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WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

SU648-01-AR
Fairmount Utilities, the 2nd, Inc.
P. O. Box 488
Avon Park, FL 33826-0488

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2001

Form PSC/WAW 6 (Rev. __/__/__)

REGISTRATION REGULATION

02 MAR 18 AM 11:00

REGISTRATION SERVICE

GENERAL INSTRUCTIONS

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

Florida Public Service Commission
Division of Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

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

GENERAL DEFINITIONS

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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FINANCIAL SECTION

REPORT OF

Fairmount Utilities the 2nd, Inc.

(EXACT NAME OF UTILITY)

P.O. Box 488 Avon Park, FL 33826-0488	3625 Valerie Blvd. Sebring, FL 33870	Highlands
Mailing Address	Street Address	County

Telephone Number (863)385-8542 Date Utility First Organized 10-14-91

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

- Individual
 Sub Chapter S Corporation
 1120 Corporation
 Partnership

Name, Address and phone where records are located: 3625 Valerie Blvd.
Sebring, FL 33870

Name of subdivisions where services are provided: Fairmount Mobile Estates

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Roger Miller</u>	<u>President</u>	<u>P.O. Box 488</u> <u>Avon Park, FL 33826-0488</u>	
Person who prepared this report: <u>The NCT Group CPA's, L.L.P.</u>	<u>CPA</u>	<u>435 South Commerce Ave.</u> <u>Sebring, FL 33870</u>	
Officers and Managers: <u>Roger E. Miller</u>	<u>President</u>	<u>Same</u>	\$ <u>4,441</u>
<u>Karen J. Berry</u>	<u>Manager</u>	<u>Same</u>	\$ <u>15,700</u>
			\$ _____
			\$ _____
			\$ _____

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

Name	Percent Ownership in Utility	Principle Business Address	Salary Charged Utility
<u>Roger E. Miller</u>	<u>44%</u>	<u>P.O. Box 488</u> <u>Avon Park, FL 33826-0488</u>	\$ <u>4,441</u>
<u>Karen J. Berry</u>	<u>56%</u>	<u>P.O. Box 488</u> <u>Avon Park, FL 33826-0488</u>	\$ <u>15,700</u>
			\$ _____
			\$ _____
			\$ _____

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31, 2001

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ _____	106,129	\$ _____	\$ 106,129
Commercial_____		_____	_____	_____	_____
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues___		_____	_____	_____	_____
Other (Specify)_____		_____	_____	_____	_____
Total Gross Revenue___		\$ _____	\$ 106,129	\$ _____	\$ 106,129
Operation Expense (Must tie to pages W-3 and S-3)					
	W-3 S-3	\$ _____	\$ 82,986	\$ _____	\$ 82,986
Depreciation Expense(Net) _	F-5	_____	7,668	_____	7,668
Amortization Expense_____	F-8	_____	(91)	_____	(91)
Taxes Other Than Income___	F-7	_____	12,223	_____	12,223
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ _____	102,786	_____	\$ 102,786
Net Operating Income (Loss)		\$ _____	\$ 3,343	\$ _____	\$ 3,343
Other Income:					
Nonutility Income - Rental		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		_____	(23,223)	_____	(23,223)
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ _____	\$ (19,880)	\$ _____	\$ (19,880)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 208,640	\$ 208,640
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-3	<u>(158,909)</u>	<u>(151,241)</u>
Net Utility Plant -----		\$ 49,731	\$ 57,399
Cash -----			6,014
Customer Accounts Receivable (141) -----		10,548	9,645
Other Assets (Specify): -----			
Other Receivables -----		6,800	6,800
Loan Costs -----		114	149

Total Assets -----		\$ <u>67,193</u>	\$ <u>80,007</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	1,000	1,000
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		46,418	46,418
Retained Earnings (215) -----	F-6	<u>(322,006)</u>	<u>(302,126)</u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ <u>(274,588)</u>	\$ <u>(254,708)</u>
Long Term Debt (224) -----	F-6	\$ 44,555	\$ 46,785
Accounts Payable (231) -----		26,814	16,518
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) - Accrued Taxes Due to Shareholders -----		693	656
Accrued Salaries -----		183,845	184,791
Advances for Construction -----		84,898	84,898
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>976</u>	<u>1,067</u>
Total Liabilities and Capital -----		\$ <u>67,193</u>	\$ <u>80,007</u>

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31, 2001

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ _____	\$ 208,640	\$ _____	\$ 208,640
Construction Work in -----	_____	_____	_____	_____
Other (Specify) _____ _____ _____	_____	_____	_____	_____
Total Utility Plant _____	\$ _____	\$ 208,640	\$ _____	\$ 208,640

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

Account 108	Water	Wastewater	A/D & CIAC AM. Other Than Reporting Systems	Total
Balance First of Year _____	\$ _____	\$ 151,241	\$ _____	\$ 151,241
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ _____	\$ 7,668	\$ _____	\$ 7,668
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____ _____	_____	_____	_____	_____
Total Credits _____	\$ _____	\$ 7,668	\$ _____	\$ 7,668
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____ _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ 0	\$ _____	\$ 0
Balance End of Year _____	\$ _____	\$ 158,909	\$ _____	\$ 158,909

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31, 2001

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	\$1.00	_____
Shares authorized _____	1,000	_____
Shares issued and outstanding _____	1,000	_____
Total par value of stock issued _____	\$1,000	_____
Dividends declared per share for year _____	0.00	_____

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	_____	\$ (302,126)
Changes during the year (Specify):		
Net Income (Loss) for current year _____	_____	(19,880)
_____	_____	_____
_____	_____	_____
Balance end of year _____	_____	\$ (322,006)

PROPRIETARY CAPITAL (218)

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

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
Note Payable to First Union National Bank _____	13.475	60	\$ 44,555
_____	_____	_____	_____
_____	_____	_____	_____
Total _____	_____	_____	\$ 44,555

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31, 2001

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ _____	\$ _____	\$ _____	\$ _____
State income tax _____	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax _____	_____	_____	_____	_____
Local property tax _____	_____	2,564	_____	2,564
Regulatory assessment fee _____	_____	4,673	_____	4,673
Other (Specify) Fla. Int. _____	_____	109	_____	109
Licenses and other taxes _____	_____	1,793	_____	1,793
Payroll Taxes _____	_____	3,084	_____	3,084
Total Taxes Accrued _____	\$ _____	\$ <u>12,223</u>	\$ _____	\$ <u>12,223</u>

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

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

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
The NCT Group CPA's, L.L.P.	\$ _____	\$ 3,025	Accounting and Consulting
Short Environmental	\$ _____	\$ 1,807	Water Testing
C & C Plumbing	\$ _____	\$ 1,625	Maintenance
Pugh Utilities	\$ _____	\$ 3,165	Maintenance
Highlands Utility Const.	\$ _____	\$ 14,303	Maintenance
H & H Sludge Disposal	\$ _____	\$ 2,940	Maintenance
Kennedy, Lynch & Assoc.	\$ _____	\$ 1,500	Operations and Management
William Berry	\$ _____	\$ 500	Operations and Management
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ <u>2,463</u>	\$ <u>2,463</u>
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	<u>2,463</u>	<u>2,463</u>
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	<u>2,463</u>	<u>2,463</u>
6) Less Accumulated Amortization _____	_____	<u>(1,487)</u>	<u>(1,487)</u>
7) Net CIAC _____	\$ _____	\$ <u>976</u>	\$ <u>976</u>

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

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
None _____ _____ _____ _____ _____	_____ _____ _____ _____ _____	_____ _____ _____ _____ _____	_____ _____ _____ _____ _____
Sub-total _____		\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
None _____	_____	\$ _____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ <u>1,396</u>	\$ <u>1,396</u>
Add Credits During Year: _____	_____	<u>91</u>	<u>91</u>
Deduct Debits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.) _____	\$ _____	\$ <u>1,487</u>	\$ <u>1,487</u>

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

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT DECEMBER 31, 2001

N/A

SCHEDULE "A"

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

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ _____	<u>100.00</u> %		_____ %

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

APPROVED AFUDC RATE

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

WATER OPERATING SECTION

Note: This utility is a wastewater only service; therefore, Pages W-1 through W-7 have been omitted from this report.

**WASTEWATER
OPERATING
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
352	Franchises_____				
353	Land and Land Rights_____	1,750			1,750
354	Structures and Improvements_____	28,891			28,891
355	Power Generation Equipment_____				
360	Collection Sewers - Force_____	1,478			1,478
361	Collection Sewers - Gravity_____	54,339			54,339
362	Special Collecting Structures_____	24,260			24,260
363	Services to Customers_____	20,251			20,251
364	Flow Measuring Devices_____				
365	Flow Measuring Installations_____				
370	Receiving Wells_____				
371	Pumping Equipment_____				
380	Treatment and Disposal Equipment_____	74,493			74,493
381	Plant Sewers_____				
382	Outfall Sewer Lines_____				
389	Other Plant and Miscellaneous Equipment_____				
390	Office Furniture and Equipment_____	3,178			3,178
391	Transportation Equipment_____				
392	Stores Equipment_____				
393	Tools, Shop and Garage Equipment_____				
394	Laboratory Equipment_____				
395	Power Operated Equipment_____				
396	Communication Equipment_____				
397	Miscellaneous Equipment_____				
398	Other Tangible Plant_____				
	Total Wastewater Plant_____	\$ 208,640	\$ _____	\$ _____	\$ 208,640 *

* This amount should tie to sheet F-5.

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
354	Structures and Improvements	Various	%	Various %	\$ 28,533	\$	\$ 146	\$ 28,679
355	Power Generation Equipment	27	%	3.70 %	1,319		55	1,374
360	Collection Sewers - Force	40	%	2.50 %	37,560		1,358	38,918
361	Collection Sewers - Gravity	27	%	3.70 %	20,542		899	21,441
362	Special Collecting Structures	35	%	2.86 %	15,385		579	15,964
363	Services to Customers		%					
364	Flow Measuring Devices		%					
365	Flow Measuring Installations		%					
370	Receiving Wells		%					
371	Pumping Equipment		%					
380	Treatment and Disposal Equipment	Various	%	Various %	46,075		4,258	50,333
381	Plant Sewers		%					
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment		%					
390	Office Furniture and Equipment		%					
391	Transportation Equipment	Various	%	Various %	1,827		373	2,200
392	Stores Equipment		%					
393	Tools, Shop and Garage Equipment		%					
394	Laboratory Equipment		%					
395	Power Operated Equipment		%					
396	Communication Equipment		%					
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
	Totals				\$ 151,241	\$	\$ 7,668	\$ 158,909 *

* This amount should tie to Sheet F-5.

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$ 18,007
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	20,141
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	2,940
715	Purchased Power	5,641
716	Fuel for Power Production	
718	Chemicals	
720	Materials and Supplies	
730	Contractual Services:	
	Professional	3,025
	Testing	1,807
	Other	20,613
740	Rents	1,498
750	Transportation Expense	1,110
755	Insurance Expense	
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Misc. Expenses (Repairs & maintenance, office expense, misc.)	8,204
	Total Wastewater Operation And Maintenance Expense	\$ 82,986 *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
5/8"	D	1.0	425	425	425
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
4"	D,C	25.0			
4"	T	30.0			
6"	D,C	50.0			
6"	T	62.5			
Other (Specify):					
Comm 5/8 x 3/4			2	2	2
Comm 1"			1	1	1
Unmetered Customers					
** D = Displacement C = Compound T = Turbine					
Total			428	428	428

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

YEAR OF REPORT December 31, 2001
--

PUMPING EQUIPMENT

Lift Station Number _____	Main St. _____	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	_____	_____	_____	_____	_____	_____
Gorman Rupp 13a 25 _____	2 _____	_____	_____	_____	_____	_____
Year installed _____	1969 _____	_____	_____	_____	_____	_____
Rated capacity _____	200GPM _____	_____	_____	_____	_____	_____
Size _____	3" _____	_____	_____	_____	_____	_____
Power: _____	_____	_____	_____	_____	_____	_____
Electric _____	3HP _____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor - U.S. Electric _____	3HP _____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	4" _____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	VCP _____	_____	_____	_____	_____	_____
Average length _____	50' _____	_____	_____	_____	_____	_____
Number of active service connections _____	428 _____	_____	_____	_____	_____	_____
Beginning of year _____	428 _____	_____	_____	_____	_____	_____
Added during year _____	0 _____	_____	_____	_____	_____	_____
Retired during year _____	0 _____	_____	_____	_____	_____	_____
End of year _____	428 _____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	N/A _____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains			
Size (inches) _____	8" _____	6" _____	4" _____	_____	_____	_____	_____
Type of main _____	_____	_____	PVC _____	_____	_____	_____	_____
Length of main (nearest foot) _____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	610 _____	3,200 _____	1200 _____	_____	_____	_____	_____
Added during year _____	0 _____	0 _____	0 _____	_____	_____	_____	_____
Retired during year _____	0 _____	0 _____	0 _____	_____	_____	_____	_____
End of year _____	610 _____	3200 _____	1200 _____	_____	_____	_____	_____

MANHOLES

Size (inches) _____	8" _____	_____	_____	_____
Type of Manhole _____	Brick _____	_____	_____	_____
Number of Manholes: _____	_____	_____	_____	_____
Beginning of year _____	46 _____	_____	_____	_____
Added during year _____	0 _____	_____	_____	_____
Retired during year _____	0 _____	_____	_____	_____
End of Year _____	46 _____	_____	_____	_____

UTILITY NAME: Fairmount Utilities the 2nd, Inc.

SYSTEM NAME: Fairmount Mobile Estates

YEAR OF REPORT DECEMBER 31, 2001

TREATMENT PLANT

Manufacturer _____	<u>Extended Air</u>	_____	_____
Type _____	_____	_____	_____
"Steel" or "Concrete" _____	<u>Concrete</u>	_____	_____
Total Capacity _____	<u>40,000 GPD</u>	_____	_____
Average Daily Flow _____	<u>22,000 GPD</u>	_____	_____
Effluent Disposal _____	<u>Evaporation &</u>	_____	_____
Total Gallons of _____	<u>Perk Pond</u>	_____	_____
Wastewater treated _____	<u>10,937,000</u>	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	<u>Gorman/</u>	_____	_____	_____	_____
Capacity (GPM's) _____	<u>Rupp</u>	_____	_____	_____	_____
Motor:	<u>200GPM</u>	_____	_____	_____	_____
Manufacturer _____	<u>US Elec</u>	_____	_____	_____	_____
Horsepower _____	<u>3 HP</u>	_____	_____	_____	_____
Power (Electric or _____	_____	_____	_____	_____	_____
Mechanical) _____	<u>Electric</u>	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	<u>820,000</u>	_____	<u>820,000</u>
February _____	<u>862,000</u>	_____	<u>862,000</u>
March _____	<u>1,034,000</u>	_____	<u>1,034,000</u>
April _____	<u>868,000</u>	_____	<u>868,000</u>
May _____	<u>620,000</u>	_____	<u>620,000</u>
June _____	<u>521,000</u>	_____	<u>521,000</u>
July _____	<u>826,000</u>	_____	<u>826,000</u>
August _____	<u>932,000</u>	_____	<u>932,000</u>
September _____	<u>1,066,000</u>	_____	<u>1,066,000</u>
October _____	<u>1,311,000</u>	_____	<u>1,311,000</u>
November _____	<u>1,160,000</u>	_____	<u>1,160,000</u>
December _____	<u>917,000</u>	_____	<u>917,000</u>
Total for year _____	<u>10,937,000</u>	_____	<u>10,937,000</u>

If Wastewater Treatment is purchased, indicate the vendor: N/A

UTILITY NAME: Fairmount Utilities the 2nd. Inc.

YEAR OF REPORT
December 31, 2001

SYSTEM NAME: Fairmount Mobile Estates

OTHER WASTEWATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1. Present ERCs * now being served **107** $[(10,937,000 / 365) / 280 = 107]$
2. Maximum ERCs ** that system can efficiently serve **143** $(40,000 / 280 = 143)$
3. Present system connection capacity (in ERC's) using existing lines **143** $(40,000 / 280 = 143)$
4. Future connection capacity (in ERC's) upon service area buildout **No additional service**
5. Estimated annual increase in ERCs * **None**
6. State any plans and estimated completion dates for any enlargements of this system. **None**
7. If the utility uses reuse as a means of effluent disposal, provide a list of the reuse end users and the amount of reuse provided to each, if I know. **N/A**
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? **No**
9. Has the utility been required by the DEP or water management district to implement reuse. **No**
10. When did the company last file a capacity analysis report with the DEP?
11. Department of Environmental Protection ID # **D028187065**

* $ERC = (\text{Total Gallons Treated} / 365 \text{ days}) / 280 \text{ Gallons Per Day}$

Note: Total Gallons Treated includes both Wastewater treated and Purchased Wastewater Treatment.

** Total Plant Capacity / 280 gallons

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

1. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	<u>Roger E. Miller</u> *
				(signature of chief executive officer of the utility)
				Roger E. Miller, President
1. <input type="checkbox"/>	2. <input type="checkbox"/>	3. <input type="checkbox"/>	4. <input type="checkbox"/>	<u>Roger E. Miller</u> *
				(signature of chief financial officer of the utility)

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

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