

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

(Gross Revenue of Less Than \$150,000 Each)

ANNUAL REPORT

OF

Kincaid Hills Water Co.
Exact Legal Name of Respondent

555-w
Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED
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Florida Public Service Commission
Division of Water and Wastewater

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1996

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 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) – (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.

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

Kincaid Hills Water Co

(EXACT NAME OF UTILITY)

P.O. Box 579 3260 SE 19 Ave
Gainesville, FL 32602 Gainesville, FL Alachua
 Mailing Address Street Address County

Telephone Number 352/373-0729 Date Utility First Organized 1965

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: 1700 SE 47 Terr
Gainesville, FL

Name of subdivisions where services are provided: Kincaid Rd S/D; Devonshire Estates
S/D; Krestwood S/D; Shady Lane S/D.

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>Berdell Knowles</u>	<u>President</u>		
Person who prepared this report: <u>Berdell Knowles</u>	<u>President</u>	<u>P.O. Box 579</u> <u>Gainesville, FL</u>	
Officers and Managers: <u>N/A</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>Berdell Knowles</u>	<u>100%</u>	<u>above</u>	\$ <u>0</u>
			\$ _____
			\$ _____
			\$ _____
			\$ _____
			\$ _____

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:			N/A	N/A	
Residential		\$ 42,705	\$ _____	\$ _____	\$ 42,705
Commercial		0	_____	_____	0
Industrial		0	_____	_____	0
Multiple Family		0	_____	_____	0
Guaranteed Revenues		0	_____	_____	0
Other (Specify)		0	_____	_____	0
Total Gross Revenue		\$ 42,705	\$ _____	\$ _____	\$ 42,705
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 30,964	\$ _____	\$ _____	\$ 30,964
Depreciation Expense	F-5	14,702	_____	_____	14,702
Amortization Expense	F-8	0	_____	_____	0
Taxes Other Than Income	F-7	6,210	_____	_____	6,210
Income Taxes	F-7	0	_____	_____	0
Total Operating Expense		\$ 51,876	\$ _____	\$ _____	\$ 51,876
Net Operating Income (Loss)		\$ (9,171)	\$ _____	\$ _____	\$ (9,171)
Other Income:					
Nonutility Income		\$ 0	\$ _____	\$ _____	\$ 0
Other Deductions:					
Miscellaneous Nonutility Expenses		\$ 0	\$ _____	\$ _____	\$ 0
Interest Expense		4,789	_____	_____	4,789
Net Income (Loss)		\$ (13,960)	\$ _____	\$ _____	\$ (13,960)

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>302,265</u>	\$ <u>302,265</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-3	<u>138,209</u>	<u>123,507</u>
Net Utility Plant -----		\$ <u>164,056</u>	\$ <u>178,758</u>
Cash -----		<u>0</u>	<u>0</u>
Customer Accounts Receivable (141) -----		<u>0</u>	<u>0</u>
Other Assets (Specify): -----		<u>0</u>	<u>0</u>
-----		<u>0</u>	<u>0</u>
-----		<u>0</u>	<u>0</u>
Total Assets -----		\$ <u>164,056</u>	\$ <u>178,758</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	<u>200</u>	<u>200</u>
Preferred Stock Issued (204) -----	F-6	<u>0</u>	<u>0</u>
Other Paid in Capital (211) -----		<u>0</u>	<u>0</u>
Retained Earnings (215) -----	F-6	<u>123,711</u>	<u>126,438</u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6	<u>0</u>	<u>0</u>
Total Capital -----		\$ <u>123,911</u>	\$ <u>126,638</u>
Long Term Debt (224) -----	F-6	\$ <u>34,365</u>	\$ <u>45,214</u>
Accounts Payable (231) -----		<u>1,877</u>	<u>2,486</u>
Notes Payable (232) -----		<u>0</u>	<u>0</u>
Customer Deposits (235) -----		<u>3,903</u>	<u>4,500</u>
Accrued Taxes (236) -----		<u>0</u>	<u>0</u>
Other Liabilities (Specify) -----		<u>0</u>	<u>0</u>
-----		<u>0</u>	<u>0</u>
-----		<u>0</u>	<u>0</u>
Advances for Construction -----		<u>0</u>	<u>0</u>
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>0</u>	<u>0</u>
Total Liabilities and Capital -----		\$ <u>164,056</u>	\$ <u>178,758</u>

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101) _____	\$ <u>302,265</u>	\$ <u>N/A</u>	\$ <u>N/A</u>	\$ <u>302,265</u>
Construction Work in Progress (105) _____	<u>0</u>	_____	_____	<u>0</u>
Other (Specify) _____	<u>0</u>	_____	_____	<u>0</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>302,265</u>	\$ _____	\$ _____	\$ <u>302,265</u>

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

Account 108	Water	Wastewater	A/D & CIAC AM. Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>123,507</u>	\$ _____	\$ _____	\$ <u>123,507</u>
<u>Add Credits During Year:</u>		<u>N/A</u>	<u>N/A</u>	
Accruals charged to depreciation account _____	\$ <u>14,702</u>	\$ _____	\$ _____	\$ <u>14,702</u>
Salvage _____	<u>0</u>	_____	_____	<u>0</u>
Other Credits (specify) _____	<u>0</u>	_____	_____	<u>0</u>
_____	_____	_____	_____	_____
Total Credits _____	\$ <u>14,702</u>	\$ _____	\$ _____	\$ <u>14,702</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ <u>0</u>	\$ _____	\$ _____	\$ <u>0</u>
Cost of removal _____	<u>0</u>	_____	_____	<u>0</u>
Other debits (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Debits _____	\$ <u>0</u>	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>138,209</u>	\$ _____	\$ _____	\$ <u>138,209</u>

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share -----	<u>\$1,000</u>	<u>N/A</u>
Shares authorized -----	<u>7,500</u>	_____
Shares issued and outstanding -----	<u>200</u>	_____
Total par value of stock issued -----	<u>\$ 200</u>	_____
Dividends declared per share for year -----	<u>0</u>	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year -----	\$ <u>126,435</u>	\$ _____
Changes during the year (Specify): ----- -----	<u>(2,727)</u>	_____
Balance end of year -----	\$ <u>123,711</u>	\$ _____

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
<u>N/A</u>		
Balance first of year -----	\$ _____	\$ _____
Changes during the year (Specify): ----- -----	_____	_____
Balance end of year -----	\$ _____	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
<u>1986 Sr Mortgage Note Due 8/1/00</u>	<u>8 1/2%</u>	<u>9/000/m</u>	\$ <u>34,365</u>
Total -----			\$ <u>34,365</u>

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
1. Balance first of year	\$ 1,882	\$ N/A	\$ N/A	\$ 1,882
Add Accruals charged:				
State ad valorem tax	\$ 0	\$	\$	\$ 0
Local property tax	2,406			2,406
Federal income tax	0			0
State income tax	0			0
Regulatory assessment fee	1,922			1,922
Other (Specify)	0			0
2. Total Taxes Accrued	\$ 4,328	\$	\$	\$ 4,328
Deduct Taxes Paid:				
State ad valorem tax	\$ 0	\$	\$	\$ 0
Local property tax	4,288			4,288
Federal income tax	0			0
State income tax	0			0
Regulatory assessment fee	1,922			1,922
Other (Specify)				
3. Total Taxes Paid	\$	\$	\$	\$
4. Balance end of year (1 + 2 - 3 = 4)	\$ 6,210	\$	\$	\$ 6,210

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similiar 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
<i>Janelle Knowles</i>	\$ 850	\$ 0	<i>office</i>
<i>Demetrius Boyd</i>	\$ 450	\$ 0	<i>operations</i>
<i>Cris Knowles</i>	\$ 2100	\$ 0	<i>meter reading</i>
<i>Michelle Knowles</i>	\$ 1800	\$ 0	<i>Billing</i>
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	

UTILITY NAME: Kincaid Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a) <u>NONE</u>	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year -----	\$ _____	\$ _____	\$ _____
2) Add credits during year -----	\$ _____	\$ _____	\$ _____
3) Total -----	_____	_____	_____
4) Deduct charges during the year -----	_____	_____	_____
5) Balance end of year -----	_____	_____	_____
6) Less Accumulated Amortization -----	_____	_____	_____
7) Net CIAC -----	\$ _____	\$ _____	\$ _____

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

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

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year -----	\$ _____	\$ _____	\$ _____
Add Credits During Year: -----	_____	_____	_____
Deduct Debits During Year: -----	_____	_____	_____
Balance End of Year (Must agree with line #6 above.) -----	\$ _____	\$ _____	\$ _____

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

UTILITY NAME: N/A

YEAR OF REPORT DECEMBER 31, 1996

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	\$ _____	100.00 %		_____ %

(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 approving AFUDC rate:	_____ %

**WATER
OPERATING
SECTION**

UTILITY NAME: Kincaid Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1996

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 0	\$	\$	\$ 0
302	Franchises	0			0
303	Land and Land Rights	14,000			14,000
304	Structures and Improvements	6,000			6,000
305	Collecting and Impounding Reservoirs	0			0
306	Lake, River and Other Intakes	0			0
307	Wells and Springs	3,800			3,800
308	Infiltration Galleries and Tunnels	0			0
309	Supply Mains	0			0
310	Power Generation Equipment	18,300			18,300
311	Pumping Equipment	10,120			10,120
320	Water Treatment Equipment	965			965
330	Distribution Reservoirs and Standpipes	16,500			16,500
331	Transmission and Distribution Lines	148,580			148,580
333	Services	0			0
334	Meters and Meter Installations	58,900			58,900
335	Hydrants	0			0
339	Other Plant and Miscellaneous Equipment	4,000			4,000
340	Office Furniture and Equipment	3,650			3,650
341	Transportation Equipment	13,500			13,500
342	Stores Equipment	0			0
343	Tools, Shop and Garage Equipment	1,200			1,200
344	Laboratory Equipment	200			200
345	Power Operated Equipment	2,200			2,200
346	Communication Equipment	350			350
347	Miscellaneous Equipment	0			0
348	Other Tangible Plant	0			0
	Total Water Plant	\$ 302,265	\$	\$	\$ 302,265

UTILITY NAME: Kiwanis Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Accl. 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)	Account Depr. Balance End of Year (i-g+h)
304	Structures and Improvements	30	0 %	.03 %	1,940		180	2,120
305	Collecting and Impounding Reservoirs	1	0 %	—	—		—	—
306	Lake, River and Other Intakes	1	0 %	—	—		—	—
307	Wells and Springs	40	0 %	.025 %	950		95	1,045
308	Filtration Galleries & Tunnels	1	0 %	—	—		—	—
309	Supply Mains	1	0 %	—	—		—	—
310	Power Generating Equipment	10	0 %	.10 %	14,640		1,530	16,170
311	Pumping Equipment	5	0 %	.20 %	8,245		1,644	9,889
320	Water Treatment Equipment	5	0 %	.20 %	965		193	1,158
330	Distribution Reservoirs & Standpipes	30	0 %	.03 %	5,335		495	5,830
331	Trans. & Dist. Mains	40	0 %	.025 %	37,147		3,715	40,862
333	Services	40	0 %	.025 %	—		—	—
334	Meter & Meter Installations	20	0 %	.05 %	26,870		2,685	29,555
335	Hydrants	1	0 %	—	—		—	—
339	Other Plant and Miscellaneous Equipment	5	0 %	.20 %	4,800		800	5,600
340	Office Furniture and Equipment	5	0 %	.20 %	4,453		730	5,183
341	Transportation Equipment	5	0.0 %	.20 %	15,350		1,888	17,238
342	Stores Equipment	1	—	—	—		—	—
343	Tools, Shop and Garage Equipment	10	0 %	.10 %	600		120	720
344	Laboratory Equipment	3	0 %	.33 %	200		—	200
345	Power Operated Equipment	3	0 %	.20 %	2,200		352	2,552
346	Communication Equipment	3	0 %	.33 %	2,350		—	2,350
347	Miscellaneous Equipment	5	0 %	.20 %	—		—	—
348	Other Tangible Plant	1	—	—	—		—	—
	Totals				\$ 123,507	\$	\$ 14,702	\$ 138,805

* This amount should tie to Sheet F-5.

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 0
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	0
604	Employee Pensions and Benefits	2,990
610	Purchased Water	0
615	Purchased Power	5,996
616	Fuel for Power Production	0
618	Chemicals	184
620	Materials and Supplies	2,438
630	Contractual Services:	
	Operator and Management	5,260
	Testing	680
	Other	0
640	Rents	0
650	Transportation Expense	6,704
655	Insurance Expense	0
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	1,922
670	Bad Debt Expense	1,011
675	Miscellaneous Expenses	3,779
	Total Water Operation And Maintenance Expense	\$ 30,864

* This amount should tie to Sheet F-3.

WATER 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	334	320	320
3/4"	D	1.5	0	0	0
1"	D	2.5	0	0	0
1 1/2"	D,T	5.0	0	0	0
2"	D,C,T	8.0	0	0	0
3"	D	15.0	0	0	0
3"	C	16.0	0	0	0
3"	T	17.5	0	0	0
4"	D,C	25.0	0	0	0
4"	T	30.0	0	0	0
6"	D,C	50.0	0	0	0
6"	T	62.5	0	0	0
Other (Specify): _____ _____	_____ _____	_____ _____	0 0	0 0	0 0
Unmetered Customers					
			Total	334	320

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: Kingwood Hills Water Co

YEAR OF REPORT
DECEMBER 31, 1996

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Gals. per day of source	<u>578,400</u>		
Type of Source	<u>aquifer</u>		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type	<u>Hypochlorite inj.</u>		
Make	<u>N/A</u>		
Gals. per day capacity	<u>578,400</u>		
High service pumping			
Gallons per minute	<u>0</u>		
Reverse Osmosis	<u>0</u>		
Lime Treatment			
Unit Rating	<u>0</u>		
Filtration			
Pressure Sq. Ft.	<u>N/A</u>		
Gravity GPD/Sq.Ft.	<u>N/A</u>		
Disinfection			
Chlorinator	<u>578,400</u>		
Ozone	<u>0</u>		
Other	<u>0</u>		
Auxiliary Power	<u>generator</u>		

OTHER WATER SYSTEM INFORMATION

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

- Present ERCs * now being served ** 320
- Maximum ERCs * that system can efficiently serve 800
- Present system connection capacity using existing lines _____
- Future connection capacity upon service area buildout _____
- Estimated annual increase in ERCs * 0
- List fire fighting facilities and capacities (including number of fire hydrants) NONE

- List percent of certificated area where service connections are installed (total for each county)
Hatchue County - 99%
- What is the current need for system upgrading and/or expansion? Tanks need recarditing structures need repair
- What are plans for future system upgrading and/or expansion? None items planned for Summer '98
- Have questions 8 and 9 been discussed with an engineer? (if so, state name and address)
yes. FDEP staff
- Has an application for a construction permit been filed with the DEP? (if so, explain) NO
- Department of Environmental Protection ID # 2010612
Water Management District ID # _____

* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day
** Should tie to sheet W-3.

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31.

SYSTEM NAME: _____

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 ** _____
2. Maximum ERCs * that system can efficiently serve _____
3. Present system connection capacity using existing lines _____
4. Future connection capacity upon service area buildout _____
5. Estimated annual increase in ERCs * _____
6. State any plans and estimated completion dates for any enlargements of this system. _____

7. List percent of certificated area where service connections are installed (total for each county)

8. If present systems do not meet the requirements of DEP Rule 62-4, Florida Administrative Code, submit the following:
 - a. Evaluation of the present plant or plants in regard to meeting the DEP's rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DEP? _____
 - d. Do they concur? _____
 - e. When will construction begin? _____
9. Do you discharge effluent to surface waters? _____
10. Department of Environmental Protection ID # _____
Water Management District ID # _____

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

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

** Should tie to sheet S-3.

UTILITY NAME: Kennel Hills Water Co.

YEAR OF REPORT
DECEMBER 31, 1996

CERTIFICATION OF ANNUAL REPORT

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

YES NO 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 NO 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO 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 NO 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct, and complete for the period for which it represents.

Items Certified

1. 2. 3. 4.

Bruce Knoules *
(signature of chief executive officer of the utility)

1. 2. 3. 4.

_____*
(signature of chief financial officer of the utility)

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

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