

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

Office

TRADEWINDS UTILITIES, INC.

Exact Legal Name of Respondent

RECEIVED

MAR 30 2000

Florida Public Service Commission
Division of Water and Wastewater

WS350

405-W 342-5

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1999

OFFICIAL COPY
DIVISION OF
WATER AND SEWER
Do Not Remove from this Office



DANIEL J. COLLIER, P.A. Certified Public Accountant

1007 South East Fort King Street • Ocala, FL 34471 • (352) 732-5611

March 23, 2000

To the Board of directors
Tradewinds Utilities, Inc.

I have compiled the 1999 Annual Report of Tradewinds Utilities, Inc. In the accompanying prescribed form, in accordance with the Statements on Accounting and Review Services issued by the American Institute of Certified Public Accountants.

My compilation was limited to presenting in the form prescribed by the Florida Public Service Commission, information that is the representation of the company's management. I have not audited or reviewed the Report referred to above and, accordingly, do not express and opinion or any other form of assurance on it.

This report is presented in accordance of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, this report is not designed for those who are not informed about such differences.

Daniel J. Collier P.A.-

Member of:
American Institute of C.P.A.
Florida Institute of C.P.A.

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 preceeding 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)

TABLE OF CONTENTS

FINANCIAL SECTION	PAGE
Identification	F-2
Income Statement	F-3
Balance Sheet	F-4
Net Utility Plant	F-5
Accumulated Depreciation and Amortization of Utility Plant	F-5
Capital Stock	F-6
Retained Earnings	F-6
Proprietary Capital	F-6
Long Term Debt	F-6
Taxes Accrued	F-7
Payment for Services Rendered by Other Than Employees	F-7
Contributions in Aid of Construction	F-8
Cost of Capital Used for AFUDC Calculation	F-9
AFUDC Capital Structure Adjustments	F-10
WATER OPERATING SECTION	PAGE
Water Utility Plant Accounts	W-1
Analysis of Accumulated Depreciation by Primary Account - Water	W-2
Water Operation and Maintenance Expense	W-3
Water Customers	W-3
Pumping and Purchased Water Statistics and Mains	W-4
Wells and Well Pumps, Reservoirs, and High Service Pumping	W-5
Sources of Supply and Water Treatment Facilities	W-6
General Water System Information	W-7
WASTEWATER OPERATING SECTION	PAGE
Wastewater Utility Plant Accounts	S-1
Analysis of Accumulated Depreciation by Primary Account - Wastewater	S-2
Wastewater Operation and Maintenance Expense	S-3
Wastewater Customers	S-3
Pumping Equipment, Collecting and Force Mains and Manholes	S-4
Treatment Plant, Pumps and Pumping Wastewater Statistics	S-5
General Wastewater System Information	S-6
VERIFICATION SECTION	PAGE
Verification	V-1

FINANCIAL SECTION

REPORT OF

(EXACT NAME OF UTILITY)

TRADEWIND UTILITIES, INC.

P.O. BOX 5220 OCALA, FL 34478-5220

Mailing Address

1732 NE 25TH AVENUE OCALA, FL - MARION

Street Address

County

Telephone Number 352-622-4949

Date Utility First Organized 02/11/83

Fax Number 352-732-4366

E-mail Address CHARLIE@ALTERNATIVEPHONE.COM

Sunshine State One-Call of Florida, Inc. Member No. MIR598

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:

Name of subdivisions where services are provided:

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: CHARLES DEMENZES	PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	
Person who prepared this report: DANIEL J. COLLIER P.A.	CPA	1007 S.E. FORT KING ST. OCALA FL 34471	
Officers and Managers: CHARLES DEMENZES	PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	\$ 6400
DEBORAH DILLON	VICE PRESIDENT	P.O. BOX 71 OCALA, FL 34478	\$ 800

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
CHARLES DEMENZES	100%	12601 SE SUNSET HARBOR RD WEIRSDALE, FL 32195	\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: TRADEWINDS UTILITIES, INC.YEAR OF REPORT
DECEMBER 31, 1999

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 83,076	\$ 119,178	\$ _____	\$ 202,254
Commercial_____		18,565	46,940	_____	65,505
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other TURN ON/OFF		2,415	_____	_____	2,415
Total Gross Revenue_____		\$ 104,056	\$ 166,118	\$ _____	\$ 270,174
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 80,968	\$ 106,561	\$ _____	\$ 187,529
Depreciation Expense_____	F-5	23,393	34,365	_____	57,758
CIAC Amortization Expense_____	F-8	(7,878)	(11,945)	_____	(19,823)
Taxes Other Than Income_____		6,419	9,932	_____	16,351
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 102,902	138,913	_____	\$ 241,815
Net Operating Income (Loss)		\$ 1,154	\$ 27,205	\$ _____	\$ 28,359
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
INTEREST		_____	_____	12	12
DIVIDENDS		_____	_____	4,137	4,137
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		(15,648)	(38,154)	_____	(53,802)
Amort of loan costs		_____	(1,038)	_____	(1,038)
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ (14,494)	\$ (11,987)	\$ 4,149	\$ (22,332)

UTILITY NAME: TRADEWINDS UTILITIES, INC.YEAR OF REPORT
DECEMBER 31, 1999

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5	\$ 2,048,432	\$ 1,752,118
Accumulated Depreciation and Amortization (108) -----	F-5	571,039	515,768
Net Utility Plant -----		\$ 1,477,393	\$ 1,236,350
Cash -----		36,480	87,655
Customer Accounts Receivable (141) -----		29,379	28,051
Other Assets (Specify): -----			
UNAMORTIZED DEBT DISCOUNT		28,329	18,498
DEPOSITS		1,240	1,240
INVESTMENTS AT MARKET		39,723	
DUE FROM RELATED PARTIES		16,460	
Total Assets -----		\$ 1,629,004	\$ 1,371,794
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	200	200
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		121,630	121,630
Retained Earnings (215) -----	F-6	3,834	41,306
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ 125,664	\$ 163,136
Long Term Debt (224) -----	F-6	\$ 1,246,305	\$ 893,322
Accounts Payable (231) -----		7,065	50,204
Notes Payable (232) -----			
Customer Deposits (235) -----		20,158	19,129
Accrued Taxes (236) -----		12,158	10,294
Other Liabilities (Specify) -----			
RETURNED REFUND CHECKS			581
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	217,654	235,128
Total Liabilities and Capital -----		\$ 1,629,004	\$ 1,371,794

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 1,070,170	\$ 978,262	\$ _____	\$ 2,048,432
Construction Work in -----	_____	_____	_____	_____
Other (Specify) ----- _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____
Total Utility Plant -----	\$ 1,070,170	\$ 978,262	\$ _____	\$ 2,048,432

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year -----	\$ 146,237	\$ 369,531	\$ _____	\$ 515,768
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account -----	\$ 23,393	\$ 34,365	\$ _____	\$ 57,758
Salvage -----	_____	_____	_____	_____
Other Credits (specify) ----- _____	_____ _____	_____ _____	_____ _____	_____ _____
Total Credits -----	\$ 23,393	\$ 34,365	\$ _____	\$ 57,758
<u>Deduct Debits During Year:</u>				
Book cost of plant retired -----	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal -----	_____	_____	_____	_____
Other debits (specify) ----- _____	_____ _____	_____ _____	_____ _____	_____ _____
Correction of disposal in 1998 Total Debits -----	590 \$ 590	1,897 \$ 1,897	_____ \$ _____	2,487 \$ 2,487
Balance End of Year -----	\$ 192,433	\$ 436,364	\$ _____	\$ 571,039

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31,	1999
--------------------------------	------

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	N/A
Shares authorized _____	1000	
Shares issued and outstanding _____	200	
Total par value of stock issued _____	200	
Dividends declared per share for year _____		

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ N/A	\$ 41,305
Changes during the year (Specify):		
LESS CURRENT YEAR LOSS _____		(22,332)
PRIOR YEAR INCOME TAXES & CORRECT 1998 DELETION _____		(722)
UNREALIZED LOSS ON MARKETABLE SECURITIES _____		(14,417)
Balance end of year _____	\$ _____	\$ 3,834

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ N/A	\$ _____
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	
BANK OF NEWBERRY	9.00%	MO	\$ 386,791
CHARLES DEMENZES REFUNDABLE ADVANCES		DEFERRED	232,366
DUE TO EDWARD JONES	VARIABLE	DEMAND	20,000
STATE OF FLORIDA REVOLVING FUND	3.05%	MO	607,148
Total _____			\$ 1,246,305

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

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 _____	_____	_____	_____	_____
Regulatory assessment fee _____	4683	7475	_____	12158
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Taxes Accrued _____	\$ 4683	\$ 7475	\$ _____	\$ 12158

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
MIRA INTERNATIONAL, INC.	\$ 42,460	\$ 63,690	MANAGEMENT & MAINTENANCE
AQUA PURE	\$ 3,318	\$ 4,385	PLANT OPERATION & TESTING
DANIEL J. COLLIER P.A	\$ 6,555	\$ 55	ACCOUNTING & AUDIT FEES
ROSE SUNDERSTROM	\$ 1,505	\$ 1,505	LEGAL
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: TRADEWINDS UTILITIES, INC.YEAR OF REPORT
DECEMBER 31 1999

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 274,182	\$ 325,560	\$ 599,742
2) Add credits during year _____	\$ 2,350	\$	\$ 2,350
3) Total _____	276,532	325,560	602,092
4) Deduct charges during the year _____			
5) Balance end of year _____	276,532	325,560	602,092
6) Less Accumulated Amortization _____	136,626	247,812	384,438
7) Net CIAC _____	\$ 139,906	\$ 77,748	\$ 217,654

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
METERS		CASH	2,350	
Sub-total _____			\$ 2,350	\$
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.) _____			\$ 2,350	\$

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ 128,748	\$ 235,667	\$ 364,615
Add Credits During Year: _____			
Deduct Debits During Year: _____	7,878	11,945	19,823
Balance End of Year (Must agree with line #6 above.)	\$ 136,626	\$ 247,812	\$ 384,438

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

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31 1999

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)
NO AFUDC WAS CHARGED THIS YEAR THUS N/A

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**

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 3 1999

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 482	\$	\$	\$ 482
302	Franchises	925			925
303	Land and Land Rights	182,500			182,500
304	Structures and Improvements	104,428	16,694		121,122
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs				
308	Infiltration Galleries and Tunnels	48,797			48,797
309	Supply Mains	2,469			2,469
310	Power Generation Equipment	15,953			15,953
311	Pumping Equipment	12,060	1,367		13,427
320	Water Treatment Equipment	681			681
330	Distribution Reservoirs and Standpipes	18,243	270,636		288,879
331	Transmission and Distribution Lines	258,917			258,917
332	Pearld Britian Mains	23,093			23,093
333	Services	69,852			69,852
334	Meters and Meter Installations	19,129	5,622		24,751
335	Hydrants	8,000			8,000
336	Backflow Prevention Devices				
339	Other Plant and Miscellaneous Equipment	305			305
340	Office Furniture and Equipment	5,740			5,740
341	Transportation Equipment	800	1,995		2,795
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	1,482			1,482
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	Total Water Plant	\$ 773,856	\$ 296,314	\$	\$ 1,070,170

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

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)
304	Structures and Improvements	27	%	3.70%	\$ 6,913	\$	\$ 3,985	\$ 10,898
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes		%					
301	1993 Rate Case Expense	4	%	25.00%	482			482
302	Franchises	29	%	3.45%	606		(119)	488
307	Wells and Springs		%					
308	Infiltration Galleries & Tunnels		%					
309	Supply Mains	15	%	6.67%	25,211		3,254	28,465
310	Power Generating Equipment	32	%	3.13%	570		78	648
311	Pumping Equipment	15	%	6.67%	10,486		1,090	11,576
320	Water Treatment Equipment	15	%	6.67%	12,059		66	12,125
330	Distribution Reservoirs & Standpipes	7	%	14.29%	681			681
331	Trans. & Dist. Mains	30	%	3.33%	8,532		4,368	12,900
332	Pearl Britian Mains	40	%	2.50%	47,722	405	6,389	53,706
333	Services	40	%	2.50%	4,472		580	5,052
334	Meter & Meter Installations	35	%	2.86%	10,409		1,998	12,407
335	Hydrants	17	%	5.88%	9,942		1,151	11,093
336	Backflow Prevention Devices	20	%	5.00%	33		434	467
339	Other Plant and Miscellaneous Equipment		%					
340	Office Furniture and Equipment	6	%	16.67%	305			305
341	Transportation Equipment	6	%	16.67%	5,739		1	5,740
342	Stores Equipment	6	%	16.67%	800		83	883
343	Tools, Shop and Garage Equipment		%					
344	Laboratory Equipment	15	%	6.67%	1,275	185	34	1,124
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant		%					
	Totals				\$ 146,237	\$ 590	\$ 23,393	\$ 169,040 *

* This amount should tie to Sheet F-5.

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31,

1999

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	3,600
604	Employee Pensions and Benefits	
610	Purchased Water	
615	Purchased Power	5,238
616	Fuel for Power Production	51
618	Chemicals	887
620	Materials and Supplies	1,362
630	Contractual Services:	
	Billing	42,460
	Professional	8,079
	Testing	3,318
	Other	400
640	Rents	2,000
650	Transportation Expense	5,040
655	Insurance Expense	2,003
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	965
675	Miscellaneous Expenses - REPAIRS & MAINTENANCE	5,565
	Total Water Operation And Maintenance Expense	\$ 80,968 *
	* 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)	
Residential Service					
5/8"	D	1.0	408	416	416
3/4"	D	1.5			
1"	D	2.5	24	24	60
1 1/2"	D,T	5.0	2	10	80
General Service					
5/8"	D	1.0			
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			
Unmetered Customers					
Other (Specify)					
Total			434	450	556

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
(b)	(c)	(d)	(e)	(f)	
January		2,730	43	2,687	2,687
February		2,986	453	2,533	2,533
March		3,775	1,170	2,605	2,605
April		4,119	625	3,494	3,494
May		4,345	611	3,734	3,734
June		3,100	(89)	3,189	3,189
July		3,347	342	3,005	3,005
August		3,266	(361)	3,627	3,627
September		3,017	(330)	3,347	3,347
October		2,550	42	2,508	2,508
November		3,411	574	2,837	2,837
December		2,219	(592)	2,811	2,811
Total for Year		38,865	2,488	36,377	36,377

If water is purchased for resale, indicate the following:

Vendor NA

Point of delivery _____

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

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	4"	4210			4210
PVC	6"	4270			4270
PVC	8"	13360			13360

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1983	1983	1990	
Types of Well Construction and Casing _____	STEEL GROUTED	STEEL GROUTED	STEEL GROUTED	
Depth of Wells _____	285'	140'	164'	
Diameters of Wells _____	6"	6"	10"	
Pump - GPM _____	250	150	950	
Motor - HP _____	10	7.5	75	
Motor Type *				
Yields of Wells in GPD _____	1000	1000	100000	
Auxiliary Power _____	WINCO GEN.	WINCO GEN.	WINCO GEN.	
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	STEEL	STEEL	STEEL	
Capacity of Tank _____	5,000	10,000	200,000	
Ground or Elevated _____	GROUND	GROUND	ELEVATED	

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
<u>Motors</u>				
Manufacturer _____	NA			
Type _____				
Rated Horsepower _____				
<u>Pumps</u>				
Manufacturer _____				
Type _____				
Capacity in GPM _____				
Average Number of Hours Operated Per Day _____				
Auxiliary Power _____				

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day_____	798,000	310,000	1,728,000
Type of Source_____	WELL	WELL	WELL

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type_____	LIQUID CHLORINATED	LIQUID CHLORINATED	LIQUID CHLORINATED
Make_____	VT 100	VT 100	VT 100
Permitted Capacity (GPD)_____	504,000	360,000	1,728,000
High service pumping	NA	NA	NA
Gallons per minute	NA	NA	NA
Reverse Osmosis	NA	NA	NA
Lime Treatment			
Unit Rating_____	NA	NA	NA
Filtration			
Pressure Sq. Ft._____	NA	NA	NA
Gravity GPD/Sq.Ft._____			
Disinfection			
Chlorinator_____	YES	YES	YES
Ozone_____	NA	NA	NA
Other_____	NA	NA	NA
Auxiliary Power_____	YES	YES	YES

GENERAL WATER SYSTEM INFORMATION

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

1. Present ERC's * the system can efficiently serve. 285
2. Maximum number of ERCs * which can be served. 1600
3. Present system connection capacity (in ERCs *) using existing lines. 285
4. Future connection capacity (in ERCs *) upon service area buildout. 385
5. Estimated annual increase in ERCs *. 10
6. Is the utility required to have fire flow capacity?
If so, how much capacity is required? NO
7. Attach a description of the fire fighting facilities. NA
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.
NA
9. When did the company last file a capacity analysis report with the DEP? NA
10. If the present system does not meet the requirements of DEP rules, submit the following:
NA
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? _____
 - c. When will construction begin? _____
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? _____
11. Department of Environmental Protection ID # 3424620
12. Water Management District Consumptive Use Permit # 2-83-0008ANM2
 - a. Is the system in compliance with the requirements of the CUP? YES
 - b. If not, what are the utility's plans to gain compliance? _____

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

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

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

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

ERC = (Total SFR gallons sold (omit 000/365 days/350 gallons per day).

WASTEWATER OPERATING SECTION

UTILITY NAME: TRADEWINDS UTILITIES, INC.YEAR OF REPORT
DECEMBER 31, 1999

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ 947	\$ _____	\$ _____	\$ 947
352	Franchises_____	3,881	_____	_____	3,881
353	Land and Land Rights_____	93,388	_____	_____	93,388
354	Structures and Improvements_____	161,268	_____	_____	161,268
355	Power Generation Equipment_____	_____	_____	_____	_____
357	Pearl Britain Force Mains_____	23,069	_____	_____	23,069
360	Collection Sewers - Force_____	9,705	_____	_____	9,705
361	Collection Sewers - Gravity_____	159,111	_____	_____	159,111
362	Special Collecting Structures_____	2,400	_____	_____	2,400
363	Services to Customers_____	64,155	_____	_____	64,155
364	Flow Measuring Devices_____	_____	_____	_____	_____
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	142,078	_____	_____	142,078
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	138,361	_____	_____	138,361
381	Plant Sewers_____	152,642	_____	_____	152,642
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	4,676	_____	_____	4,676
390	Office Furniture and Equipment_____	5,397	_____	_____	5,397
391	Transportation Equipment_____	_____	_____	_____	_____
392	Stores Equipment_____	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment_____	1,135	_____	_____	1,135
394	Laboratory Equipment_____	_____	_____	_____	_____
395	Power Operated Equipment_____	16,049	_____	_____	16,049
396	Communication Equipment_____	_____	_____	_____	_____
397	Miscellaneous Equipment_____	_____	_____	_____	_____
398	Other Tangible Plant_____	_____	_____	_____	_____
	Total Wastewater Plant_____	\$ 978,262	\$ 0	\$ _____	\$ 978,262 *

* This amount should tie to sheet F-5.

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
354	Structures and Improvements	27	%	3.70%	\$ 8,903	\$	\$ 5,931	\$ 14,834
351	Organizational	29		3.45%	259		35	294
352	Franchises	3		33.33%	1,383		347	1,730
355	Power Generation Equipment		%					
357	Pearl Britian Force Mains	27		3.70%	6,825		856	7,681
360	Collection Sewers - Force	27	%	3.70%	4,926		363	5,289
361	Collection Sewers - Gravity	40	%	2.50%	38,001		3,981	41,982
362	Special Collecting Structures	35	%	2.86%	591		95	686
363	Services to Customers	35	%	2.86%	18,355		1,789	20,144
364	Flow Measuring Devices		%					
365	Flow Measuring Installations		%					
370	Receiving Wells	18	%	5.56%	76,024		8,712	84,736
371	Pumping Equipment		%					
380	Treatment and Disposal Equipment		%					
381	Plant Sewers	15	%	6.67%	119,542	704	1,184	120,022
382	Outfall Sewer Lines	15	%	6.67%	76,855		10,163	87,018
389	Other Plant and Miscellaneous Equipment		%					
390	Office Furniture and Equipment	35	%	2.86%	2,651	1,031	134	1,754
391	Transportation Equipment	6	%	16.67%	5,396		1	5,397
392	Stores Equipment		%					
393	Tools, Shop and Garage Equipment		%					
394	Laboratory Equipment	15	%	6.67%	873	162	37	748
395	Power Operated Equipment	10	%	10.00%	8,947		737	9,684
396	Communication Equipment		%					
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
	Totals				\$ 369,531	\$ 1,897	\$ 34,365	\$ 401,999 *

* This amount should tie to Sheet F-5.

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	3,600
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	1,541
715	Purchased Power	12,277
716	Fuel for Power Production	
718	Chemicals	4,167
720	Materials and Supplies	1,218
730	Contractual Services:	
	Billing	63,690
	Professional	1,652
	Testing	4,385
	Other	300
740	Rents	2,000
750	Transportation Expense	5,040
755	Insurance Expense	2,003
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	1,722
775	Miscellaneous Expenses - REPAIRS AND MAINTENANCE	2,966
	Total Wastewater Operation And Maintenance Expense	\$ 106,561 *
	* This amount should tie to Sheet F-3.	

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers Start of Year (d)	End of Year (e)	Total Number of r Equivalents (c x e) (f)		
Residential Service	D	1.0	_____	_____	_____		
All meter sizes			_____	_____	_____		
General Service	D	1.0	_____	_____	_____		
5/8"			245	248	248		
3/4"			_____	_____	_____		
1"			14	14	35		
1 1/2"			D,T	5.0	_____	_____	
2"			D,C,T	8.0	2	10	80
3"			D	15.0	_____	_____	_____
3"			C	16.0	_____	_____	_____
3"	T	17.5	_____	_____	_____		
Unmetered Customers	_____	_____	_____	_____	_____		
Other (Specify)	_____	_____	_____	_____	_____		
** D = Displacement C = Compound T = Turbine			261	272	363		

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 1999

PUMPING EQUIPMENT

Lift Station Number	1	2	3	4	5	
Make or Type and nameplate data on pump	PEABODY BARNES	PEABODY BARNES	PEABODY BARNES	PEABODY BARNES	PEABODY BARNES	
Year installed	1983	1983	1989	1989	1991	
Rated capacity	100 GPM	100 GPM	100 GPM	100 GPM	100 GPM	
Size	4"	4"	4"	4"	4"	
Power:						
Electric	ELECTRIC	ELECTRIC	ELECTRIC	ELECTRIC	ELECTRIC	
Mechanical						
Nameplate data of motor	2.8 HP 12.6 AMP	2.8 HP 12.6 AMP	2.6 HP 12.6 AMP	2.6 HP 12.6 AMP	5.0 HP 12.6 AMP	

SERVICE CONNECTIONS

Size (inches)	6"	4"				
Type (PVC, VCP, etc.)	PVC	PVC				
Average length	30'	30'				
Number of active service connections	281					
Beginning of year	276					
Added during year	5					
Retired during year						
End of year	281					
Give full particulars concerning inactive connections	N/A					

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches)	8"	10"			4"			
Type of main	PVC	PVC			PVC			
Length of main (nearest foot)	5699	676			5170			
Beginning of year	5699	676			5170			
Added during year								
Retired during year								
End of year	5699	676			5170			

MANHOLES

Size (inches)	4'			
Type of Manhole	CONCRETE			
Number of Manholes:				
Beginning of year	55			
Added during year				
Retired during year				
End of Year	55			

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 1999

TREATMENT PLANT

Manufacturer_____	MCNEIL	MARLOF	
Type_____	CONCRETE	CONCRETE	
"Steel" or "Concrete"_____	CONCRETE	CONCRETE	
Total Permitted Capacity_____	65000 GPD	50000 GPD	
Average Daily Flow_____	50932	COMBINED	
Method of Effluent Disposal_____	SPRAYFIELD	SPRAYFIELD	
Permitted Capacity of Disposal_____	81000 GPD	COMBINED	
Total Gallons of Wastewater treated_____	18590000 GPY	COMBINED	

MASTER LIFT STATION PUMPS

Manufacturer_____	N/A					
Capacity (GPM's)_____						
Motor:						
Manufacturer_____						
Horsepower_____						
Power (Electric or Mechanical)_____						

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January_____	1,579,219		1,579,219
February_____	1,501,345		1,501,345
March_____	1,342,880		1,342,880
April_____	1,550,733		1,550,733
May_____	1,674,076		1,674,076
June_____	1,582,196		1,582,196
July_____	1,552,127		1,552,127
August_____	1,700,346		1,700,346
September_____	1,621,286		1,621,286
October_____	1,434,731		1,434,731
November_____	1,532,624		1,532,624
December_____	1,518,746		1,518,746
Total for year_____	18,590,309		18,590,309

If Wastewater Treatment is purchased, indicate the vendor:

N/A

GENERAL WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs* now being served. 181
 2. Maximum number of ERCs* which can be served. 400
 3. Present system connection capacity (in ERCs*) using existing lines. 250
 4. Future connection capacity (in ERCs*) upon service area buildout. 250
 5. Estimated annual increase in ERCs*. 10
 6. Describe any plans and estimated completion dates for any enlargements or improvements 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 known. NA
 8. If the utility does not engage in reuse, has a reuse feasibility study been completed? NO
If so, when? _____
 9. Has the utility been required by the DEP or water management district to implement reuse? NO
If so, what are the utility's plans to comply with this requirement? _____
 10. When did the company last file a capacity analysis report with the DEP? NA
 11. If the present system does not meet the requirements of DEP rules, submit the following:
NA
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? _____
 - c. When will construction begin? _____
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? _____
 12. Department of Environmental Protection ID # FLA010699-001
- * An ERC is determined based on one of the following methods:
- (a) If actual flow data are available from the preceding 12 months:
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
 - (b) If no historical flow data are available use:
$$ERC = (Total\ SFR\ gallons\ sold\ (omit\ 000/365\ days/280\ gallons\ per\ day)).$$


CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

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


(signature of chief executive officer of the utility)

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

N/A
(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.