,130	\$ 19,443
54	Net Other Income and Deductions (Total of lines 39,44,53)		\$ 27,019	\$ 19,153
55	Interest Charges			
56	Interest on Long-Term Debt (427)	-	\$ 673,186	\$ 732,200
57	Amortization of Debt Discount and Expense (428)	21	\$ 3,246	\$ 3,910
58	Amortization of Loss on Reacquired Debt (428.1)	-		
59	(Less) Amortization of Premium on Debt - Credit (429)	21		
60	(Less) Amortization of Gain on Reacquired Debt - Credit (429.1)	-		
61	Interest on Debt to Associated Companies (430)	33		
62	Other Interest Expense (431)	33	\$ 107,964	\$ 107,486
63	(Less) Allowance for Borrowed Funds Used During Const.-Credit (432)	-		
64	Net Interest Charges (Total of lines 56 through 63)		\$ 784,397	\$ 843,596
65	Income Before Extraordinary Items (Total of lines 25, 54 and 64)		\$ 2,791,352	\$ 2,574,617
66	Extraordinary Items			
67	Extraordinary Income (434)	-		
68	(Less) Extraordinary Deductions (435)	-		
69	Net Extraordinary Items (Total of line 67 less line 68)			
70	Income Taxes - Federal and Other (409.3)	-		
71	Extraordinary Items After Taxes (Total of line 69 less line 70)			
72	Net Income (Total of lines 65 and 71)		\$ 2,791,352	\$ 2,574,617

STATEMENT OF RETAINED EARNINGS

- | | |
|--|---|
| <p>1. Report all changes in appropriated retained earnings, and unappropriated retained earnings for the year.</p> <p>2. Each credit and debit during the year should be identified as to the retained earnings account in which recorded (Accounts 433, 436-439 inclusive). Show the contra primary account affected in column (b).</p> <p>3. State the purpose and amount for each reservation or appropriation of retained earnings.</p> <p>4. List first Account 439, Adjustments to Retained Earnings, reflecting adjustments to the opening balance of retained earnings. Follow by credit, then debit items, in that order.</p> | <p>5. Show dividends for each class and series of capital stock.</p> <p>6. Show separately the state and federal income tax effect of items shown in account 439, Adjustments to Retained Earnings.</p> <p>7. Explain in a footnote the basis for determining the amount reserved or appropriated. If such reservations or appropriation is to be recurrent, state the number and annual amounts to be reserved or appropriated as well as the totals eventually to be accumulated.</p> <p>8. If any notes appearing in the report to stockholders are applicable to this statement attach them at page 11.</p> |
|--|---|

Line No.	Item (a)	Contra Primary Account Affected (b)	Amount (c)
UNAPPROPRIATED RETAINED EARNINGS (Account 216)			
1	Balance - Beginning of Year		\$ 30,596,950
2	Changes (Identify by prescribed retained earnings accounts)		
3	Adjustments to Retained Earnings (Account 439):		
4	Credit:		
5	Credit:		
6	TOTAL Credits to Retained Earnings (Account 439) (Total of lines 4 and 5)		
7	Debit:		
8	Debit:		
9	TOTAL Debits to Retained Earnings (Account 439) (Total of lines 7 and 8)		
10	Balance Transferred from Income (Account 433 less Account 418.1)		\$ 2,791,352
11	Appropriations of Retained Earnings (Account 436) TOTAL		
12	Dividends Declared - Preferred Stock (Account 437) TOTAL		
13	Dividends Declared - Common Stock (Account 438) TOTAL		
14	Transfers from Acct. 216.1, Unappropriated Undistributed Subsidiary Earnings		
15	FAS 133 Other Comprehensive Income		
16	Balance - End of Year (Total of lines 01, 6, 9, 10, 11, 12, 13, 14 and 15)		\$ 33,388,302
APPROPRIATED RETAINED EARNINGS (Account 215)			
	State balance and purpose of each appropriated retained earnings amount at end of year and give accounting entries for any applications of appropriated retained earnings during the year.		
17			
18			
19			
20			
21			
22			
23	TOTAL Appropriated Retained Earnings (Account 215)		
	TOTAL Retained Earnings (Account 215 and 216) (Total of lines 16 and 23)		\$ 33,388,302

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

1. Organization and Basis of Presentation

The Florida Division (“we” or “CFG”) of Chesapeake Utilities Corporation (“Chesapeake”) is engaged in the distribution of natural gas. We provide only unbundled delivery service. We serve approximately 15,300 residential, commercial and industrial customers in Polk, Osceola, Citrus, DeSoto, Hillsborough, Holmes, Jackson, Gadsden, Gilchrist, Union, Washington and Suwannee counties in Florida. Our rates and services are subject to regulation by the Florida Public Service Commission (“FPSC”).

Our financial statements are prepared in conformity with the accounting requirements of the FPSC, which are substantially equivalent to the accounting requirements of the Federal Energy Regulatory Commission (“FERC”) as set forth in the applicable Uniform System of Accounts and published accounting releases, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (“US GAAP”). The accounting requirements of the FPSC and the FERC applied by us in these financial statements are consistent with US GAAP, except for:

- lack of reclassification of certain negative balances on the balance sheets;
- the presentation of deferred income tax assets and liabilities separately rather than as a single amount;
- the presentation of cost of removal as a component of accumulated depreciation rather than as a regulatory liability;
- lack of detail property, plant and equipment component costs disclosure;
- lack of detail regulatory assets and liability disclosure;
- the omission of the statements of cash flows; and
- the omission of the statement of retained earnings for prior year for a comparative presentation.

Our financial statements include the accounts of the Florida division of Chesapeake. We do not have any ownership interest in investments accounted for using the equity method or any variable interests in a variable interest entity. We have assessed and reported on subsequent events through May 28, 2014, the date these financial statements are available to be issued.

2. Summary of Significant Accounting Policies

Use of Estimates

Our financial statements are prepared based on the accounting requirements of the FPSC and the FERC, which require management to make estimate in measuring assets and liabilities and related revenues and expenses. These estimates involve judgments with respect to, among other things, various future economic factors that are difficult to predict and are beyond our control; therefore, actual results could differ from those estimates.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Utility Plant

Utility plant is stated at original cost less accumulated depreciation or fair value, if impaired. Costs include direct labor, materials and third-party construction contractor costs, allowance for funds used during construction (“AFUDC”) and certain indirect costs related to equipment and employees engaged in construction. The costs of repairs and minor replacements are charged against income as incurred, and the costs of major renewals and betterments are capitalized. Upon retirement or disposition of utility property, the gain or loss, net of salvage value, is charged to accumulated depreciation.

Customer contributions or advances in aid of construction reduce property, plant and equipment unless the amounts are refundable to customers. Contributions or advances may be refundable to customers after a number of years based on the amount of revenues generated from the customers or the duration of the service provided to the customers. Refundable contributions or advances are recorded initially as liabilities. The amounts that are determined to be non-refundable reduce property, plant and equipment at the time of such determination. During the year ended December 31, 2013, there were no non-refunded contributions or advances reducing property, plant and equipment. There were \$5,000 of non-refundable contributions or advances reducing property, plant and equipment during the year ended December 31, 2012.

AFUDC represents the estimated cost of funds, from both debt and equity sources, used to finance the construction of major projects. AFUDC is capitalized in rate base for rate making purposes when the completed projects are placed in service. We did not capitalize AFUDC on utility plant for the years ended December 31, 2013 and 2012 respectively.

Depreciation

We compute depreciation expense by applying composite, annual rates, as approved by the FPSC. Depreciation and amortization expenses are provided at an annual rate averaging 3.7 percent for both 2013 and 2012.

In accordance with the accounting requirements of the FERC, we include the accretion of the cost of removal for future retirements of utility assets as depreciation expense. For the years ended December 31, 2013 and 2012, \$491,156 and \$637,621, respectively, of such accretion was included in depreciation expense. We also report certain depreciation expense, mainly related to vehicle, computer software and hardware, in operations expense rather than depreciation expense to comply with the accounting requirements of the FERC. For the years ended December 31, 2013 and 2012, \$123,792 and \$114,290, respectively, of such depreciation was reported as operations expense.

Regulated Operations

We account for our operations in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 980, “Regulated Operations.” This Topic includes accounting principles for companies whose rates are determined by independent third-party regulators. When setting rates, regulators often make decisions, the economics of which require companies to defer costs or revenues in different periods than may be appropriate for unregulated enterprises. When this situation occurs, a regulated company defers the associated costs as regulatory assets on the balance sheet and records them as expense on the income statement as it collects revenues. Further, regulators can also impose liabilities upon a regulated company for amounts previously collected from customers, and for recovery of costs that are expected to be incurred in the future as regulatory liabilities. If we were required to terminate the application of these regulatory provisions to our operations, all such deferred amounts would be recognized in the statement of income at that time, which could have a material impact on our financial position, results of operations and cash flows.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

We monitor our regulatory and competitive environment to determine whether the recovery of our regulatory assets continues to be probable. If we were to determine that recovery of these assets is no longer probable, we would write off the assets against earnings. We believe that provisions of ASC Topic 980, "Regulated Operations," continue to apply to our operations and that the recovery of our regulatory assets is probable.

Operating Revenue

Our operating revenues are based on rates approved by the FPSC. We read meters and bill customers on monthly cycles that do not coincide with the accounting periods used for financial reporting purposes. We accrue unbilled revenues for the charges associated with natural gas delivered, but not yet billed, at the end of an accounting period to the extent that they do not coincide.

We do not have any purchased fuel cost adjustments included in our 2013 revenues because we provide unbundled delivery service to our customers, whereby our customers are permitted to purchase their gas requirements directly from competitive natural gas marketers.

Operations and Maintenance Expenses

Operations and maintenance expenses are costs associated with the operation and maintenance of our business. Major cost components include operation and maintenance salaries and benefits, materials and supplies, usage of vehicles, tools and equipment, payments to contractors, utility plant maintenance, customer service, professional fees and other outside services, insurance expense, minor amounts of depreciation and other administrative expenses.

Cash and Cash Equivalents

Our cash is held in Chesapeake's name. Chesapeake's policy is to invest cash in excess of operating requirements in overnight income producing accounts. Investments with an original maturity of three months or less when purchased are considered cash equivalents.

Accounts Receivable and Accumulated Provision for Uncollectible Accounts

Accounts receivable consist primarily of amounts due for distribution sales of natural gas to customers. An allowance for doubtful accounts is recorded against amounts due to reduce the receivables balance to the amount we reasonably expect to collect based upon our collections experiences and our assessment of customers' inability or reluctance to pay. If circumstances change, our estimates of recoverable accounts receivable may also change. Circumstances which could affect such estimates include, but are not limited to, customer credit issues and general economic conditions. Accounts are written off when they are deemed to be uncollectible.

Inventories

We use the average cost method to value materials and supplies inventory. If market prices drop below cost, inventory balances that are subject to price risk are adjusted to market values.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Pension and Other Postretirement Plans

Pension and other postretirement plan costs and liabilities are determined on an actuarial basis and are affected by numerous assumptions and estimates including the market value of plan assets, estimates of the expected returns on plan assets, assumed discount rates, the level of contributions made to the plans, and current demographic and actuarial mortality data. Chesapeake's management annually reviews the estimates and assumptions underlying our pension and other postretirement plan costs and liabilities with the assistance of third-party actuarial firms. The assumed discount rates and the expected returns on plan assets are the assumptions that generally have the most significant impact on our pension costs and liabilities. The assumed discount rates, health care cost trend rates and rates of retirement generally have the most significant impact on our postretirement plan costs and liabilities.

Income Taxes and Investment Tax Credit Adjustments

Deferred tax assets and liabilities are recorded for the tax effect of temporary differences between the financial statement bases and tax bases of assets and liabilities and are measured using the enacted tax rates in effect in the years in which the differences are expected to reverse. The portions of our deferred tax liabilities, which have not been reflected in current service rates, represent income taxes recoverable through future rates. Deferred tax assets are recorded net of any valuation allowance when it is more likely than not that such tax benefits will be realized. Investment tax credits on utility property have been deferred and are allocated to income ratably over the lives of the subject property.

We account for uncertainty in income taxes in the financial statements only if it is more likely than not that an uncertain tax position is sustainable based on technical merits. Recognizable tax positions are then measured to determine the amount of benefit recognized in the financial statements. We recognize penalties and interest related to unrecognized tax benefits as a component of other income.

Financial Instruments

Financial assets and liabilities with carrying values approximating fair value include accounts receivable, accounts payable and other accrued liabilities.

3. Transaction with Affiliates

We utilize Chesapeake's short-term borrowing facility and long-term debt to finance our capital requirements. The excess cash generated above our operating cash requirement is held in Chesapeake's name. We are allocated a portion of interest expense on Chesapeake's short-term borrowing facility and long-term debt and interest income generated from our excess cash held in Chesapeake's name. Chesapeake allocated a net interest expense of \$760,658 and \$781,512 for the years ended December 31, 2013 and 2012, respectively.

At December 31, 2013 and 2012, we had a net advance from Chesapeake and its affiliates of \$6,354,665 and \$4,549,578, respectively. These amounts are reflected as accounts receivable from associated companies and accounts payable to associated companies in the accompanying financial statements.

Chesapeake provides us with administrative and support services. These services include certain managerial, accounting, information technology, payroll, human resources and treasury services. For the years ended December 31, 2013 and 2012, Chesapeake and subsidiaries charged us \$1,933,606 and \$1,943,004, respectively, for these services.

Florida Public Utilities Company ("FPU"), a subsidiary of Chesapeake in Florida, provides certain managerial, operations and customer service functions. For the years ended December 31, 2013 and 2012, FPU charged us \$0 and \$1,997,376, respectively, for these services.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

We provide billing and certain customer service functions to Peninsula Energy Services Company, Inc. (“PESCO”), a natural gas marketing affiliate. We charged PESCO \$238,285 and \$224,206, for the years ended December 31, 2013 and 2012, respectively, for these services.

4. Income Taxes

We are included in the Chesapeake consolidated federal tax return, along with all of Chesapeake’s other divisions and subsidiaries. We also file state income tax return in Florida as part of Chesapeake. Income taxes are allocated to us based on our taxable income and tax credits as if we were a separate taxpayer.

In January 2012, the Internal Revenue Service (“IRS”) informed Chesapeake that its 2009 consolidated federal tax return has been selected for examination. The IRS completed its examination in 2012 without any findings.

The State of Florida performed its examination of Chesapeake’s state income tax returns for 2008, 2009 and 2010 and completed its examination in 2012 without any material findings.

The components of federal and state income tax expense are:

For the Year Ended December 31,	2013	2012
Current	\$ 871,396	\$ 1,220,994
Deferred	907,413	344,285
Investments tax credits, net	(19,524)	(19,524)
	\$ 1,759,285	\$ 1,545,755

Deferred income tax expense results primarily from the use of accelerated depreciation for tax purposes.

Total income tax expense results primarily from applying the federal income tax statutory rate to book income before tax.

For the Year Ended December 31,	2013	2012
Federal income tax expense, 35% in 2013 and 2012	\$ 1,592,723	\$ 1,442,130
State income taxes, net of federal tax benefit	162,685	147,303
Other	3,877	(43,678)
	\$ 1,759,285	\$ 1,545,755

Deferred tax assets and liabilities at December 31, 2013 were \$987,869 and \$11,421,497, respectively. Deferred tax assets and liabilities at December 31, 2012 were \$650,788 and \$10,177,003, respectively. Deferred tax assets and liabilities are primarily the result of depreciation-related timing differences.

5. Customer Concentration

We operate entirely in the natural gas distribution business. Our operations include the transportation of natural gas in intra-state commerce. We did not have any customer that accounted for 10 percent or more of our revenue for the years ended December 31, 2013 and 2012.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

6. Lease Obligations

We have operating lease arrangements for facilities. These arrangements have no minimum lease payments. Rent expense related to these leases was not material for the years ended December 31, 2013 and 2012.

We have entered into a lease agreement for pipeline assets owned by a commercial customer for use in providing service to that party. We recover the amounts paid through the operational balancing account mechanism of the FPSC's ongoing purchased gas cost recovery proceedings. Payments related to this lease were \$134,392, for the years ended December 31, 2013 and 2012. Future minimum lease payments under this lease are \$111,993 in 2014.

7. Employee Benefit Plans

Our eligible employees participate in various benefit plans sponsored by Chesapeake. Chesapeake allocates to us a portion of the benefit costs associated with these plans. Our share of the costs is based on a portion of the benefits related to providing services to us. For the years ended December 31, 2013 and 2012, we recorded the benefit costs of \$211,935 and \$134,377, respectively, related to these plans.

Chesapeake sponsors a defined benefit pension plan ("Chesapeake Pension Plan"), an unfunded pension supplemental executive retirement plan ("Chesapeake SERP"), and an unfunded postretirement health care and life insurance plan ("Chesapeake Postretirement Plan"). Chesapeake also sponsors other pension and postretirement plans for eligible employees of a specific subsidiary, which our eligible employees cannot participate.

Chesapeake measures the assets and obligations of the defined benefit pension plans and other postretirement benefits plans to determine the plans' funded status as of the end of the year as an asset or a liability on Chesapeake's consolidated balance sheets. A portion of this asset or liability related to us is reflected on our balance sheet. At December 31, 2013 and 2012, \$387,811 and \$370,582, respectively, of the pension and postretirement benefit liabilities were assigned to us.

Defined Benefit Pension Plans

The Chesapeake Pension Plan was closed to new participants effective January 1, 1999, and was frozen with respect to additional years of service and additional compensation effective January 1, 2005. Benefits under the Chesapeake Pension Plan were based on each participant's years of service and highest average compensation, prior to the freezing of the plan.

The Chesapeake SERP was frozen with respect to additional years of service and additional compensation as of December 31, 2004. Benefits under the Chesapeake SERP were based on each participant's years of service and highest average compensation, prior to the freezing of the plan.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

The following schedule sets forth the funded status of the Chesapeake Pension Plan at December 31, 2013 and 2012:

At December 31,	2013	2012
<i>(in thousands)</i>		
Change in benefit obligation:		
Benefit obligation — beginning of year	\$ 11,933	\$ 11,672
Interest cost	405	458
Actuarial loss	(1,092)	726
Benefits paid	(978)	(923)
Benefit obligation — end of year	10,268	11,933
Change in plan assets:		
Fair value of plan assets — beginning of year	8,430	7,162
Actual return on plan assets	967	849
Employer contributions	324	1,342
Benefits paid	(978)	(923)
Fair value of plan assets — end of year	8,743	8,430
Reconciliation:		
Funded status	(1,525)	(3,503)
Accrued pension cost	\$ (1,525)	\$ (3,503)
Assumptions:		
Discount rate	4.25%	3.50%
Expected return on plan assets	6.00%	6.00%

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Net periodic pension cost for the Chesapeake Pension Plan for 2013 and 2012 include the components shown below:

For the Years Ended December 31,	2013	2012
<i>(in thousands)</i>		
Components of net periodic pension cost:		
Interest cost	\$405	\$458
Expected return on assets	(486)	(418)
Amortization of prior service cost	(1)	(5)
Amortization of actuarial loss	322	255
Net periodic pension cost	\$240	\$290
Assumptions:		
Discount rate	3.50%	4.25%
Expected return on plan assets	6.00%	6.00%

The following sets for the funded status at December 31, 2013 and 2012 for the Chesapeake SERP:

At December 31,	2013	2012
<i>(in thousands)</i>		
Change in benefit obligation:		
Benefit obligation — beginning of year	\$2,352	\$2,160
Interest cost	81	90
Actuarial loss	(134)	191
Benefits paid	(89)	(89)
Benefit obligation — end of year	2,210	2,352
Change in plan assets:		
Fair value of plan assets — beginning of year	-	-
Employer contributions	89	89
Benefits paid	(89)	(89)
Fair value of plan assets — end of year	-	-
Reconciliation:		
Funded status	(2,210)	(2,352)
Accrued pension cost	(\$2,210)	(\$2,352)
Assumptions:		
Discount rate	4.25%	3.50%

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Net periodic pension costs for the Chesapeake SERP for 2013 and 2012 include the components shown below:

For the Years Ended December 31,	2013	2012
<i>(in thousands)</i>		
Components of net periodic pension cost:		
Interest cost	\$81	\$90
Amortization of prior service cost	19	19
Amortization of actuarial loss	64	46
Net periodic pension cost	\$164	\$155
Assumptions:		
Discount rate	3.50%	4.25%

Chesapeake's funding policy provides that payments to the trustee of each plan shall be equal to at least the minimum funding requirements of the Employee Retirement Income Security Act of 1974. The following schedule summarizes the assets of the Chesapeake Pension Plan, by investment type, at December 31, 2013 and 2012:

At December 31,	2013	2012
Asset Category		
Equity securities	54.40%	52.07%
Debt securities	36.54%	38.00%
Other	9.06%	9.93%
Total	100.00%	100.00%

The investment policy of the Chesapeake Pension Plan is designed to provide the capital assets necessary to meet the financial obligations of the plan. The investment goals and objectives are to achieve investment returns that, together with contributions, will provide funds adequate to pay promised benefits to present and future beneficiaries of the plan, earn a long-term investment return in excess of the growth of the Plan's retirement liabilities, minimize pension expense and cumulative contributions resulting from liability measurement and asset performance, and maintain a diversified portfolio to reduce the risk of large losses.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

The following allocation range of asset classes is intended to produce a rate of return sufficient to meet the Plan's goals and objectives:

Asset Class	Minimum Allocation Percentage	Maximum Allocation Percentage
Domestic Equities (Large Cap, Mid Cap and Small Cap)	14%	32%
Foreign Equities (Developed and Emerging Markets)	13%	25%
Fixed Income (Inflation Bond and Taxable Fixed)	26%	40%
Alternative Strategies (Long/Short Equity and Hedge Fund of Funds)	6%	14%
Diversifying Assets (High Yield Fixed Income, Commodities, and Real Estate)	7%	19%
Cash	0%	5%

Due to periodic contributions and different asset classes producing different returns, the actual asset values may temporarily move outside of the intended ranges. The investments are monitored on a quarterly basis, at a minimum, for asset allocation and performance.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

At December 31, 2013, the assets of the Chesapeake Pension Plan were comprised of the following investments:

Asset Category <i>(in thousands)</i>	Fair Value Measurement Hierarchy			Total
	Level 1	Level 2	Level 3	
Equity securities				
U.S. Large Cap ⁽¹⁾	\$647	\$675	\$ -	\$1,322
U.S. Mid Cap ⁽¹⁾	-	563	-	563
U.S. Small Cap ⁽¹⁾	-	272	-	272
International ⁽²⁾	1,743	-	-	1,743
Alternative Strategies ⁽³⁾	856	-	-	856
	<u>3,246</u>	<u>1,510</u>	<u>-</u>	<u>4,756</u>
Debt securities				
Inflation Protected ⁽⁴⁾	412	-	-	412
Fixed income ⁽⁵⁾	-	2,352	-	2,352
High Yield ⁽⁵⁾	-	430	-	430
	<u>412</u>	<u>2,782</u>	<u>-</u>	<u>3,194</u>
Other				
Commodities ⁽⁶⁾	315	-	-	315
Real Estate ⁽⁷⁾	338	-	-	338
Guaranteed deposit ⁽⁸⁾	-	-	140	140
	<u>653</u>	<u>-</u>	<u>140</u>	<u>793</u>
Total Pension Plan Assets	\$4,311	\$4,292	\$140	\$8,743

⁽¹⁾ Includes funds that invest primarily in United States common stocks.

⁽²⁾ Includes funds that invest primarily in foreign equities and emerging markets equities.

⁽³⁾ Includes funds that actively invest in both equity and debt securities, funds that sell short securities and funds that provide long-term capital appreciation. The funds may invest in debt securities below investment grade.

⁽⁴⁾ Includes funds that invest primarily in inflation-indexed bonds issued by the U.S. government.

⁽⁵⁾ Includes funds that invest in investment grade and fixed income securities.

⁽⁶⁾ Includes funds that invest primarily in commodity-linked derivative instruments and fixed income securities.

⁽⁷⁾ Includes funds that invest primarily in real estate.

⁽⁸⁾ Includes investment in a group annuity product issued by an insurance company.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

At December 31, 2012, the assets of the Chesapeake Pension Plan were comprised of the following investments:

Asset Category (in thousands)	Fair Value Measurement Hierarchy			Total
	Level 1	Level 2	Level 3	
Equity securities				
U.S. Large Cap ⁽¹⁾	\$595	\$577	\$ -	\$1,172
U.S. Mid Cap ⁽¹⁾	-	506	-	506
U.S. Small Cap ⁽¹⁾	-	255	-	255
International ⁽²⁾	1,614	-	-	1,614
Alternative Strategies ⁽³⁾	842	-	-	842
	3,051	1,338	-	4,389
Debt securities				
Inflation Protected ⁽⁴⁾	423	-	-	423
Fixed income ⁽⁵⁾	-	2,351	-	2,351
High Yield ⁽⁵⁾	-	429	-	429
	423	2,780	-	3,203
Other				
Commodities ⁽⁶⁾	322	-	-	322
Real Estate ⁽⁷⁾	347	-	-	347
Guaranteed deposit ⁽⁸⁾	-	-	169	169
	669	-	169	838
Total Pension Plan Assets	\$4,143	\$4,118	\$169	\$8,430

⁽¹⁾ Includes funds that invest primarily in United States common stocks.

⁽²⁾ Includes funds that invest primarily in foreign equities and emerging markets equities.

⁽³⁾ Includes funds that actively invest in both equity and debt securities, funds that sell short securities and funds that provide long-term capital appreciation. The funds may invest in debt securities below investment grade.

⁽⁴⁾ Includes funds that invest primarily in inflation-indexed bonds issued by the U.S. government.

⁽⁵⁾ Includes funds that invest in investment grade and fixed income securities.

⁽⁶⁾ Includes funds that invest primarily in commodity-linked derivative instruments and fixed income securities.

⁽⁷⁾ Includes funds that invest primarily in real estate.

⁽⁸⁾ Includes investment in a group annuity product issued by an insurance company.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

At December 31, 2013 and 2012, all of the investments classified under Level 1 of the fair value measurement hierarchy were recorded at fair value based on unadjusted quoted prices in active markets for identical investments. The Level 2 investments were recorded at fair value based on net asset value per unit of the investments, which used significant observable inputs although those investments were not traded publicly and did not have quoted market prices in active markets. The level 3 investments were guaranteed deposit accounts, which were valued based on liquidation value of those accounts, including the effect of the balance and interest guarantee and liquidation restriction.

The following table sets forth the summary of the changes in the fair value of Level 3 investments for the Chesapeake Pension Plan for years ended December 31, 2013 and 2012:

For the Years Ended December 31,	2013	2012
<i>(in thousands)</i>		
Balance, beginning of year	\$169	\$142
Purchases	185	28
Transfers in	750	920
Disbursements	(978)	(923)
Investment Income	14	2
Balance, end of year	\$140	\$169

Other Postretirement Benefits Plan

The following schedule sets forth the status of Chesapeake Postretirement Plan:

At December 31,	2013	2012
<i>(in thousands)</i>		
Change in benefit obligation:		
Benefit obligation — beginning of year	\$1,415	\$1,396
Interest cost	47	55
Plan participants contributions	92	111
Actuarial loss	(108)	39
Benefits paid	(184)	(186)
Benefit obligation — end of year	1,262	1,415
Change in plan assets:		
Fair value of plan assets — beginning of year	-	-
Employer contributions	92	75
Plan participants contributions	92	111
Benefits paid	(184)	(186)
Fair value of plan assets — end of year	-	-
Reconciliation:		
Funded status	(1,262)	(1,415)
Accrued postretirement cost	(\$1,262)	(\$1,415)
Assumptions:		
Discount rate	4.25%	3.50%

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Net periodic postretirement benefit costs for the Chesapeake Postretirement Plan for 2013 and 2012 include the following components:

For the Years Ended December 31,	2013	2012
<i>(in thousands)</i>		
Components of net periodic postretirement cost:		
Interest cost	\$47	\$55
Amortization of:		
Actuarial loss	74	73
Prior service cost	(77)	(77)
Net periodic postretirement cost	\$44	\$51
Assumptions		
Discount rate	3.50%	4.25%

Chesapeake records as a component of other comprehensive income/loss the changes in funded status that occurred during the year that are not recognized as part of net periodic benefit costs. The following table presents the amounts not yet reflected in net periodic benefit cost and included in Chesapeake's accumulated other comprehensive income/loss related to the above plans as of December 31, 2013:

<i>(in thousands)</i>	Chesapeake		Chesapeake		Total
	Pension Plan	Chesapeake SERP	Postretirement Plan		
Prior service cost (credit)	\$ -	\$ 28	\$ (909)		\$ (881)
Net loss	2,483	659	972		4,114
Total unrecognized cost	\$ 2,483	\$ 687	\$ 63		\$ 3,233

The amounts in accumulated other comprehensive income/loss for the above plans sponsored by Chesapeake that are expected to be recognized as a component of net benefit cost in 2014 are set forth in the following table:

<i>(in thousands)</i>	Chesapeake		Chesapeake		Total
	Pension Plan	Chesapeake SERP	Postretirement Plan		
Prior service cost (credit)	\$ -	\$ 19	\$ (77)		\$ (58)
Net loss	\$ 149	\$ 48	\$ 67		\$ 264

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Assumptions

The assumptions used for the discount rate to calculate the benefit obligations of all the plans were based on the interest rates of high-quality bonds in 2013, reflecting the expected lives of the plans. In determining the average expected return on plan assets for each applicable plan, various factors, such as historical long-term return experience, investment policy and current and expected allocation, were considered. Since the Chesapeake Pension Plan is frozen with respect to additional years of service and compensation, the rate of assumed compensation increases is not applicable.

The health care inflation rate for 2013 used to calculate the benefit obligation is 5.5 percent for medical and 6.5 percent for prescription drugs for the Chesapeake Postretirement Plan. A one-percentage point increase in the health care inflation rate from the assumed rate would increase the accumulated postretirement benefit obligation by approximately \$264,000 as of December 31, 2013, and would increase the aggregate of the service cost and interest cost components of the net periodic postretirement benefit cost for 2013 by approximately \$10,000. A one-percentage point decrease in the health care inflation rate from the assumed rate would decrease the accumulated postretirement benefit obligation by approximately \$228,000 as of December 31, 2013, and would decrease the aggregate of the service cost and interest cost components of the net periodic postretirement benefit cost for 2013 by approximately \$8,000.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Estimated Future Benefit Payments

Chesapeake expects to contribute \$670,000, \$88,000 and \$95,000, to the Chesapeake Pension Plan, Chesapeake SERP and Chesapeake Postretirement Plan, respectively, during 2013. The schedule below shows the estimated future benefit payments for each of the Chesapeake plans previously described:

	Chesapeake Pension Plan ⁽¹⁾	Chesapeake SERP ⁽²⁾	Chesapeake Postretirement Plan ⁽²⁾
<i>(in thousands)</i>			
2014	\$ 494	\$ 88	\$ 95
2015	\$ 622	\$ 138	\$ 97
2016	\$ 572	\$ 146	\$ 98
2017	\$ 1,071	\$ 143	\$ 96
2018	\$ 634	\$ 140	\$ 95
Years 2019 through 2023	\$ 3,984	\$ 890	\$ 436

⁽¹⁾ The pension plan is funded; therefore, benefit payments are expected to be paid out of the plan assets.

⁽²⁾ Benefit payments are expected to be paid out of our general funds.

Retirement Savings Plan

Chesapeake's 401(k) plan is offered to all eligible employees who have completed three months of service, except for employees represented by a collective bargaining agreement that does not specifically provide for participation in the plan, non-resident aliens with no U.S. source income and individuals classified as consultants, independent contractors or leased employees. Effective January 1, 2011, Chesapeake matches 100 percent of eligible participants' pre-tax contributions to the Chesapeake 401(k) plan up to a maximum of six percent of the eligible compensation. In addition, Chesapeake may make a supplemental contribution to participants in the plan, without regard to whether or not they make pre-tax contributions. Beginning January 1, 2011, the employer matching contribution is made in cash and is invested based on a participant's investment directions. Any supplemental employer contribution is generally made in Chesapeake stock. With respect to the employer match and supplemental employer contribution, employees are 100 percent vested after two years of service or upon reaching 55 years of age while still employed by Chesapeake. Employees with one year of service are 20 percent vested and will become 100 percent vested after two years of service. Employees who do not make an election to contribute or do not opt out of the Chesapeake 401(k) plan will be automatically enrolled at a deferral rate of three percent and the automatic deferral rate will increase by one percent per year up to a maximum of six percent.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Chesapeake also offers a non-qualified supplemental employee retirement savings plan (“401(k) SERP”) to the executive officers of Chesapeake and its subsidiaries over a specific income threshold. Participants receive a cash-only matching contribution percentage equivalent to their 401(k) match level. All contributions and matched funds can be invested among the mutual funds available for investment. These same funds are available for investment of employee contributions within Chesapeake’s 401(k) plan. All obligations arising under the 401(k) SERP are payable from our general assets, although we have established a Rabbi Trust for the 401(k) SERP. Assets held in the Rabbi Trust for the 401(k) SERP had a fair value of \$3.1 million and \$2.2 million at December 31, 2013 and 2012, respectively. The assets of the Rabbi Trust are at all times subject to the claims of Chesapeake’s general creditors.

8. Rates and Other Regulatory Activities

On January 13, 2014, we, along with FPU's natural gas divisions filed a consolidated natural gas depreciation study with the FPSC. We also filed for approval to establish a regulatory asset and related amortization to address the costs associated with the development of this study. Depending on the results of this proceeding, we may be required to change our depreciation expense. The FPSC agenda date for the depreciation study has not yet been set.

On November 15, 2013, we petitioned the FPSC for an extension to our surcharge to recover an additional \$381,000 in estimated remaining environmental cleanup costs that have not yet been recovered. This extension would be effective for two years beginning January 1, 2014. The FPSC approved the extension of the surcharge and the additional amount for recovery at the Agenda conference on January 7, 2014.

9. Environmental Commitments and Contingencies

We are subject to federal, state and local laws and regulations governing environmental quality and pollution control. These laws and regulations require us to remove or remedy the effect on the environment of the disposal or release of specified substances at current and former operating sites.

We had \$488,000 in environmental liabilities at December 31, 2013, related to a manufactured gas plant (“MGP”) site in Winter Haven, Florida, representing our estimate of future costs associated with this site. As of December 31, 2013, we had approximately \$372,000 in regulatory and other assets for future recovery through rates. Environmental liabilities for our MGP site are recorded on an undiscounted basis based on the estimate of future costs provided by independent consultants.

We continue to expect that all costs related to environmental remediation and related activities will be recoverable from customers through rates.

The following discussion provides details of our MGP site:

Winter Haven, Florida

The Winter Haven site is located on the eastern shoreline of Lake Shipp, in Winter Haven, Florida. Pursuant to a consent order entered into with FDEP, we are obligated to assess and remediate environmental impacts at this former MGP site. The recent groundwater sampling results show a continuing reduction in contaminant concentrations from the treatment system, which has been in operation since 2002. Currently, we predict that remedial action objectives could be met in approximately two to three years for the area being treated by the remediation system. On August 7, 2012, FDEP issued a letter discussing the need to evaluate further remedial options, which could incorporate risk-management options, including natural attenuation and the use of institutional and engineering controls.

Chesapeake Utilities Corporation – Florida Division
Notes to the Financial Statements

Modifications to the existing consent order and the remedial action plan modification could be required to incorporate risk-management options into the remedy for the site. A response letter was submitted to FDEP on May 7, 2013, and the most recent groundwater monitoring report was submitted on June 17, 2013. FDEP issued an additional comment letter, dated September 16, 2013, containing various requests and questions, which we responded to on October 10, 2013. If modifications to the existing consent order and remedial action plan are required, we estimate that future remediation costs could be as much as \$443,000, which includes an estimate of \$100,000 to implement additional actions, such as institutional controls, at the site. If we are required to incur this cost, we continue to believe that the entire amount will be recoverable from customers through our approved rates.

The current treatment system at the Winter Haven site does not address impacted soils in the southwest corner of the site. In 2010, we obtained conditional approval from FDEP for a soil excavation plan; however, because the costs associated with shoreline stabilization and dewatering are likely to be substantial, alternatives to this excavation plan are being evaluated.

FDEP has indicated that we may be required to remediate sediments along the shoreline of Lake Shipp, immediately west of the site. Based on studies performed to date, we object to FDEP's suggestion that the sediments have been adversely impacted by the former operations of the MGP. Our early estimates indicate that some of the corrective measures discussed by FDEP could cost as much as \$1.0 million. We believe that corrective measures for the sediments are not warranted and intend to oppose any requirement that we undertake corrective measures in the offshore sediments. We have not recorded a liability for sediment remediation, as the final resolution of this matter cannot be predicted at this time.

10. Other Commitments and Contingencies

We have entered into contractual commitments for firm transportation service with two pipelines. The contracts have various expiration dates. The total purchase obligations for the natural gas transportation capacity are \$5,655,980 for 2014, \$11,327,998 for 2015-2016, \$11,311,959 for 2017-2018 and \$14,874,827 thereafter.

We are involved in certain legal actions and claims arising in the normal course of business. We are also involved in certain legal and administrative proceedings before various governmental agencies concerning rates. In the opinion of management, the ultimate disposition of these proceedings will not have a material effect on our financial position, results of operation or cash flows.

**SUMMARY OF UTILITY PLANT AND ACCUMULATED PROVISIONS
 FOR DEPRECIATION, AMORTIZATION AND DEPLETION**

Line No.	Item (a)	Total (b)	Gas (c)
1	UTILITY PLANT		
2	In Service		
3	101 Plant in Service (Classified)	\$ 76,516,065	\$ 76,516,065
4	101.1 Property Under Capital Leases		
5	102 Plant Purchased or Sold		
6	106 Completed Construction not Classified		
7	103 Experimental Plant Unclassified		
8	104 Leased to Others		
9	105 Held for Future Use		
10	114 Acquisition Adjustments		
11	TOTAL Utility Plant (Total of lines 3 through 10)	\$ 76,516,065	\$ 76,516,065
12	107 Construction Work in Progress	\$ 1,301,985	\$ 1,301,985
13	Accum. Provision for Depreciation, Amortization, & Depletion	\$ (26,988,122)	\$ (26,988,122)
14	Net Utility Plant (Total of lines 11 plus 12 less line 13)	\$ 50,829,928	\$ 50,829,928
15	DETAIL OF ACCUMULATED PROVISIONS FOR DEPRECIATION, AMORTIZATION AND DEPLETION		
16	In Service:		
17	108 Depreciation	\$ 26,988,122	\$ 26,988,122
18	111 Amort. and Depl. of Producing Nat. Gas Land & Land Rights		
11	111 Amort. of Underground Storage Land and Land Rights		
12	119 Amortization of Other Utility Plant		
13	TOTAL in Service (Total of lines 17 through 20)	\$ 26,988,122	\$ 26,988,122
14	Leased to Others		
15	108 Depreciation		
16	111 Amortization and Depletion		
17	TOTAL Leased to Others (Total of lines 23 and 24)		
18	Held for Future Use		
19	108 Depreciation		
20	111 Amortization		
21	TOTAL Held for Future Use (Enter. Tot. of lines 27 and 28)		
22	111 Abandonment of Leases (Natural Gas)		
23	115 Amortization of Plant Acquisition Adjustment		
24	TOTAL Accum. Provisions (Should agree with line 13 above) (Total of lines 21, 25, 29, 30, and 31)	\$ 26,988,122	\$ 26,988,122

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1	Annual Status Report												
2	Analysis of Plant in Service Accounts												
3	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
4	For the Year Ended December 31, 2013										Page 1 of 2		
5													
6	Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*			
7													
8	374	Land-Distribution		\$ 212,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 212,101			
9	389	Land-General		\$ 98,285	\$ 16,463	\$ -	\$ -	\$ -	\$ -	\$ 114,748			
10													
11													
12	Amortizable General Plant Assets:												
13													
14	301	Organization		\$ 23,328	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,328			
15	302	Franchise and Consent		\$ 14,132	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,132			
16	303	Misc Intangible Plant		\$ 547	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547			
17													
18	Subtotal				\$ 348,483	\$ 16,463	\$ -	\$ -	\$ -	\$ -	\$ 364,946		
19	Depreciable Assets: This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.												
20													
21	375	Structures & Improvements		\$ 383,539	\$ 65,868	\$ -	\$ -	\$ -	\$ -	\$ 449,407			
22	376.1	Mains (Plastic)		\$ 22,093,272	\$ 4,261,731	\$ (59,431)	\$ (2)	\$ (13,752)	\$ -	\$ 26,261,818			
23	376.2	Mains (Steel)		\$ 15,125,031	\$ 214,146	\$ (333,553)	\$ -	\$ -	\$ -	\$ 15,005,624			
24	378	M & R Equipment - General		\$ 1,028,426	\$ 51,252	\$ -	\$ -	\$ -	\$ -	\$ 1,079,678			
25	379	M & R Equipment - City		\$ 4,304,605	\$ 875,415	\$ -	\$ -	\$ -	\$ -	\$ 5,180,020			
26													
27													
28	380.1	Dist Plant - Services (Plastic)		\$ 9,192,757	\$ 765,458	\$ (14,828)	\$ 1	\$ -	\$ -	\$ 9,943,388			
29	380.2	Dist Plant - Services (Steel)		\$ 1,030,610	\$ -	\$ (335,514)	\$ -	\$ -	\$ -	\$ 695,096			
30	381	Meters		\$ 2,741,914	\$ 152,322	\$ -	\$ (1)	\$ -	\$ -	\$ 2,894,235			
31	381.1	Meters		\$ 2,216,411	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,216,411			
32	382	Meter Installations		\$ 2,217,298	\$ 129,484	\$ -	\$ 1	\$ -	\$ -	\$ 2,346,783			
33	382.2	Meter Installations MTU/DCU		\$ 593,040	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 593,040			
34	383	Regulators		\$ 1,527,132	\$ 51,902	\$ -	\$ -	\$ -	\$ -	\$ 1,579,034			
35	384	Regulator Install House		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
36	385	M & R Equipment - Industrial		\$ 1,596,838	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,596,838			
37													
38	387	Other Equipment		\$ 580,304	\$ 132,802	\$ -	\$ -	\$ -	\$ -	\$ 713,106			
39	390	Structures & Improvements		\$ 648,200	\$ 60,359	\$ -	\$ -	\$ -	\$ -	\$ 708,559			
40	391	Data Processing Equipment		\$ 706,915	\$ 5,797	\$ (9,968)	\$ (1,403)	\$ -	\$ -	\$ 701,341			
41	391	Office Furniture		\$ 317,510	\$ 17,058	\$ (1,657)	\$ -	\$ -	\$ -	\$ 332,911			
42	391	Office Equipment		\$ 587,276	\$ 75	\$ -	\$ 1,403	\$ -	\$ -	\$ 588,753			
43	391	VAX System Equipment		\$ -	\$ 360,439	\$ -	\$ -	\$ -	\$ -	\$ 360,439			
44													
45	392	Transportation Other		\$ 18,920	\$ -	\$ -	\$ (17,006)	\$ -	\$ -	\$ 1,914			
46													
47	394	Tools and Work Equipment		\$ 179,632	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 179,632			
48	396	Power Operated Equipment		\$ 504,973	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 504,973			
49	397	Communication Equipment		\$ 866,038	\$ 39,059	\$ -	\$ -	\$ -	\$ -	\$ 905,097			
50	397.1	Communication Equipment		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
51	398	Misc Equipment		\$ 71,224	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,224			
52	392	Transportation Equip - Autos		\$ 951,180	\$ 137,546	\$ (28,714)	\$ 17,607	\$ -	\$ (4,399)	\$ 1,073,221			
53													
54	Subtotal				\$ 69,483,135	\$ 7,320,713	\$ (783,864)	\$ 0	\$ (13,752)	\$ (4,399)	\$ 75,982,033		
55													
56	Note (Consolidated with Florida Public Utilities Company Allocation of Common Plant, see pages 13.1 and 13.2 for respective depreciation rates for Chesapeake Utilities Corporation-Florida Division and Florida Public Utilities Company)												
57													
58	Page 13												

	A	B	C	D	E	F	G	H	I	J	K	L
59	Annual Status Report											
60	Analysis of Plant in Service Accounts											
61	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION											
62	For the Year Ended December 31, 2013										Page 2 of 2	
63												
64	Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*		
65												
66	(Continued)											
67	399	Other Tangible Property		\$ 2,747	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,747		
68	391.4	System Software		\$ 214,872	\$ -	\$ (48,332)	\$ -	\$ -	\$ -	\$ 166,340		
69												
70												
71												
72												
73												
74												
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93												
94	Capital Recovery Schedules:											
95												
96												
97												
98												
99	Total Account 101*											
100	Amortizable Assets:											
101	114	Acquisition Adjustment										
102	118	Other Utility Plant										
103		Other										
104												
105	Total Utility Plant			\$ 70,029,037	\$ 7,337,176	\$ (831,997)	\$ 0	\$ (13,752)	\$ (4,399)	\$ 76,516,065		
106	Note: * The total beginning and ending balances must agree to acct. 101, Plant in Service, Line 3, Page 12.											
107												
108	Note (Consolidated with Florida Public Utilities Company Allocation of Common Plant, see following pages 14.1 and 14.2 for additional details)											
109	Page 14											
110												
111												

	M	N	O	P	Q	R	S	T	U	V	W	X	Y
1	Annual Status Report												
2	Analysis of Entries in Accumulated Depreciation & Amortization												
3	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
4	For the Year Ended December 31, 2013											Page 1 of 2	
5													
6	Acct. No.	Account Description	Beginning Balance*	Provision	Reclass.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*		
7													
8													
9													
10													
11													
12													
13	Amortizable General Plant Assets:												
14	301	Organization	\$ (23,328)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (23,328)
15	302	Franchise and Consent	\$ (10,867)	\$ (424)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (11,291)
16	303	Misc Intangible Plant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
17													
18	Subtotal		\$ (34,195)	\$ (424)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (34,819)
19	This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.												
20													
21	375.0	Structures & Improvements	\$ (159,821)	\$ (10,387)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (170,008)
22	376.1	Mains (Plastic)	\$ (6,900,743)	\$ (776,030)	\$ 2	\$ 59,431	\$ -	\$ 96,491	\$ -	\$ -	\$ -	\$ -	\$ (7,520,850)
23	376.2	Mains (Steel)	\$ (6,616,024)	\$ (500,368)	\$ (1)	\$ 333,553	\$ 6,468	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (6,776,371)
24	376.0	M & R Equipment - General	\$ (453,833)	\$ (36,470)	\$ -	\$ -	\$ 8,599	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (481,704)
25	379	M & R Equipment - City	\$ (1,378,831)	\$ (151,206)	\$ (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,529,837)
26													
27													
28	380.1	Dist Plant - Services (Plastic)	\$ (2,462,184)	\$ (342,644)	\$ -	\$ 14,828	\$ 38,977	\$ 45,435	\$ -	\$ -	\$ -	\$ -	\$ (2,705,588)
29	380.2	Dist Plant - Se 380000	\$ (954,742)	\$ (36,071)	\$ -	\$ 335,514	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (655,300)
30	381	Meters 0	\$ (768,064)	\$ (110,661)	\$ 1	\$ -	\$ -	\$ 16,652	\$ -	\$ -	\$ -	\$ -	\$ (862,072)
31	381.1	Meters	\$ (458,926)	\$ (110,820)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (567,746)
32	382	Meter Installations	\$ (675,883)	\$ (76,860)	\$ -	\$ -	\$ 283	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (752,460)
33	382.2	Meter Installations	\$ (116,088)	\$ (29,652)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (145,740)
34	383	Regulators	\$ (683,722)	\$ (51,015)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (734,737)
35	384	Regulator Install House	\$ (5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (5)
36	385	M & R Equipment - Industrial	\$ (615,187)	\$ (65,470)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (680,657)
37													
38	387	673,186.00	\$ (335,304)	\$ (34,217)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (369,521)
39	390	Structures & Improvements	\$ (170,703)	\$ (13,282)	\$ (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (183,986)
40	391.1	Data Processing Equipment	\$ (213,205)	\$ (86,212)	\$ 1	\$ 9,968	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (269,448)
41	391.2	Office Furniture	\$ (147,081)	\$ (23,873)	\$ -	\$ 1,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (169,206)
42	391.3	Office Equipment	\$ (260,087)	\$ (40,223)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (300,290)
43	391	VAX System Equipment	\$ -	\$ (841)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (841)
44													
45	392.3	Transportation Other	\$ (20,324)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (20,324)
46													
47	394	Tools and Work Equipment	\$ (163,764)	\$ (5,509)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (169,333)
48	396	Power Operated Equipment	\$ (579,834)	\$ (38,883)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (618,717)
49	397	Communication Equipment	\$ (477,062)	\$ (62,166)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (539,228)
50	397.1	Communication Equipment	\$ 5,956	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,956
51	398	Misc Equipment	\$ (70,502)	\$ (4,748)	\$ (5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,379	\$ -	\$ (70,876)
52	392.0	Transportation Equip - Autos	\$ (500,677)	\$ (128,516)	\$ -	\$ 28,714	\$ (8,272)	\$ -	\$ -	\$ -	\$ 4,399	\$ -	\$ (604,352)
53													
54	Subtotal		\$ (25,174,221)	\$ (2,738,163)	\$ (4)	\$ 763,664	\$ 46,055	\$ 158,578	\$ -	\$ 8,778	\$ -	\$ (26,913,312)	
55													
56	0												
57	Note (Consolidated with Florida Public Utilities Company Allocation of Common Plant, see following pages 15.1 and 15.2 for additional details)												
58	Page 15												

	M	N	O	P	Q	R	S	T	U	V	W	X	Y
59	Annual Status Report												
60	Analysis of Entries in Accumulated Depreciation & Amortization												
61	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
62	For the Year Ended December 31, 2013											Page 2 of 2	
63													
64	Acct. No.	Account Description	Beginning Balance*	Accruals	Reclas.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*		
65													
66	(Continued)												
67													
68	390	Other Tangible Property	\$ (2,939)	\$ (383)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,322)
69	391.4	System Software	\$ (214,672)	\$ -	\$ -	\$ 48,332	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (166,340)
70													
71													
72													
73													
74													
75													
76													
77													
78													
79													
80													
81													
82													
83													
84													
85													
86													
87													
88													
89													
90													
91													
92													
93													
94	Capital Recovery Schedules:												
95													
96													
97													
98													
99	Subtotal		\$ (217,611)	\$ (383)	\$ -	\$ 48,332	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (169,662)
100	List any other items necessary to reconcile the total depreciation and amortization accrual amount to Acct. 403, Depreciation Expense, shown on page 8.												
101	Various	Depreciation charged elsewhere	\$ -	\$ 123,792	\$ (123,792)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
102	Various	Allocation of Common Plant from Florida Public Utilities Consolidated		\$ 25,655	\$ (25,655)								
103	108	Retirement Work in Process	\$ 14,672	\$ -	\$ -	\$ -	\$ -	\$ 114,802	\$ (4)	\$ -	\$ -	\$ -	\$ 129,470
104	119	Amortization of Other Utility Plant	\$ -	\$ 424	\$ (424)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
105	Subtotal		\$ 14,672	\$ 149,871	\$ (149,871)	\$ -	\$ -	\$ 114,802	\$ (4)	\$ -	\$ -	\$ -	\$ 129,469
106	Grand Total		\$ (25,411,354)	\$ (2,587,099)	\$ (149,875)	\$ 831,997	\$ 46,055	\$ 273,380	\$ (4)	\$ 8,778	\$ -	\$ -	\$ (26,988,122)
107	Note: * The grand total of beginning and ending balances must agree to Line 17, Page 12.												
108	Note (Consolidated with Florida Public Utilities Company Allocation of Common Plant, see following pages 16.1 and 16.2 for additional details)												
109	Page 16												
110													
111	. rwip												

	A	B	C	D	E	F	G	H	I	J	K	L
1	Annual Status Report											
2	Analysis of Plant in Service Accounts											
3	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION										Page 1 of 2	
4	For the Year Ended December 31, 2013											
5												
6	Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*		
7												
8	374	Land-Distribution		\$ 212,191		\$ -	\$ -	\$ -	\$ -	\$ 212,191		
9	389	Land-General		\$ 98,285	\$ 16,463	\$ -	\$ -	\$ -	\$ -	\$ 114,748		
10												
11												
12	Amortizable General Plant Assets:											
13												
14	301	Organization	3.000%	\$ 23,328	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,328		
15	302	Franchise and Consent	3.000%	\$ 14,132	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,132		
16	303	Misc Intangible Plant	0.000%									
17												
18	Subtotal			\$ 347,936	\$ 16,463	\$ -	\$ -	\$ -	\$ -	\$ 364,399		
19	Depreciable Assets: This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.											
20												
21	375	Structures & Improvements	2.800%	\$ 363,539	\$ 65,868	\$ -	\$ -	\$ -	\$ -	\$ 429,408		
22	376.1	Mains (Plastic)	3.300%	\$ 22,093,272	\$ 4,261,731	\$ (59,431)	\$ (2)	\$ (13,752)	\$ -	\$ 26,281,818		
23	376.2	Mains (Steel)	3.300%	\$ 15,125,031	\$ 214,146	\$ (333,553)	\$ -	\$ -	\$ -	\$ 15,005,624		
24	378	M & R Equipment - General	3.500%	\$ 1,028,426	\$ 51,252	\$ -	\$ -	\$ -	\$ -	\$ 1,079,678		
25	379	M & R Equipment - City	3.500%	\$ 4,304,695	\$ 875,415	\$ -	\$ -	\$ -	\$ -	\$ 5,180,110		
26												
27												
28	380.1	Dist Plant - Services (Plastic)	3.600%	\$ 9,192,757	\$ 765,458	\$ (14,828)	\$ 1	\$ -	\$ -	\$ 9,943,388		
29	380.2	Dist Plant - Services (Steel)	3.500%	\$ 1,030,610	\$ -	\$ (335,514)	\$ -	\$ -	\$ -	\$ 695,096		
30	381	Meters	4.000%	\$ 2,741,914	\$ 152,322	\$ -	\$ (1)	\$ -	\$ -	\$ 2,894,235		
31	381.1	Meters	5.000%	\$ 2,216,411	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,216,411		
32	382	Meter Installations	3.400%	\$ 2,217,298	\$ 129,484	\$ -	\$ 1	\$ -	\$ -	\$ 2,346,783		
33	382.2	Meter Installations MTU/DCU	5.000%	\$ 593,040	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 593,040		
34	383	Regulators	3.300%	\$ 1,527,132	\$ 51,902	\$ -	\$ -	\$ -	\$ -	\$ 1,579,034		
35	384	Regulator Install House	3.200%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
36	385	M & R Equipment - Industrial	4.100%	\$ 1,596,838	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,596,838		
37												
38	387	Other Equipment	5.600%	\$ 580,304	\$ 132,802	\$ -	\$ -	\$ -	\$ -	\$ 713,106		
39	390	Structures & Improvements	2.000%	\$ 634,920	\$ 49,158	\$ -	\$ -	\$ -	\$ -	\$ 684,078		
40	391	Data Processing Equipment	12.500%	\$ 678,413	\$ -	\$ -	\$ (1,403)	\$ -	\$ -	\$ 677,010		
41	391	Office Furniture	5.000%	\$ 187,530	\$ 17,058	\$ -	\$ -	\$ -	\$ -	\$ 204,588		
42	391	Office Equipment	7.300%	\$ 511,844	\$ -	\$ -	\$ 1,403	\$ -	\$ -	\$ 513,247		
43	391	VAX System Equipment	5.600%	\$ -	\$ 360,439	\$ -	\$ -	\$ -	\$ -	\$ 360,439		
44												
45	392	Transportation Other	5.000%	\$ 18,920	\$ -	\$ -	\$ (17,606)	\$ -	\$ -	\$ 1,314		
46												
47	394	Tools and Work Equipment	3.100%	\$ 179,632	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 179,632		
48	396	Power Operated Equipment	7.700%	\$ 504,973	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 504,973		
49	397	Communication Equipment	7.100%	\$ 846,235	\$ 39,059	\$ -	\$ -	\$ -	\$ -	\$ 885,294		
50	397.1	Communication Equipment	5.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
51	398	Misc Equipment	6.700%	\$ 67,712	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 67,712		
52	392	Transportation Equip - Autos	12.700%	\$ 923,542	\$ 128,643	\$ (20,222)	\$ 17,607	\$ -	\$ -	\$ 1,049,571		
53												
54	Subtotal			\$ 69,164,987	\$ 7,294,737	\$ (763,547)	\$ 0	\$ (13,752)	\$ -	\$ 75,682,425		
55												
56	Page 13.1											
57	Chesapeake Utilities Corporation-Florida Division											

	A	B	C	D	E	F	G	H	I	J	K	L
58	Annual Status Report											
59	Analysis of Plant in Service Accounts											
60	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION										Page 2 of 2	
61	For the Year Ended December 31, 2013											
62												
63	Acct.	Account		Depr.	Beginning							Ending
64	No.	Description		Rate	Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers		Balance*
65	(Continued)											
66												
67	399	Other Tangible Property			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
68	391.4	System Software			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
69												
70												
71												
72												
73												
74												
75												
76												
77												
78												
79												
80												
81												
82												
83												
84												
85												
86												
87												
88												
89												
90												
91												
92												
93												
94	Capital Recovery Schedules:											
95												
96												
97												
98												
99	Total Account 101*											
100	Amortizable Assets:											
101	114	Acquisition Adjustment			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
102	118	Other Utility Plant			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
103		Other			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
104												
105	Total Utility Plant				\$ 69,512,923	\$ 7,311,200	\$ (763,547)	\$ 0	\$ (13,752)	\$ -	\$ 76,046,824	
106	Note: * The total beginning and ending balances must agree to acct. 101, Plant in Service, Line 3, Page 12.											
107												
108	Page 14.1											
109	Chesapeake Utilities Corporation-Florida Division											

	M	N	O	P	Q	R	S	T	U	V	W	X	Y
1	Annual Status Report												
2	Analysis of Entries in Accumulated Depreciation & Amortization												
3	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
4	For the Year Ended December 31, 2013											Page 1 of 2	
5													
6	Acct. No.	Account Description	Beginning Balance*	Provision	Reclass.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*		
7													
8													
9													
10													
11													
12	Amortizable General Plant Assets:												
13													
14	301	Organization	\$ (23,328)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (23,328)		
15	302	Franchise and Consent	\$ (10,867)	\$ (424)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (11,291)		
16	303	Misc Intangible Plant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
17													
18	Subtotal		\$ (34,195)	\$ (424)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (34,619)		
19	This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.												
20													
21	375.0	Structures & Improvements	\$ (159,621)	\$ (10,387)							\$ (170,008)		
22	376.1	Mains (Plastic)	\$ (6,900,743)	\$ (776,030)	\$ 2	\$ 59,431		\$ 96,491			\$ (7,520,850)		
23	376.2	Mains (Steel)	\$ (6,616,024)	\$ (500,368)	\$ (1)	\$ 333,553	\$ 6,468	\$ -	\$ -	\$ -	\$ (6,776,371)		
24	378.0	M & R Equipment - General	\$ (453,833)	\$ (36,470)	\$ -	\$ -	\$ 8,599	\$ -	\$ -	\$ -	\$ (481,704)		
25	379	M & R Equipment - City	\$ (1,378,631)	\$ (151,206)	\$ (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,529,837)		
26													
27													
28	380.1	Dist Plant - Services (Plastic)	\$ (2,462,184)	\$ (342,644)	\$ -	\$ 14,828	\$ 38,977	\$ 45,435	\$ -	\$ -	\$ (2,705,588)		
29	380.2	Dist Plant - Se 380000	\$ (954,742)	\$ (36,071)	\$ -	\$ 335,514	\$ -	\$ -	\$ -	\$ -	\$ (655,300)		
30	381	Meters 0	\$ (768,064)	\$ (110,661)	\$ 1	\$ -	\$ -	\$ 16,652	\$ -	\$ -	\$ (862,072)		
31	381.1	Meters	\$ (456,926)	\$ (110,820)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (567,746)		
32	382	Meter Installations	\$ (675,883)	\$ (76,860)	\$ -	\$ -	\$ 283	\$ -	\$ -	\$ -	\$ (752,460)		
33	382.2	Meter Installations	\$ (116,088)	\$ (29,652)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (145,740)		
34	383	Regulators	\$ (683,722)	\$ (51,015)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (734,737)		
35	384	Regulator Install House	\$ (5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (5)		
36	385	M & R Equipment - Industrial	\$ (615,187)	\$ (65,470)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (680,657)		
37													
38	387	673,186.00	\$ (335,304)	\$ (34,217)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (369,521)		
39	390	Structures & Improvements	\$ (170,396)	\$ (12,698)	\$ (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (183,095)		
40	391.1	Data Processing Equipment	\$ (202,988)	\$ (84,626)	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (287,613)		
41	391.2	Office Furniture	\$ (107,233)	\$ (9,445)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (116,678)		
42	391.3	Office Equipment	\$ (257,408)	\$ (36,601)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (294,009)		
43	391	VAX System Equipment	\$ -	\$ (841)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (841)		
44													
45	392.3	Transportation Other	\$ (20,324)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (20,324)		
46													
47	394	Tools and Work Equipment	\$ (163,764)	\$ (5,569)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (169,333)		
48	396	Power Operated Equipment	\$ (579,834)	\$ (38,883)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (618,717)		
49	397	Communication Equipment	\$ (483,668)	\$ (60,345)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (544,013)		
50	397.1	Communication Equipment	\$ 5,956	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,956		
51	398	Misc Equipment	\$ (64,971)	\$ (4,537)	\$ (5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (69,513)		
52	392.0	Transportation Equip - Autos	\$ (496,902)	\$ (125,477)	\$ -	\$ 20,222	\$ (4,752)	\$ -	\$ -	\$ -	\$ (606,909)		
53													
54	Subtotal		\$ (25,118,489)	\$ (2,710,893)	\$ (4)	\$ 763,548	\$ 49,575	\$ 158,578	\$ -	\$ -	\$ (26,857,685)		
55													
56	15.1												
57	Chesapeake Utilities Corporation-Florida Division												

	M	N	O	P	Q	R	S	T	U	V	W	X	Y
58	Annual Status Report												
59	Analysis of Entries in Accumulated Depreciation & Amortization												
60	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
61	For the Year Ended December 31, 2013										Page 2 of 2		
62													
63	Acct.	Account	Beginning						Gross	Cost of			Ending
64	No.	Description	Balance*	Accruals	Reclass.	Retirements		Salvage	Removal	Adjustments	Transfers		Balance*
65	(Continued)												
66													
67	399	Other Tangible Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
68	391.4	System Software	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
69													
70													
71													
72													
73													
74													
75													
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85													
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88													
89													
90													
91													
92													
93													
94	Capital Recovery Schedules:												
95													
96													
97													
98													
99		Subtotal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
100	List any other items necessary to reconcile the total depreciation and amortization accrual amount to Acct. 403, Depreciation Expense, shown on page 8.												0
101		Various Depreciation charged elsewhere	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
102		108 Retirement Work in Process	14,672	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,802	(4)	\$ -	\$ -	129,470
103		119 Amortization of Other Utility Plant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
104		Subtotal	\$ 14,672	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,802	(4)	\$ -	\$ -	129,470
105		Grand Total	\$ (25,138,012)	\$ (2,711,317)	\$ (4)	\$ 763,548	\$ 49,575	\$ 273,380	(4)	\$ -	\$ -	\$ (26,762,833)	
106	Note:	* The grand total of beginning and ending balances must agree to Line 17, Page 12.											
107													
108	Page 18.1												
109	Chesapeake Utilities Corporation-Florida Division												

	A	B	C	D	E	F	G	H	I	J	K	L
1	Annual Status Report											
2	Analysis of Plant in Service Accounts											
3	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION											
4	For the Year Ended December 31, 2013										Page 1 of 2	
5												
6	Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*		
8		374 Land-Distribution		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9		389 Land-General		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
10												
11												
12	Amortizable General Plant Assets:											
13												
14		301 Organization	0.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15		302 Franchise and Consent	0.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
16		303 Misc Intangible Plant	0.000%	\$ 547	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547
17												
18	Subtotal			\$ 547	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547
19	Depreciable Assets: This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.											
20												
21		375 Structures & Improvements	3.300%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
22		376.1 Mains (Plastic)	3.100%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
23		376.2 Mains (Steel)	2.500%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
24		378 M & R Equipment - General	2.800%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
25		379 M & R Equipment - City	3.800%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
26												
27												
28		380.1 Dist Plant - Services (Plastic)	3.400%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
29		380.2 Dist Plant - Services (Steel)	11.100%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
30		381 Meters	3.400%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31		381.1 Meters	5.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
32		382 Meter Installations	3.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
33		382.2 Meter Installations MTU/DCU	5.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
34		383 Regulators	3.400%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
35		384 Regulator Install House	3.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
36		385 M & R Equipment - Industrial	7.800%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
37												
38		387 Other Equipment	4.700%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
39		390 Structures & Improvements	2.600%	\$ 13,280	\$ 11,201	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,481
40		391.1 Data Processing Equipment	12.500%	\$ 28,502	\$ 5,797	\$ (9,968)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,331
41		391.2 Office Furniture	7.300%	\$ 129,981	\$ -	\$ (1,657)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 128,323
42		391.3 Office Equipment	11.100%	\$ 75,432	\$ 75	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,506
43		391.0 VAX System Equipment		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
44												
45		392.3 Transportation Other	8.200%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
46												
47		394 Tools and Work Equipment	7.200%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
48		396 Power Operated Equipment	6.800%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
49		397 Communication Equipment	9.200%	\$ 19,803	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,803
50		397.1 Communication Equipment	5.000%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
51		398 Misc Equipment	6.000%	\$ 3,512	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,512
52		392 Transportation Equip - Autos	12.700%	\$ 27,638	\$ 8,903	\$ (8,492)	\$ -	\$ -	\$ (4,399)	\$ -	\$ -	\$ 23,650
53												
54	Subtotal			\$ 298,148	\$ 25,976	\$ (20,117)	\$ -	\$ -	\$ (4,399)	\$ -	\$ 299,608	
55												
56	Page 13.2											
57	Allocation of Common Plant from Florida Public Utilities Company											

	A	B	C	D	E	F	G	H	I	J	K	L
58	Annual Status Report											
59	Analysis of Plant in Service Accounts											
60	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION											
61	For the Year Ended December 31, 2013						Page 2 of 2			Page 2 of 2		
62												
63	Acct.	Account		Depr.	Beginning							Ending
64	No.	Description		Rate	Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers		Balance*
65	(Continued)											
66												
67	399	Other Tangible Property		20.000%	\$ 2,747	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,747
68	391.4	System Software		11.100%	\$ 214,672	\$ -	\$ (48,332)	\$ -	\$ -	\$ -	\$ -	\$ 166,340
69												
70												
71												
72												
73												
74												
75												
76												
77												
78												
79												
80												
81												
82												
83												
84												
85												
86												
87												
88												
89												
90												
91												
92												
93												
94	Capital Recovery Schedules:											
95												
96												
97												
98												
99	Total Account 101*											
100	Amortizable Assets:											
101	114	Acquisition Adjustment										
102	118	Other Utility Plant										
103		Other										
104												
105	Total Utility Plant				\$ 516,113	\$ 25,976	\$ (68,449)	\$ -	\$ -	\$ (4,399)	\$ 469,241	
106	Note: * The total beginning and ending balances must agree to acct. 101, Plant in Service, Line 3, Page 12.											
107												
108	Page 14.2											
109	Allocation of Common Plant from Florida Public Utilities Company											

	M	N	O	P	Q	R	S	T	U	V	W	X	Y
1	Annual Status Report												
2	Analysis of Entries in Accumulated Depreciation & Amortization												
3	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
4	For the Year Ended December 31, 2013											Page 1 of 2	
5													
6	Acct. No.	Account Description	Beginning Balance*	Provision	Reclass.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*		
7													
8													
9													
10													
11													
12	Amortizable General Plant Assets:												
13													
14		301 Organization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15		302 Franchise and Consent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
16		303 Misc Intangible Plant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
17													
18		Subtotal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
19	This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.												
20													
21		375.0 Structures & Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
22		376.1 Mains (Plastic)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
23		376.2 Mains (Steel)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
24		378.0 M & R Equipment - General	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
25		379 M & R Equipment - City	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
26													
27													
28		380.1 Dist Plant - Services (Plastic)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
29		380.2 Dist Plant - Se 380000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
30		381 Meters 0	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31		381.1 Meters	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
32		382 Meter Installations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
33		382.2 Meter Installations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
34		383 Regulators	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
35		384 Regulator Install House	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
36		385 M & R Equipment - Industrial	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
37													
38		387 673,186.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
39		390 Structures & Improvements	\$ (307)	\$ (564)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (871)
40		391.1 Data Processing Equipment	\$ (10,217)	\$ (1,586)	\$ -	\$ 9,968	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,835)
41		391.2 Office Furniture	\$ (39,848)	\$ (14,428)	\$ -	\$ 1,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (52,618)
42		391.3 Office Equipment	\$ (2,659)	\$ (3,622)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (6,281)
43		391.0 VAX System Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
44													
45		392.3 Transportation Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
46													
47		394 Tools and Work Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
48		396 Power Operated Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
49		397 Communication Equipment	\$ 6,606	\$ (1,822)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,785
50		397.1 Communication Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
51		398 Misc Equipment	\$ (5,531)	\$ (211)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,379	\$ -	\$ (1,364)
52		392.0 Transportation Equip - Autos	\$ (3,775)	\$ (3,039)	\$ -	\$ 8,492	\$ (3,520)	\$ -	\$ -	\$ 4,399	\$ -	\$ -	\$ 2,557
53													
54		Subtotal	\$ (55,731)	\$ (25,272)	\$ -	\$ 20,117	\$ (3,520)	\$ -	\$ -	\$ 8,778	\$ -	\$ (55,627)	
55													
56	15.2												
57	Allocation of Common Plant from Florida Public Utilities Company												

	M	N	O	P	Q	R	S	T	U	V	W	X	Y
58	Annual Status Report												
59	Analysis of Entries in Accumulated Depreciation & Amortization												
60	Company: CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION												
61	For the Year Ended December 31, 2013											Page 2 of 2	
62													
63	Acct.	Account		Beginning					Gross	Cost of			Ending
64	No.	Description		Balance*	Accruals	Reclass.	Retirements	Salvage	Removal	Adjustments	Transfers		Balance*
65	(Continued)												
66													
67	399	Other Tangible Property		\$ (2,939)	\$ (383)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,322)
68	391.4	System Software		\$ (214,672)		\$ -	\$ 48,332	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (166,340)
69													
70													
71													
72													
73													
74													
75													
76													
77													
78													
79													
80													
81													
82													
83													
84													
85													
86													
87													
88													
89													
90													
91													
92													
93													
94	Capital Recovery Schedules:												
95													
96													
97													
98													
99		Subtotal		\$ (217,611)	\$ (383)	\$ -	\$ 48,332	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (169,662)
100	List any other items necessary to reconcile the total depreciation and amortization accrual amount to Acct. 403, Depreciation Expense, shown on page 6.												
101													
102													\$ -
103													
104		Subtotal		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
105		Grand Total		\$ (273,342)	\$ (26,655)	\$ -	\$ 68,449	\$ (3,520)	\$ -	\$ -	\$ 8,778	\$ -	\$ (225,289)
106	Note:	* The grand total of beginning and ending balances must agree to Line 17, Page 12.											
107													
108	Page 16.2												
109	Allocation of Common Plant from Florida Public Utilities Company												

CONSTRUCTION WORK IN PROGRESS-GAS (Account 107)

1. Report below descriptions and balances at end of year of projects in process of construction (107).
 2. Show items relating to "research, development, and demonstration" projects last, under a caption Research,

Development, and Demonstration (see Account 107 of the Uniform System of Accounts).
 3. Minor projects (less than \$500,000) may be grouped.

Line No.	Description of Project (a)	Construction Work in Progress-Gas (Account 107) (b)	Estimated Additional Cost of Project (c)
1	Miscellaneous	\$ 297,714	Unknown
2	Software	\$ 673,796	Unknown
3	GRIP Expenditures	\$ 330,475	Unknown
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15	TOTAL	\$ 1,301,985	\$ -

11

12 the titles used by the respondent. Charges for outside professional services for engineering fees and management or supervision fees capitalized should be shown as separate items.
 2. A respondent should not report "none" to this page if no overhead apportionments are made, but rather should explain the accounting procedures employed

and the amounts of engineering, supervision, and administrative costs, etc. which are directly charged to construction.
 3. Enter on this page engineering, supervision, administrative,, and allowance for funds used during construction, etc. which are first assigned to a blanket work order and then prorated to construction jobs.

Line No.	Description of Overhead (a)	Total Amount Charged for the Year (b)	Total Cost of Construction to Which Overheads Were Charged (Exclusive of Overhead Charges) (c)
1	Engineering	140,212	6,686,589
2	Supervision	108,127	6,686,589
3	Administrative	58,971	6,686,589
4	Operations	100,462	6,686,589
5			
6			
7			
8			
9			
10			
11			
12	TOTAL	407,773	

PREPAYMENTS (Account 165)

1. Report below the particulars (details) on each prepayment.

Line No.	Nature of Prepayment (a)	Balance at End of Year (In Dollars) (b)
1	Prepaid Insurance	\$ 112,398
2	Prepaid Rents	\$ 111,993
3	Miscellaneous Prepayments: Industry Dues	\$ 45,124
4	TOTAL	\$ 269,515

EXTRAORDINARY PROPERTY LOSSES (Account 182.1)

Line No.	Description of Extraordinary Loss [Include in the description the date of loss, the date of Commission authorization to use Account 182.1 and period of amortization (mo, yr, to mo, yr).] (a)	Total Amount of Loss (b)	Losses Recognized During Year (c)	WRITTEN OFF DURING YEAR		Balance at End of Year (f)	
				Account Charged (d)	Amount (e)		
1	N/A						
2							
3							
11							
12							
13							
14							
15							
16							
17		TOTAL					

UNRECOVERED PLANT AND REGULATORY STUDY COSTS (182.2)

Line No.	Description of Unrecovered Plant and Regulatory Study Costs [Include in the description of costs, the date of Commission authorization to use Account 182.2 and period of amortization (mo, yr, to mo, yr).] (a)	Total Amount of Charges (b)	Costs Recognized During Year (c)	WRITTEN OFF DURING YEAR		Balance at End of Year (f)
				Account Charged (d)	Amount (e)	
1	N/A					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13		TOTAL				

OTHER REGULATORY ASSETS (Account 182.3)

1. Reporting below the particulars (details) called for concerning other regulatory assets which are created through the ratemaking actions of regulatory agencies (and not includible in other amounts).

2. For regulatory assets being amortized, show period of amortization in column (a).
3. Minor items (amounts less than \$25,000) may be grouped by classes.

Line No.	Description and Purpose of Other Regulatory Assets (a)	Balance Beginning of Year (b)	Debits (c)	Credits		Balance End of Year (f)
				Account Charged (d)	Amounts (e)	
1						\$ -
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19	TOTAL	\$ -	\$ -			\$ -

MISCELLANEOUS DEFERRED DEBITS (Account 186)

1. Report below the particulars (details) called for concerning miscellaneous deferred debits.
2. For any deferred debit being amortized, show period of amortization in column (a).

3. Minor items (amounts less than \$25,000) may be grouped by classes.

Line No.	Description of Miscellaneous Deferred Debit (a)	Balance Beginning of Year (b)	Debits (c)	Credits		Balance End of Year (f)
				Account Charged (d)	Amount (e)	
1	Environmental Regulatory (Contra)	\$ (1,799,933)		142	\$ (248,209)	\$ (2,048,142)
2	Environmental Regulatory	\$ 1,977,000	\$ 443,000	281		\$ 2,420,000
3	Deferred Rate Case	\$ 68,756		928	\$ (68,756)	\$ -
4	Competitive Rate Asset	\$ 334,079		242	\$ (334,079)	\$ -
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17	Misc. Work in Progress					
18	Deferred Regulatory Comm. Expenses					
19	TOTAL	\$ 579,902				\$ 371,858

**SECURITIES ISSUED AND
 SECURITIES REFUNDED OR RETIRED DURING THE YEAR**

1. Furnish a supplemental statement giving a brief description of security financing and refinancing transactions during the year and the accounting for the securities, discounts, premiums, expenses, and related gains or losses.

2. Furnish particulars (details) showing fully the accounting for the total principal amount, par value, or stated value of each class and series of security issued, retired, or refunded and the accounting for premiums, discounts, expenses, and gains or losses relating to the securities. Set forth the facts of the accounting clearly with regard to redemption premiums, unamortized discounts, expenses, and gains or losses relating to securities retired or refunded.

and gains or losses relating to securities retired or refunded.

3. Included in the identification of each class and series of security, as appropriate, the interest or dividend rate, nominal date of issuance, maturity date, aggregate principal amount, par value or stated value, and number of shares.

4. Where the accounting for amounts relating to securities refunded or retired is other than that specified in General Instruction 17 of the Uniform System of Accounts, give references to the Commission authorization for the different accounting and state the accounting method.

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UNAMORTIZED LOSS AND GAIN ON REACQUIRED DEBT (Accounts 189, 257)

1. Report under separate subheadings for Unamortized Loss and Unamortized Gain on Reacquired Debt, particulars (details) of gain and loss, including maturity date, on reacquisition applicable to each class and series of long-term debt. If gain or loss resulted from a refunding transaction, include also the maturity date of the new issue.

2. In column (c) show the principal amount of bonds or other long-term debt reacquired.

3. In column (d) show the net gain or net loss realized on each debt reacquisition as computed in accordance with

General Instruction 17 of the Uniform Systems of Accounts

4. Show loss amounts by enclosing the figures in parentheses.

5. Explain in a footnote any debits and credits other than amortization debited to Account 428.1, Amortization of Loss on Reacquired Debt, or credited to Account 429.1, Amortization of Gain on Reacquired Debt-Credit.

Line No.	Designation of Long-Term Debt (a)	Date Reacquired (b)	Principal of Debt Reacquired (c)	Net Gain or Net Loss (d)	Balance at Beginning of Year (e)	Balance at End of Year (f)
1						
2	N/A					
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						

LONG-TERM DEBT (Accounts 221, 222, 223, and 224)

1. Report by balance sheet Account the particulars (details) concerning long-term debt included in Accounts 221, Bonds, 222, Reacquired Bonds, 223, Advances from Associated Companies, and 224, Other Long-Term Debt. If information to meet the stock exchange reporting requirement outlined in column (a) is available from the SEC 10-K Report Form Filing, a specific reference to the report form (i.e., year and company title) may be reported in column (a) provided the fiscal years for both the 10-K report and this report are compatible.
2. For advances from Associated Companies, report separately advances on notes and advances on open accounts. Designate demand notes as such. Include in column (a) names of associated

companies from which advances were received.
3. If the respondent has any long-term securities which have been nominally issued and are nominally outstanding at end of year, describe such securities in a footnote.
4. If interest expense was incurred during the year on any obligations retired or reacquired before end of year, include such interest in column (f). Explain in a footnote any difference between the total of column (f) and the total of Account 427, Interest on Long-Term Debt and Account 430, Interest on Debt to Associated Companies.

Line No.	Class and Series of Obligation (a)	Nominal Date of Issue (b)	Date of Maturity (c)	Original Amount Issued (d)	Interest for Year		Total Amount Outstanding (g)
					Rate (in %) (e)	Amount (f)	
1	Convertible Debentures - 8.25%	2/15/1989	3/1/2014	\$ 5,000,000	8.25%	\$ 66,172	\$ 646,000
2	Senior Note 4 - 7.83%	2/29/2000	1/1/2015	\$ 20,000,000	7.83%	\$ 313,200	\$ 2,000,000
3	Senior Note 5 - 6.64%	10/31/2002	10/31/2017	\$ 30,000,000	6.64%	\$ 875,273	\$ 10,909,091
4	Senior Note 6 - 5.5%	12/12/2006	10/12/2020	\$ 20,000,000	5.50%	\$ 852,500	\$ 14,000,000
5	Senior Note 7 - 5.93%	10/31/2008	10/31/2023	\$ 30,000,000	5.93%	\$ 1,779,000	\$ 30,000,000
6	Senior Note 8 - 5.68%	6/24/2011	6/30/2026	\$ 29,000,000	5.68%	\$ 1,647,200	\$ 29,000,000
7	Senior Note 9 - 6.43%					\$ 300,067	\$ 7,000,000
8	Senior Note 10 - 3.73%					\$ 31,083	\$ 20,000,000
9	Promissory Note	2/1/2010	3/1/2015	\$ 310,000	0.00%	\$ -	\$ 65,000
10	Flo_Gas Notes Payable					\$ -	\$ 380,000
11	FPU Bond - 9.57%	5/1/1988	5/1/2018	\$ 10,000,000	9.57%	\$ 192,142	\$ -
12	FPU Bond - 10.03%	5/1/1988	5/1/2018	\$ 5,500,000	10.03%	\$ 110,748	\$ -
13	FPU Bond - 9.08%	6/1/1992	6/1/2022	\$ 8,000,000	9.08%	\$ 726,400	\$ 8,000,000
14	Subtotal					\$ 6,893,785	\$ 122,000,091
15	Less Maturities						\$ (10,504,106)
16							
17							
18	Allocation to Florida Division					\$ 673,186	
19	Allocation to Other Jurisdictions					\$ 6,220,598	
20							
21	Total Chesapeake Utilities Corp.					\$ 6,893,784	
22							
23	TOTAL			\$ 157,810,000		\$ 6,893,785	\$ 111,495,985

Note: Schedule lists total long term debt for Chesapeake Utilities Corporation. Line number 18 indicates the amount that is allocated to the Florida Division.

UNAMORTIZED DEBT EXPENSE, PREMIUM AND DISCOUNT ON LONG-TERM DEBT (Accounts 181, 225, 226)

1. Report under separate subheadings for Unamortized Debt Expense, Unamortized Premium on Long-Term Debt and Unamortized Discount on Long-Term Debt, particulars (details) of expense, premium or discount applicable to each class and series of long-term debt.
2. Show premium amounts by enclosing the figures in parentheses.
3. In column (b) show the principal amount of bonds or other long-term debt originally issued.
4. In column (c) show the expense, premium or discount with respect to the amount of bonds or other long-term debt originally issued.

5. Furnish in a footnote particulars (details) regarding the treatment of unamortized debt expense, premium or discount associated with issues redeemed during the year.
6. Identify separately indisposed amounts applicable to issues which were redeemed in prior years.
7. Explain any debits and credits other than amortization debited to Account 428, Amortization of Debt Discount and Expense, or credited to Account 429, Amortization of Premium on Debt - Credit.

Line No.	Designation of Long-Term Debt (a)	Principal Amount of Debt issued (b)	Total Expense Premium or Discount (c)	Amortization Period		Balance at beginning of Year (f)	#	Debits (Credits) During Year (g)	Balance at End of Year (h)
				Date From (d)	Date To (e)				
1	Convertible Debentures	\$ 5,000,000	\$ 106,808	2/15/1989	3/1/2014	\$ 3,373	\$ (2,923)	\$ 450	
2	Unamortized Issuance Costs (DRP)	\$ -	\$ 119,274			\$ 33,915	\$ (6,464)	\$ 27,451	
3	Senior Note 4	\$ 20,000,000	\$ 114,957	2/29/2000	1/1/2015	\$ 3,728	\$ (2,486)	\$ 1,242	
4	Senior Note 5	\$ 30,000,000	\$ 141,831	10/31/2002	10/31/2017	\$ 18,267	\$ (6,232)	\$ 12,035	
5	Senior Note 6	\$ 20,000,000	\$ 79,566	12/12/2006	10/12/2020	\$ 28,477	\$ (6,491)	\$ 21,986	
6	Senior Note 7	\$ 30,000,000	\$ 39,518	10/31/2008	10/31/2023	\$ 23,711	\$ (3,794)	\$ 19,917	
7	Senior Note 8	\$ 29,000,000	\$ 34,794	6/24/2011	6/30/2026	\$ 29,251	\$ (3,695)	\$ 25,556	
8	Senior Note 9	\$ -	\$ -			\$ -	\$ 14,669	\$ 14,669	
9	Senior Note 10	\$ -	\$ -			\$ -	\$ 66,876	\$ 66,876	
10	Senior Note 11	\$ -	\$ -			\$ -	\$ 167,190	\$ 167,190	
11	FPU Bond	\$ 10,000,000	\$ 180,273			\$ 11,147	\$ (11,147)	\$ -	
12	FPU Bond	\$ 5,500,000	\$ 97,070			\$ 6,000	\$ (6,000)	\$ -	
13	FPU Bond	\$ 8,000,000	\$ 122,010			\$ 38,297	\$ (4,067)	\$ 34,230	
14									
15	Allocation to Florida Division						\$ 3,246		
16	Allocation to Other Jurisdictions						\$ 192,190		
17									
18	Total Chesapeake Utilities Corp.						\$ 195,436		
19									
20									
21									
22									
23									

Note: Schedule lists total long term debt for Chesapeake Utilities Corporation. Line number 15 indicates the amount that is allocated to the Florida Division.

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (Account 242)

1. Describe and report the amount of other current and accrued liabilities at the end of year. 2. Minor items (less than \$50,000) may be grouped under appropriate title.

Line No.	Item	Balance at End of Year
1	Self Insurance- Current	\$ 16,103
2	Accrued Compensation	\$ 221,296
3	Flex Rate Liability	\$ 11,180
4	Accrued Gross Receipts and Sales Tax Liability	\$ -
5	Un-Recovered Purchased Gas Cost	\$ 185,424
6		
7		
8		
9		
10		
11		
12		
13	TOTAL	\$ 434,003

OTHER DEFERRED CREDITS (Account 253)

1. Report below the particulars (details) called for concerning other deferred credits.
2. For any deferred credit being amortized, show the period of amortization.
3. Minor Items (less than \$25,000) may be grouped by classes.

Line No.	Description of Other Deferred Credit (a)	Balance Beginning of Year (b)	DEBITS		Credits (e)	Balance End of Year (f)
			Contra Account (c)	Amount (d)		
12						
1	Deferred Revenues-Short Term	\$ 197,480	480			\$ 197,480
2	Deferred Environmental Costs	\$ (1,807,337)	232	\$ -	\$ (124,390)	\$ (1,931,727)
3	Conservation Cost Recovery (1)	\$ 35,744	908		\$ (132,177)	\$ (96,433)
4	Gas Reliability Infrastructure Program	\$ (14,220)	908	\$ 110,146	\$ -	\$ 95,925
5						
6						
7						
8						
9						
10	(1) Total from last year is line 3 and 4 together					
11						
12						
13	TOTAL	\$ (1,588,333)				\$ (1,734,754)

OTHER REGULATORY LIABILITIES (Account 254)

1. Reporting below the particulars (details) called for concerning other regulatory liabilities which are created through the ratemaking actions of regulatory agencies (and not includable in other amounts). 2. For regulatory liabilities being amortized, show period of amortization in column (a). 3. Minor items (5% of the Balance at End of Year for Account 254 or amounts less than \$50,000, whichever is less) may be grouped by classes.

Line No.	Description and Purpose of Other Regulatory Liabilities (a)	Balance Beginning of Year (b)	Debits		Credits (d)	Balance End of Year (e)
			Contra Account (b)	Amount (c)		
1	Environmental Regulatory Liability	\$ 1,977,000	186	\$ -	\$ 443,000	\$ 2,420,000
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13	TOTAL	\$ 1,977,000				\$ 2,420,000

TAXES OTHER THAN INCOME TAXES (Account 408.1)

Name of Taxing Authority	Real Property	Tangible Personal Property	Intangible Personal Property	FICA, SUTA, FUTA	Gross Receipts	Regulatory Assessment Fees	Environmental, Excise	Franchise	Other*	Total
1 Various Florida Counties								\$ 358,600		\$ 358,600
2 Various Florida Counties		\$ 826,055								\$ 826,055
3 Florida Public Service Commission						\$ 79,627				\$ 79,627
4 Payroll Taxes				\$ 178,238						\$ 178,238
5 Business Taxes									\$ 508	\$ 508
6										\$ -
7										\$ -
8										\$ -
9										\$ -
10										\$ -
11										\$ -
12										\$ -
13										\$ -
14										\$ -
15 Less: Charged to Construction										\$ -
16 TOTAL Taxes Charged During Year (Lines 1-15) to Account 408.1	\$ -	\$ 826,055	\$ -	\$ 178,238	\$ -	\$ 79,627	\$ -	\$ 358,600	\$ 508	\$ 1,443,028

Note: *List separately each item in excess of \$500.

ACCUMULATED DEFERRED INVESTMENT TAX CREDITS (Account 255)

Report below the information applicable to Account 255. Where appropriate, segregate the balances and transactions by utility and nonutility operations.

Line No.	Account Subdivisions (a)	Balance Beginning of Year (b)	Amount Deferred for Year (c)	Allocations to Current Year's Income		Adjustments (f)	Balance End of Year (g)	Average Period of Allocation to Income (h)
				Acct. No. (d)	Amount (e)			
1	Gas Utility							
2	3%							
3	4%							
4	7%							
5	10%	\$ 74,193		420	\$ (19,524)		\$ 54,669	
6								
7								
8								
9								
10	TOTAL	\$ 74,193			\$ (19,524)		\$ 54,669	

Notes

ACCUMULATED DEFERRED INCOME TAXES (Account 190)

1. At Other (Specify), include deferrals relating to other income and deductions.

2. In the space provided below, identify by amount and classification, significant items for which deferred taxes are being provided.

Line No.		Balance at Beginning of Year	Changes During Year				Adjustments				Balance at End of Year
			Amounts Debited to Account 410.1	Amounts Credited to Account 411.1	Amounts Debited to Account 410.2	Amounts Credited to Account 411.2	Debits		Credits		
							Account No.	Amount	Account No.	Amount	
1	GAS	\$ 627,321	\$ (949)	\$ -			\$ 67,198		\$ (137,212)	\$ 556,358	
2	GAS	\$ 23,467	\$ (5,305)	\$ 413,349						\$ 431,511	
3											
4											
5											
6											
7											
8											
9											
10											
11	TOTAL Gas (Lines 2 - 10)										
12	Other (Specify)										
13	TOTAL (Account 190) (Total of lines 11 and 12)	\$ 650,788	\$ (6,254)	\$ 413,349	\$ -	\$ -	\$ 67,198	-	\$ (137,212)	\$ 987,869	

ACCUMULATED DEFERRED INCOME TAXES (Accounts 281, 282, 283)

Line No.		Balance at Beginning of Year	Changes During Year				Adjustments				Balance at End of Year
			Amounts Debited to Account 410.1	Amounts Credited to Account 411.1	Amounts Debited to Account 410.2	Amounts Credited to Account 411.2	Debits		Credits		
							Account No.	Amount	Account No.	Amount	
1	Account 281 - Accelerated Amortization Property										
2	Electric									\$ -	
3	Gas									\$ -	
4	Other									\$ -	
5	TOTAL Account 281 (Lines 2 thru 4)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
6	Account 282 - Other Property										
7	Electric									\$ -	
8	Gas	\$ (10,055,107)	\$ (1,210,839)	\$ -	\$ (82,124)	\$ 1,485	\$ 5,485	\$ -	\$ -	\$ (11,341,100)	
9	Other									\$ -	
10	TOTAL Account 282 (Lines 7 thru 9)	\$ (10,055,107)	\$ (1,210,839)	\$ -	\$ (82,124)	\$ 1,485	\$ 5,485	\$ -	\$ -	\$ (11,341,100)	
11	Account 283 - Other										
12	Electric									\$ -	
13	Gas	\$ (121,896)	\$ (50,987)	\$ 27,957	\$ -	\$ -	\$ 131,727	\$ (67,198)	\$ -	\$ (80,397)	
14	Other									\$ -	
15	TOTAL Account 283 - Other (Lines 12 thru 14)	\$ (121,896)	\$ (50,987)	\$ 27,957	\$ -	\$ -	\$ 131,727	\$ (67,198)	\$ -	\$ (80,397)	
16	GAS										
17	Federal Income Tax									\$ -	
18	State Income Tax									\$ -	
19										\$ -	
20	TOTAL Gas (Lines 17 thru 19)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
21	OTHER										
22	Federal Income Tax									\$ -	
23	State Income Tax									\$ -	
24	TOTAL Other (Lines 22 and 23)									\$ -	
25	TOTAL (Total of lines 5, 10 and 15)	\$ (10,177,003)	\$ (1,261,826)	\$ 27,957	\$ (82,124)	\$ 1,485	\$ 137,212	\$ (67,198)	\$ -	\$ (11,421,497)	

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME
FOR FEDERAL INCOME TAXES**

1. Report the reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. Include in the reconciliation, as far as practicable, the same detail as furnished on Schedule M-1 of the tax return for the year. Submit a reconciliation even though there is no taxable income for the year. Indicate clearly the nature of each reconciling amount.

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, however, intercompany amounts to be eliminated in such a consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, allocation, assignment, or sharing of the consolidated tax among the group members.

Line No.	Particulars (Details) (a)	Amount (b)
1	Net Income for the Year (Page 9)	\$ 2,791,352
2	Income on Return Not on Books	\$ -
3	Expenses Booked Not Recorded on Return	
4	Current Federal Income Taxes	\$ 689,506
5	Deferred Income Taxes	\$ 907,413
6	Investment Tax Credit Amortization	\$ (19,524)
7	Provision for Bad Debt	\$ 38,803
8	Environmental Expenses	\$ 123,819
9	Pension Reserve	\$ 19,691
10	Post-retirement Benefits	\$ (2,462)
11	Rate Case Expenses	\$ 68,756
12	Self-insurance Reserve	\$ 14,400
13	Meals	\$ 28,992
11	AFUDC	\$ (13,752)
12	Short-term Bonus	\$ 99,627
	Lobbying	\$ 2,686
14	Deductions on Return Not Charged Against Book Income	
15	Gas Reliability Infrastructure Program	\$ 110,146
16	Conservation Program Costs	\$ (132,177)
17	Excess of allowable depreciation over that charged to depreciation and other book expenses	\$ (3,102,538)
18	Flex Revenue Program	\$ 345,260
19	Insurance Deductibles	\$ 3,719
20	Reversal of Prior Year's Customer Sales Tax Reserve	\$ -
21	Removal Costs	\$ (212,894)
22	Asset Gain (Loss)	\$ 3,850
23	Customer Based Intangibles - Rebates/Conservation	\$ 205,344
24	Federal Tax Net Income	\$ 1,970,017
25	Show Computation of Tax:	
26	Tax at 35%	\$ 689,506
27	Reversal of Prior Year benefit from NOL generated by other Subsidiaries	\$ -
28	Total Federal Income Tax Payable	\$ 689,506

GAS OPERATING REVENUES (Account 400)

1. Report below natural gas operating revenues for each prescribed account in total.
2. Report number of customers, columns (f) and (g), on the basis of meters, except that where separate meter readings are added for billing purposes, one customer should be counted for each group of meters added. The average number of customers means the average of twelve figures at the close of each month.
3. Report quantities of natural gas sold in therms (14.73 psia at 60 F).
4. Report gas service revenues and therms sold by rate schedule.
5. If increases or decreases from previous year (columns (c),(e), and (g)), are not derived from previously reported figures, explain any inconsistencies in a footnote.

Line No.	Title of Account (a)	Operating Revenues		Therms of Natural Gas Sold		Avg. No. of Natural Gas Customers Per Mo.	
		Amount for Year (b)	Amount for Previous Year (c)	Current Year (d)	Previous Year (e)	Current Year (f)	Previous Year (g)
1	Gas Service Revenues						
2	Firm Sales Service						
3	480						
4	481						
5	481						
6	481						
7	481						
8	481						
9	Interruptible Sales Service						
10	481						
11	481						
12	Firm Transportation Service						
11	489	\$ 13,826,883	\$13,241,374	121,414,123	126,598,852	15,324	15,089
12	489						
15	489						
16	Interruptible Transportation Serv.						
17	489						
18	489						
19	482 Other Sales to Public Authorities						
20	484 Flex Rate - Refund						
21	TOTAL Sales to Ultimate Consumers	\$ 13,826,883	\$13,241,374	121,414,123	126,598,852	15,324	15,089
22	483 Sales for Resale						
23	Off-System Sales						
24	TOTAL Nat. Gas Service Revenues	\$ 13,826,883	\$13,241,374				
25	TOTAL Gas Service Revenues	\$ 13,826,883	\$13,241,374				
26	Other Operating Revenues						
27	485 Intracompany Transfers						
28	487 Forfeited Discounts						
29	488 Misc. Service Revenues						
30	489 Rev. from Trans. of Gas of Others						
31	not included in above rate schedules)						
32	493 Rent from Gas Property	\$ 5,208	\$ 5,208				
33	494 Interdepartmental Rents						
34	495 Other Gas Revenues						
35	Initial Connection	\$ -	\$ -				
36	Reconnect for Cause						
37	Collection in lieu of disconnect	\$ -	\$ -				
38	Returned Check	\$ 8,277	\$ 4,404				
39	Other	\$ 2,386,196	\$ 2,436,802				
40	495.1 Overrecoveries Purchased Gas						
41	TOTAL Other Operating Revenues	\$ 2,399,681	\$ 2,446,414				
42	TOTAL Gas Operating Revenues	\$ 16,226,564	\$15,687,788				
43	(Less) 496 Provision for Rate Refunds						
44	TOTAL Gas Operating Revenues Net of Provision for Refunds						
45	Sales for Resale						
46	Other Sales to Public Authority						
47	Interdepartmental Sales						
48	TOTAL	\$ 16,226,564	\$15,687,788				

Notes

GAS OPERATION AND MAINTENANCE EXPENSES

If the amount for previous year is not derived from previously reported figures, explain in footnotes.

Line No.	Account	Amount for Current Year	Amount for Previous Year
1	1. Production Expenses		
2	A. TOTAL Manufactured Gas Production (Total of Accounts 700-742)		
3	B. TOTAL Natural Gas Prod. and Gathering (Total of Accts. 750 - 769)		
4	C. TOTAL Products Extraction (Total of Accounts 770 through 791)		
5	D. TOTAL Exploration and Development (Total of Accts. 795 through 798)		
6	E. Other Gas Supply Expenses		
7	Operation		
8	800 Natural Gas Well Head Purchases		
9	800.1 Natural Gas Well Head Purchases, Intracompany Transfers		
10	801 Natural Gas Field Line Purchases		
11	802 Natural Gas Gasoline Plant Outlet Purchases		
12	803 Natural Gas Transmission Line Purchases		
13	804 Natural Gas City Gate Purchases		
14	804.1 Liquefied Natural Gas Purchases		
15	805 Other Gas Purchases		
16	805.1 Purchased Gas Cost Adjustments - Debit/(Credit)		
17	TOTAL Purchased Gas (Total of Lines 8 to 16)		
18	806 Exchange Gas		
19	Purchased Gas Expenses		
20	807.1 Well Expenses--Purchased Gas		
21	807.2 Operation of Purchased Gas Measuring Stations		
11	807.3 Maintenance of Purchased Gas Measuring Stations		
12	807.4 Purchased Gas Calculations Expenses		
13	807.5 Other Purchased Gas Expenses		
14	TOTAL Purchased Gas Expenses (Total of lines 20 through 24)		
15	808.1 Gas Withdrawn from Storage--Debit		
16	(Less) 808.2 Gas Delivered to Storage--Credit		
17	809.1 Withdrawals of Liquefied Natural Gas for Processing--Debit		
18	(Less) 809.2 Deliveries of Natural Gas for Processing--Credit		
19	Gas Used in Utility Operations--Credit		
20	810 Gas Used for Compressor Station Fuel--Credit		
21	811 Gas Used for Products Extraction--Credit		
22	812 Gas Used for Other Utility Operations--Credit		
23	TOTAL Gas Used in Utility Operations--Credit (Lines 31 through 33)		
24	813 Other Gas Supply Expenses		
25	TOTAL Other Gas Supply Exp. (Total of Lines 17,18,25,26 through 29,34,35)		
26	TOTAL Production Expenses (Total of Lines 2,3,4,5 and 36)		
27	2. Natural Gas Storage, Terminating and Processing Expenses		
28	A. TOTAL Underground Storage Expenses (Total of Accounts 814 through 837)		
29	B. TOTAL Other Storage Expenses (Total of Accounts 840 through 843.9)		
30	C. TOTAL Liquefied Nat Gas Terminating & Processing Expenses (Total of Accounts 844.1 through 847.8)		
31	TOTAL Natural Gas Storage (Total of lines 39, 40, and 41)		
32	3. Transmission Expenses		
33	TOTAL Transmission Expenses (Total of Accounts 850 through 867)	\$ -	\$ -
34			
35			

Name of Respondent		For the Year Ended	
CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION		Dec. 31, 2013	
GAS OPERATION AND MAINTENANCE EXPENSES (Continued)			
Line No.	Account	Amount for Current Year	Amount for Previous Year
47	4. Distribution Expenses		
48	Operation		
49	870 Operation Supervision and Engineering	\$ 214,971	\$ 105,293
50	871 Distribution Load Dispatching	\$ 17,223	\$ 7,051
51	872 Compressor Station Labor and Expenses		
52	873 Compressor Station Fuel and Power		
53	874 Mains and Services Expenses	\$ 378,146	\$ 374,131
54	875 Measuring and Regulating Station Expenses--General	\$ 92,793	\$ 76,389
55	876 Measuring and Regulating Station Expenses--Industrial	\$ 86,331	\$ 158,280
56	877 Measuring and Regulating Station Expenses--City Gate Check Station	\$ 12,943	\$ 26,271
57	878 Meter and House Regulator Expenses	\$ 313,555	\$ 259,619
58	879 Customer Installations Expenses	\$ (46,619)	\$ 11,085
59	880 Other Expenses	\$ 33,117	\$ 89,253
60	881 Rents	\$ 23,989	\$ 20,547
61	TOTAL Operation (Total of lines 49 through 60)	\$ 1,126,450	\$ 1,127,919
62	Maintenance		
63	885 Maintenance Supervision and Engineering	\$ 13,154	\$ 12,173
64	886 Maintenance of Structures and Improvements	\$ -	\$ -
65	887 Maintenance of Mains	\$ 112,601	\$ 103,922
66	888 Maintenance of Compressor Station Equipment		
67	889 Maintenance of Meas. and Reg. Sta. Equip.--General	\$ 52,286	\$ 41,308
68	890 Maintenance of Meas. and Reg. Sta. Equip.--Industrial	\$ 51,233	\$ 41,047
69	891 Maintenance of Meas. and Reg. Sta. Equip.--City Gate Check Station	\$ 55,378	\$ 35,345
70	892 Maintenance of Services	\$ 43,215	\$ 10,050
71	893 Maintenance of Meters and House Regulators	\$ 90,105	\$ 76,052
72	894 Maintenance of Other Equipment	\$ 12,425	\$ 602,973
73	TOTAL Maintenance (Total of Lines 63 through 72)	\$ 430,397	\$ 922,870
74	TOTAL Distribution Expenses (Total of Lines 61 and 73)	\$ 1,556,847	\$ 2,050,789
75	5. Customer Accounts Expenses		
76	Operation		
77	901 Supervision	\$ 50,819	\$ 17,343
78	902 Meter Reading Expenses	\$ 45,827	\$ 31,180
79	903 Customer Records and Collection Expenses	\$ 703,969	\$ 783,096
80	904 Uncollectible Accounts	\$ 103,378	\$ (61,695)
81	905 Miscellaneous Customer Accounts Expenses	\$ -	\$ 45
82	TOTAL Customer Accounts Expenses (Total of Lines 77 through 81)	\$ 903,993	\$ 769,969
83	6. Customer Service and Informational Expenses		
84	Operation		
85	907 Supervision	\$ 12,943	\$ 41,743
86	908 Customer Assistance Expenses	\$ 434,882	\$ 613,400
87	909 Informational and Instructional Expenses	\$ 172,852	\$ 162,128
88	910 Miscellaneous Customer Service and Informational Expenses	\$ 5,249	\$ 4,321
89	TOTAL Customer Service and Informational Expenses (Total of Lines 85 through 88)	\$ 625,925	\$ 821,592
90	7. Sales Expenses		
91	Operation		
92	911 Supervision	\$ 36,335	\$ -
93	912 Demonstrating and Selling Expenses	\$ 103,331	\$ 5,174
94	913 Advertising Expenses	\$ 31,910	\$ 29,930
95	916 Miscellaneous Sales Expenses	\$ -	\$ -
96	TOTAL Sales Expenses (Total of lines 92 through 95)	\$ 171,576	\$ 35,104
97			

Name of Respondent		For the Year Ended	
CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION		Dec. 31, 2013	
GAS OPERATION AND MAINTENANCE EXPENSES (Continued)			
Line No.	Account	Amount for Current Year	Amount for Previous Year
98	8. Administrative and General Expenses		
99	Operation		
100	920 Administrative and General Salaries	\$ 1,324,713	\$ 721,164
101	921 Office Supplies and Expenses	\$ 660,700	\$ 501,310
102	(Less) (922) Administrative Expenses Transferred--Credit		\$ -
103	923 Outside Services Employed	\$ 455,560	\$ 1,295,640
104	924 Property Insurance	\$ 32,202	\$ 32,850
105	925 Injuries and Damages	\$ 210,544	\$ 204,355
106	926 Employee Pensions and Benefits	\$ 532,612	\$ 284,254
107	927 Franchise Requirements		\$ -
108	928 Regulatory Commission Expenses	\$ 68,756	\$ 68,748
109	(Less) (929) Duplicate Charges--Credit	\$ -	\$ -
110	930.1 General Advertising Expenses	\$ 20,194	\$ 617
111	930.2 Miscellaneous General Expenses	\$ 131,413	\$ 142,947
112	931 Rents	\$ 132,270	\$ 57,494
113	TOTAL Operation (Total of lines 100 through 112)	\$ 3,568,965	\$ 3,309,379
114	Maintenance		
115	932 Maintenance of General Plant	\$ 47,563	\$ 32,626
116	TOTAL Administrative and General Expense (Total of lines 113 and 115)	\$ 3,616,528	\$ 3,342,005
117			
118	TOTAL Gas O&M Expenses (Lines 37, 42, 44, 74, 82, 89, 96, and 116)	\$ 6,874,869	\$ 7,019,459
119			
120			

NUMBER OF GAS DEPARTMENT EMPLOYEES	
	1. The data on number of employees should be reported for payroll period ending nearest to October 31, or any payroll period ending 60 days before or after October 31.
	2. If the respondent's payroll for the reporting period includes any special construction personnel, include such employees on line 3, and show the number of such special construction employees in a footnote.
	3. The number of employees assignable to the gas department from joint functions of combination utilities may be determined by estimate, on the basis of employee equivalents. Show the estimated number of equivalent employees attributed to the gas department from joint functions.
1	
2	1. Payroll Period Ended (Date) October 31, 2013
3	2. Total Regular Full-Time Employees 209
4	3. Total Part-Time and Temporary Employees 0
5	4. Total Employees 209
6	
7	
8	
9	
10	
11	
12	
13	

NOTE: This is the number of natural gas employees of our affiliate, FPU, which provides services to us.

GAS PURCHASES (Accounts 800, 800.1, 801, 802, 803, 804, 804.1, 805, 805.1)

- | | |
|--|---|
| <p>1. Provide totals for the following accounts:
 800 - Natural Gas Well Head Purchases
 800.1- Natural Gas Well Head Purchases
 Intracompany Transfers
 801 - Natural Gas Field Line Purchases
 802 - Natural Gas Gasoline Plant Outlet Purchases
 803 - Natural Gas Transmission Line Purchases
 804 - Natural Gas City Gate Purchases
 804.1- Liquefied Natural Gas Purchases
 805 - Other Gas Purchases
 805.1- Purchases Gas Cost Adjustments</p> | <p>The totals shown in columns (b) and (c) should agree with the books of account. Reconcile any differences in a footnote.
 2. State in column (b) the volume of purchased gas as finally measured for the purpose of determining the amount payable for the gas. Include current year receipts of makeup gas that was paid for in prior years.
 3. State in column (c) the dollar amount (omit cents) paid and previously paid for the volumes of gas shown in column (b).
 4. State in column (d) the average cost per Therm to the nearest hundredth of a cent. (Average means column (c) divided by column (b) multiplied by 100.)</p> |
|--|---|

Line No.	Account Title (a)	Gas Purchased-Therms (14.73 psia 60 F) (b)	Cost of Gas (In dollars) (c)	Average Cost Per Therm (To nearest .01 of a cent) (d)
1	800 - Natural Gas Well Head Purchases			
2	800.1 - Natural Gas Well Head Purchases, Intracompany Transfers			
3	801 - Natural Gas Field Line Purchases			
4	802 - Natural Gas Gasoline Plant Outlet Purchases			
5	803 - Natural Gas Transmission Line Purchases			
6	804 - Natural Gas City Gate Purchases			
7	804.1 - Liquefied Natural Gas Purchases			
8	805 - Other Gas Purchases			
9	805.1 - Purchased Gas Cost Adjustments			
10	TOTAL (Total of lines 1 through 9)	N/A	N/A	N/A
11				
		12		

GAS USED IN UTILITY OPERATIONS - CREDIT (Accounts 812)

- | | |
|---|---|
| <p>1. Report below particulars (details) of credits during the year to Accounts 810, 811 and 812 which offset charges to operating expenses or other accounts for the cost of gas from the respondent's own supply.
 2. Natural gas means either natural gas unmixed, or any mixture of natural and manufactured gas.
 3. If the reported Therms for any use is an estimated quantity, state such fact in a footnote.</p> | <p>4. If any natural gas was used by the respondent for which a change was not made to the appropriate operating expense or other account, list separately in column (c) the Therms of gas used, omitting entries in columns (d) and (e).
 5. Report pressure base of measurement of gas volumes at 14.73 psia at 60 degrees F.</p> |
|---|---|

Line No.	Purpose for Which Gas Was Used (a)	Account Charged (b)	Therms of Gas Used (c)	Natural Gas Amount of Credit (d)
1	812 Gas used for Other Utility Operations Credit (Report separately for each principal uses. Group minor uses.)			
2	N/A			
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18	TOTAL			

Name of Respondent							For the Year Ended		
CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION							Dec. 31, 2013		
REGULATORY COMMISSION EXPENSES (Account 928)									
1. Report particulars (details) of regulatory commission expenses incurred during the current year (or incurred in previous years if being amortized) relating to formal cases before a regulatory body, or cases in which such a body was a party.					3. The totals of columns (c), (f), (h), and (i) must agree with the totals shown at the bottom of page 19 for Account 186				
2. Show in column (h) any expenses incurred in prior years which are being amortized. List in column (a) the period of amortization.					4. List in Column (d) and (e) expenses incurred during year which were charged currently to income, plant, or other accounts.				
					5. Minor items (less than \$25,000) may be grouped.				
Line No.	Description (Name of regulatory commission, the docket number, and a description of the case.) (a)	Total Expenses to Date (b)	Deferred in Account 186 Beginning of Year (c)	Expenses Incurred During Year		Deferred to Account 186 (f)	Amortized During Year		Deferred in Account 186 End of Year (i)
				Charged Currently to Account No. (d)	Amount (e)		Contra Account (g)	Amount (h)	
1	Amortization of Rate Case Expense		\$ 68,756	928			928	\$ (68,756)	\$ -
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
11									
12	TOTAL	\$ -	\$ 68,756		\$ -	\$ -		\$ (68,756)	\$ -

MISCELLANEOUS GENERAL EXPENSES (Account 930.2) (Gas)		
Line No.	Description (a)	Amount (b)
1	Industry Association Dues	
2	Experimental and General Research Expenses: (a) Gas Research Institute (GRI) (b) Other	
3	Publishing and distributing information and reports to stockholders; trustee, registrar, and transfer agent fees and expenses, and other expenses of servicing outstanding securities of the Respondent.	\$ 19,999
4	Other expenses (items of \$5,000 or more must be listed separately in this column showing the (1) purpose, (2) recipient and (3) amount of such items. Amounts of less than \$5,000 may be grouped by classes if the number of items so grouped is shown.)	
5		
6		
7	Board Meetings and Director Fees	\$ 107,844
8	Misc Board of Director Expenses	\$ 3,571
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20	TOTAL	\$ 131,413

CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION

Dec. 31, 2013

DISTRIBUTION OF SALARIES AND WAGES

Report below the distribution of total salaries and wages for the year. Segregate amounts originally charged to clearing accounts to Utility Departments, Construction, Plant Removals, and Other Accounts, and enter such amounts in the appropriate lines and columns provided. In determining this segregation of salaries and wages originally charged to clearing accounts, a method of approximation giving substantially correct results may be used.

Line No.	Classification (a)	Direct Payroll Distribution (b)	Allocation of Payroll Charged for Clearing Accounts (c)	Total (d)
1	Electric			
2	TOTAL Operation and Maintenance - Electric			
3	Gas			
4	Operation			
5	Production - Manufd. Gas & Nat.Gas (inc. Expl. and Dev.); Other Gas Supply; Storage, LNG, Terminating & Processing			
6	Transmission			
7	Distribution	\$ 547,610		
8	Customer Accounts	\$ 404,113		
9	Customer Service and Informational	\$ 173,565		
10	Sales	\$ 108,848		
11	Administrative and General	\$ 1,358,067		
12	TOTAL Operation (Total of lines 5 through 11)	\$ 2,592,203		
13	Maintenance			
11	Production - Manufd. Gas & Nat.Gas (inc. Expl. and Dev.); Other Gas Supply; Storage, LNG, Terminating & Processing			
12	Transmission			
13	Distribution	\$ 153,122		
14	Administrative and General			
15	TOTAL Maintenance (Total of lines 14 through 17)	\$ 153,122		
16	TOTAL Operation and Maintenance	\$ 2,745,325		
17	Production - Manufd. Gas & Nat.Gas (inc. Expl. and Dev.); Other Gas Supply; Storage, LNG, Terminating & Processing	\$ -		
18	Transmission (Enter Total of lines 6 and 15)	\$ -		
19	Distribution (Total of lines 7 and 16)	\$ 700,732		
20	Customer Accounts (Transcribe from line 8)	\$ 404,113		
21	Customer Service and Informational (Transcribe from line 9)	\$ 173,565		
22	Sales (Transcribe from line 10)	\$ 108,848		
23	Administrative and General (Total of lines 11 and 17)	\$ 1,358,067		
24	TOTAL Operation and Maint. (Total of lines 20 through 26)	\$ 2,745,325		
25	Other Utility Departments			
26	Operation and Maintenance	\$ -		
27	TOTAL All Utility Dept. (Total of lines 2, 27, and 29)	\$ 2,745,325		
28	Utility Plant			
29	Construction (By Utility Departments)			
30	Electric Plant			
31	Gas Plant	\$ 498,121		
32	Other			
33	TOTAL Construction (Total of lines 33 through 35)	\$ 498,121		
34	Plant Removal (By Utility Department)			
35	Electric Plant			
36	Gas Plant	\$ 31,855		
37	Other			
38	TOTAL Plant Removal (Total of lines 38 through 40)	\$ 31,855		
39				
40	Other Accounts (Specify):			
41				
42				
43				
44				
45				
46				
47				
48				
49				
50	TOTAL Other Accounts	\$ -		
51	TOTAL SALARIES AND WAGES	\$ 3,275,301		

Name of Respondent		For the Year Ended
CHESAPEAKE UTILITIES CORPORATION - FLORIDA DIVISION		Dec. 31, 2013
CHARGES FOR OUTSIDE PROFESSIONAL AND OTHER CONSULTATIVE SERVICES		
<p>1. Report the information specified below for all charges made during the year included in any account (including plant accounts) for outside consultative and other professional services. (These services include rate, management, construction, engineering, research, financial, valuation, legal, accounting, purchasing, advertising, labor relations, and public relations, rendered the respondent under written or oral arrangement, for which aggregate payments were made during the year to any corporation, partnership, organization of any kind, or individual [other than for services as an employee or for payments made for medical and related services] amounting to more than \$25,000, including</p> <p>payments for legislative services, except those which should be reported in Account 426.4 - Expenditures for Certain Civic, Political and Related Activities.</p> <p>(a) Name of person or organization rendering services, (b) description of services received, (c) basis of charges, (d) total charges for the year, detailing account charged.</p> <p>2. For any services which are of a continuing nature, give the date and term of contract.</p> <p>3. Designate with an asterisk associated companies.</p>		
	Description	Amount
1	Consulting	\$ 13,701
2		
3	Legal	\$ 55,763
4		
5	Allocated from Parent	\$ 386,096
6		
7		
8		
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10		
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22		
23		
24		

PARTICULARS CONCERNING CERTAIN INCOME DEDUCTIONS AND INTEREST CHARGES ACCOUNTS		
<p>Report the information specified below, in the order given for the respective income deduction and interest charges accounts. Provide a subheading for each account and total for the account. Additional columns may be added if deemed appropriate with respect to any account.</p> <p>(a) Miscellaneous Amortization (Account 425) - Describe the nature of items included in this account, the contra account charges, the total of amortization charged for the year, and the period of amortization.</p> <p>(b) Miscellaneous Income Deductions - Report the nature, payee, and amount of other income deductions for the year as required by Accounts 426.1, Donations; 426.2 Life Insurance; 426.3 Penalties; 426.4, Expenditures for Certain Civic, Political and Related Activities; and 426.5, Other Deductions, of the Uniform System of Accounts. Amounts of less than \$25,000 may be grouped by classes within the above accounts.</p> <p>(c) Other Interest Expense (Account 431) - Report particulars (Details) including the amount and interest rate for each other interest charges incurred during the year.</p>		
	Item	Amount
1		
2	Charitable Contributions - 426.1	\$ -
3	Penalties - 426.3	
4	Other Interest Charges - 431.0	\$ 107,964
5	Civic, Political & Related Activities - 426.4	\$ 2,686
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		

**Reconciliation of Gross Operating Revenues
 Annual Report versus Regulatory Assessment Fee Return**

For the current year, reconcile the gross operating revenues as reported on Page 26 of this report with the gross operating revenues as reported on the utility's regulatory assessment fee return. Explain and justify any differences between the reported gross operating revenues in column (f).

Line No.	(a) Description	(b) Gross Operating Revenues per Page 26	(c) Interstate and Sales for Resale Adjustments	(d) Adjusted Intrastate Gross Operating Revenues	(e) Intrastate Gross Operating Revenues per RAF Return	(f) Difference (d) - (e)
1	Total Sales to Ultimate Customers (480-482, 484)	\$ 16,226,564		\$ 211,586	\$ 16,438,150	\$ (211,586)
2	Sales for Resale (483)	\$ -			\$ -	\$ -
3	Total Natural Gas Service Revenues	\$ -			\$ -	\$ -
4	Total Other Operating Revenues (485-495)	\$ (0)			\$ -	\$ (0)
5	Total Gas Operating Revenues	\$ 16,226,564	\$ -	\$ 211,586	\$ 16,438,150	\$ (211,586)
6	Provision for Rate Refunds (496)					
7	Other (Specify)					
8						
9						
10	Total Gross Operating Revenues	\$ 16,226,564	\$ -	\$ 211,586	\$ 16,438,150	\$ (211,586)

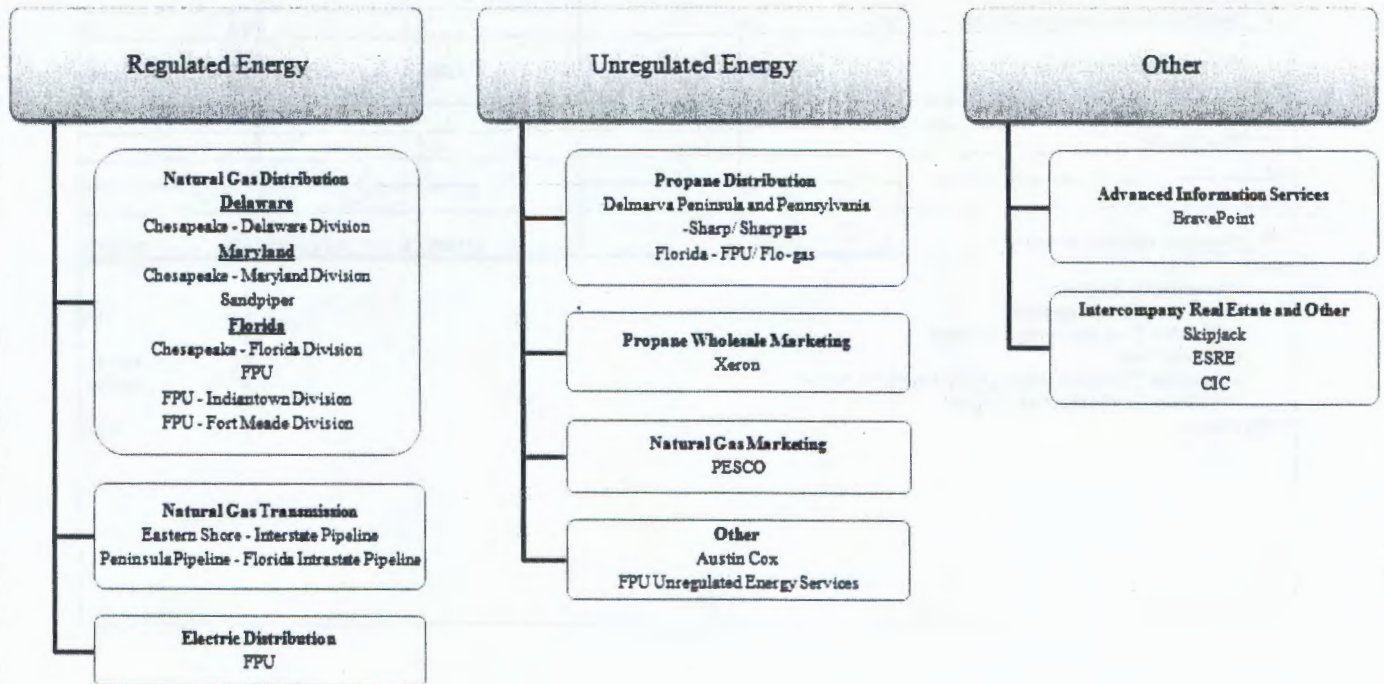
Notes:

Environmental Recovery	\$ -
Competitive Rate Adjustment	\$ (142)
Competitive Rate Adjustment - Interest	\$ -
Franchise Taxes	\$ (122,352)
Competitive Rate Recovery not in Operating Revenues	\$ 334,080
Gas Reliability Infrastructure Program	\$ (0.42)
Ending Variance:	\$ (0.42)

CORPORATE STRUCTURE

Provide an updated organizational chart showing all affiliated companies, partnerships, etc.

Effective Date: December 31, 2013



SUMMARY OF AFFILIATED TRANSFERS AND COST ALLOCATIONS

Grouped by affiliate, list each contract, agreement, or other business transaction exceeding a cumulative amount of \$300 in any one year, entered into between the Respondent and an affiliated business or financial organization, firm, or partnership identifying parties, amounts, dates, and product, asset, or service involved.

- (a) Enter name of affiliate.
- (b) Give description of type of service, or name the product involved.
- (c) Enter contract or agreement effective dates.
- (d) Enter the letter "p" if the service or product is purchased by the Respondent: "s" if the service or product is sold by the Respondent.
- (e) Enter utility account number in which charges are recorded.
- (f) Enter total amount paid, received, or accrued during the year for each type of service or product listed in column (c). Do not net amounts when services are both received and provided.

Name of Affiliate (a)	Type of Service and/or Name of Product (b)	Relevant Contract or Agreement and Effective Date (c)	Total Charge for Year		
			"p" or "s" (d)	Account Number (e)	Dollar Amount (f)
Chesapeake Utilities Corporation	Parent Company:				
	Corporate Services		s	Various	888,576
	Corporate Overheads		s	Various	1,045,030
PESCO	Affiliate:				
	Customer Service & Billing		s	Various	(240,605)
	Net Imbalance Cashouts and OBA		s	Various	79,194
	Office space rental		s	493	(5,208)
	Operations and Maintenance A&G		p	Various	4,819,256

NEW OR AMENDED CONTRACTS WITH AFFILIATED COMPANIES

Provide a synopsis of each new or amended contract, agreement, or arrangement with affiliated companies for the purchase, lease, or sale of land, goods, or services (excluding tariffed items). The synopsis shall include, at a minimum, the terms, price, quantity, amount, and duration of the contracts.

Name of Affiliate	Synopsis of Contract
N/A	

INDIVIDUAL AFFILIATED TRANSACTIONS IN EXCESS OF \$25,000

Provide information regarding individual affiliated transactions in excess of \$25,000. Recurring monthly affiliated transactions which exceed \$25,000 per month should be reported annually in the aggregate. However, each land or property sales transaction even though similar sales recur, should be reported as a "non-recurring" item for the period in which it occurs.

Name of Affiliate	Description of Transaction	Dollar Amount
Peninsula Energy Services	Customer Service & Billing	(240,605)

ASSETS OR RIGHTS PURCHASED FROM OR SOLD TO AFFILIATES

Provide a summary of affiliated transactions involving asset transfers or the right to use assets.

Name of Affiliate	Description of Asset or Right	Cost/Orig. Cost	Accumulated Depreciation	Net Book Value	Fair Market Value	Purchase Price	Title Passed Yes/No
Purchases from Affiliates:							
N/A		\$	\$	\$	\$	\$	
Total						\$	
Sales to Affiliates:							
		\$	\$	\$	\$	Sales Price	
Total						\$	-

EMPLOYEE TRANSFERS

List employees earning more than \$50,000 annually transferred to/from the utility to/from an affiliate company.

Company Transferred From	Company Transferred To	Old Job Assignment	New Job Assignment	Transfer Permanent or Temporary and Duration