

CLASS "C"

WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

Arredondo Utility Company

EXACT LEGAL NAME OF RESPONDENT

549-W / 479-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED

APR 27 2001

Florida Public Service Commission
Division of Water and Wastewater

WS688-00-AR

ARREDONDO UTILITY COMPANY, INC.

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2000

Cronin, Jackson, Nixon & Wilson

CERTIFIED PUBLIC ACCOUNTANTS, P.A.

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April 26, 2001

Officers and Directors
Arredondo Utility Company

We have compiled the 2000 Annual Report of Arredondo Utility Company in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting, in the form prescribed by the Florida Public Service Commission, information that is the representation of the management of Arredondo Utility Company. We have not audited or reviewed the report referred to above and, accordingly, do not express an opinion or any form of assurance on it.

This report is presented in accordance with the requirements 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.

Cronin, Jackson, Nixon & Wilson

CRONIN, JACKSON, NIXON & WILSON

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations**

Company: Arredondo Utility Company

For the Year Ended December 31, 2000

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 144,938	\$ 144,938	\$ -
Commercial	4,088	4,088	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	1,365	1,365	-
Total Water Operating Revenue	\$ 150,391	\$ 150,391	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 150,391	\$ 150,391	\$ -

Explanations:

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule F-3 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Wastewater Operations**

Company: Arredondo Utility Company

For the Year Ended December 31, 2000

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 75,347	\$ 75,347	\$ -
Commercial	3,633	3,633	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
Total Wastewater Operating Revenue	\$ 78,980	\$ 78,980	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 78,980	\$ 78,980	\$ -

Explanations:

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule F-3 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

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 will 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 schedules 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 statement should be made at the bottom of the page or an additional page. Any additional pages should state the name of the utility, 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 - this account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction 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 utilities property, facilities, or equipment used to provide services to the public. (Section 367.021 (3), Florida Statutes)

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

DEPRECIATION - The loss of 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 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

Arredondo Utility Company

(Exact name of utility)

200 Corporate Center Drive, Suite 300	200 Corporate Center Drive, Suite 300
Coraopolis, PA 15108	Coraopolis, PA 15108
Mailing Address	Street Address

Telephone Number (412) 393-3625 Date Utility First Organized 04/01/81

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

- Individual
 Sub Chapter S Corporation
 1120 Corporation
 Partnership

Location where books and records are located: 200 Corporate Center Drive, Suite 300
Coraopolis, PA 15108

Names of subdivisions where service is provided: Arredondo Estates Mobile Home Park, Arredondo
Farms

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Bryan Hiles	Controller	200 Corporate Center Drive #300 Coraopolis PA 15108	
Person who prepared this report: Cronin, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd. Clearwater, Fl.	
Officers and Managers: Frank A. Hoffman	President	200 Corporate Center Drive #300 Coraopolis PA 15108	None
James Lahtinen	Vice President	Same	None
Anthony Villiotti	VP/CFO/Treasurer	Same	None
Renee J. Cypher	Assistant Secretary	Same	None
Robert J. Gaipo	Reginal VP	6960 Professional Pkwy E #400	None
Julie I. Avins	Assistant Secretary	Sarasota, FL 34240	None

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
AquaSource Utility, Inc.	100%	Water and Wastewater Service	None

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 144,938	\$ 75,347		\$ 220,285
Commercial _____		4,088	3,633		7,721
Industrial _____					
Multiple Family _____					
Guarenteed Revenues _____					
Other (Specify) _____		1,365			1,365
Total Gross Revenue _____		150,391	78,980	N/A	229,371
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	112,346	113,510		225,856
Depreciation Expense _____	F-5	15,476	10,358		25,834
CIAC Amortization Expense _____	F-8	(673)			(673)
Taxes Other Than Income _____	F-7	22,807	13,064		35,871
Income Taxes _____	F-7				
Total Operating Expenses _____		149,956	136,932		286,888
Net Operating Income (Loss)		435	(57,952)	-	(57,517)
Other Income:					
Nonutility Income _____					

Other Deductions:					
Miscellaneous Nonutility Expenses _____		15,008	15,008		30,016
Interest Expense _____		993	992		1,985

Net Income (Loss)		\$ (15,566)	\$ (73,952)	N/A	\$ (89,518)

UTILITY NAME: Arredondo Utility Company

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 564,802	\$ 563,317
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(336,830)	(310,996)
Net Utility Plant _____		227,972	252,321
Cash _____			
Customer Accounts Receivable (141) _____		51,514	22,843
Other Assets (Specify):			
Deferred Rate Case Expense (Net)			1,852
Intercompany Receivable		218,450	52,877
Unrecognized Acquisition Adjustments		532,614	560,113
Prepaid Property Taxes		4,274	
Total Assets _____		\$ 1,034,824	\$ 890,006
LIABILITIES AND CAPITAL:			
Common Stock Issued (201) _____	F-6	\$ 500	\$ 500
Preferred Stock Issued (204) _____	F-6		
Other Paid In Capital (211) _____		876,033	873,453
Retained Earnings (Deficit)(215) _____	F-6	(132,032)	(42,514)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		744,501	831,439
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		2,458	
Notes Payable (232) _____			
Customer Deposits (235) _____		11,560	23,446
Accrued Taxes (236) _____	F-7	10,322	28,309
Other Liabilities (Specify):			
Accounts Payable - Assoc Co		259,681	
Accrued Interest		163	
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	6,139	6,812
Total Liabilities and Capital _____		\$ 1,034,824	\$ 890,006

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 326,641	\$ 238,161	N/A	\$ 564,802
Construction Work In Progress (105) _____				
Other (Specify) _____ Completed Const not Class	-	-		
Total Utility Plant _____	\$ 326,641	\$ 238,161	N/A	\$ 564,802

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 169,197	\$ 141,799	N/A	\$ 310,996
Add Credits During Year:				
Accruals charged to depreciation account _____	15,476	10,358		25,834
Salvage _____				
Other credits (specify) _____				
Total credits _____	15,476	10,358		25,834
Deduct Debits During Year:				
Book cost of plant retired _____				
Cost of removal _____				
Other debits (specify) _____				
Total debits _____				
Balance End of Year _____	\$ 184,673.00	\$ 152,157.00	N/A	\$ 336,830.00

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT
December 31, 2000

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	\$ 1.00	N/A
Shares authorized _____	500	
Shares issued and outstanding _____	500	
Total par value of stock issued _____	500	
Dividends declared per share for year _____	None	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	N/A	\$ (42,514)
Charges during the year (specify): Current Year Loss _____		(89,518)

Balance end of year _____		\$ (132,032)

PROPRIETARY CAPITAL (218)

	Proprietor or Partner	Partner
Balance first of year _____	N/A	N/A
Charges 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 Payments	
_____	____%	_____	\$ -
_____	____%	_____	_____
_____	____%	_____	_____
_____	____%	_____	_____
Total _____			N/A

UTILITY NAME: Arredondo Utility Company

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 15,916	N/A	\$ 15,916
2. Add credits during year:			
3. Total _____	15,916		15,916
4. Deduct charges during year _____			
5. Balance end of year _____	15,916		15,916
6. Less Accumulated Amortization _____	9,777		9,777
7. Net CIAC _____	\$ 6,139		\$ 6,139

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 _____				NONE	NONE
Report below all capacity charges, main extension charges and customer connections charges received during the year.					
Description of Charge	Number of Connections	Charge per Connection			

Total Credits During Year (Must agree with line # 2 above) _____				NONE	NONE

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 9,104	N/A	\$ 9,104
Add Debits During Year: _____	673		673
Deduct Credits During Year: _____			
Balance End of Year (Must agree with line #6 above) _____	\$ 9,777		\$ 9,777

YEAR OF REPORT December 31, 2000
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UTILITY NAME: Arredondo Utility Company

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (2)

CLASS OF CAPITAL (a)	Dollar Amount (1) (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	N/A	%	%	%
Preferred Stock		%	%	%
Long Term Debt		%	%	%
Customer Deposits		%	%	%
Tax Credits - Zero Cost		%	%	%
Tax Credits - Weighted Cost		%	%	%
Deferred Income Taxes		%	%	%
Other (Explain)		%	%	%
Total		<u>100.00</u> %		%

- (1) Should equal amounts on schedule B, Column (f), Page F-10.
- (2) 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
OPERATION
SECTION**

UTILITY NAME: Arredondo Utility Company

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization _____	\$ 13,865	\$ -	\$ -	\$ 13,865
302	Franchises _____				
303	Land and Land Rights _____	2,960			2,960
304	Structure and Improvements _____	5,805			5,805
305	Collecting and Impounding Reservoirs _____				
306	Lake, River and Other Intakes _____				
307	Wells and Springs _____	9,519			9,519
308	Infiltration Galleries and Tunnels _____				
309	Supply Mains _____	3,398			3,398
310	Power Generation Equipment _____	30,068			30,068
311	Pumping Equipment _____	11,533			11,533
320	Water Treatment Equipment _____	27,387			27,387
330	Distribution Reservoirs and Standpipes _____	50,803			50,803
331	Transmission and Distribution Mains _____	76,531			76,531
333	Services _____	23,383			23,383
334	Meters and Meter Installations _____	58,303	2,514		60,817
335	Hydrants _____	2,288			2,288
339	Other Plant and Miscellaneous Equipment _____	1,018			1,018
340	Office Furniture and Equipment _____	2,599			2,599
341	Transportation Equipment _____	1,046			1,046
342	Stores Equipment _____				
343	Tools, Shop and Garage Equip _____	608			608
344	Laboratory Equipment _____				
345	Power Operated Equipment _____				
346	Communication Equipment _____				
347	Miscellaneous Equipment _____				
348	Other Tangible Plant _____	3,013			3,013
	Total Water Plant _____	\$ 324,127	\$ 2,514		\$ 326,641

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

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

ACCT. NO. (a)	ACCOUNT NAME (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)
301	Organization	40	%	2.50	\$ 173	\$ -	\$ 347	\$ 520
302	Franchises		%					
304	Structure and Improvements	40	%	2.50	4,609		208	4,817
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes		%					
307	Wells and Springs	27	%	3.70	8,133		352	8,485
308	Infiltration Galleries and Tunnels		%					
309	Supply Mains	32	%	3.13	3,398		-	3,398
310	Power Generation Equipment	17	%	5.88	9,381		1,768	11,149
311	Pumping Equipment	17	%	5.88	4,118		678	4,796
320	Water Treatment Equipment	17	%	5.88	14,511		1,610	16,121
330	Distribution Reservoirs and Standpipes	30	%	3.33	18,693		1,693	20,386
331	Transmission and Distribution Mains	38	%	2.63	51,737		2,013	53,750
333	Services	35	%	2.86	12,673		669	13,342
334	Meters and Meter Installations	12	%	8.33	35,097		4,892	39,989
335	Hydrants	40	%	2.50	1,445		78	1,523
339	Other Plant and Miscellaneous Equipment	20	%	5.00	756		51	807
340	Office Furniture and Equipment	10	%	10.00	1,065		307	1,372
341	Transportation Equipment	5	%	20.00	900		146	1,046
342	Stores Equipment		%					
343	Tools, Shop and Garage Equipment	10	%	10.00	280		61	341
344	Laboratory Equipment		%					
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant	5	%	20.00	2,228		603	2,831
	Totals				\$ 169,197	\$ -	\$ 15,476	\$ 184,673

* This amount should tie to Sheet F-5

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	\$ 5,321
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
604	Employee Pensions and Benefits _____	1,567
610	Purchased Water _____	
615	Purchased Power _____	5,685
616	Fuel for Power Purchased _____	
618	Chemicals _____	1,463
620	Materials and Supplies _____	14,825
630	Contractual Services:	
	Billing _____	21,341
	Operator and Management _____	31,649
	Testing _____	1,986
	Other _____	24,756
640	Rents _____	345
650	Transportation Expense _____	502
655	Insurance Expense _____	
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	1,228
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	1,678
	Total Water Operation and Maintenance Expense _____	\$ 112,346 *

* 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	517	513	513
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0		2	2
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	2	2	16
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0			
Other (Specify):					
** D = Displacement C = Compound T = Turbine			Total	519	517
					531

UTILITY NAME: Arredondo Utility Company
 SYSTEM NAME: Arredondo Farms/Arredondo Estates

YEAR OF REPORT
 December 31, 2000

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January_-----	N/A	2,653		2,653	3,404
February_-----		1,741		1,741	2,234
March_-----		3,387		3,387	2,082
April_-----		2,028		2,028	2,601
May_-----		3,744		3,744	2,322
June_-----		3,360		3,360	3,309
July_-----		3,326		3,326	2,760
August_-----		3,344		3,344	2,972
September_-----		3,382		3,382	2,584
October_-----		3,148		3,148	2,243
November_-----		2,961		2,961	2,738
December_-----		3,224		3,224	2,372
Total for year_-----	N/A	36,298		36,298	31,621

If water is purchased for resale, indicate the following:

Vendor N/A
 Point of Delivery N/A

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

MAINS (Feet)

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
Asbestos/Concrete	6"	1,525			1,525
Asbestos/Concrete	4"	6,950			6,950
Asbestos/Concrete	3"	3,850			3,850
Asbestos/Concrete	2"	4,900			4,900
Galvanized/PVC	6"	5,800			5,800
Galvanized/PVC	4"	1,125			1,125
Galvanized/PVC	2"	15,300			15,300

UTILITY NAME: Arredondo Utility Company
 SYSTEM NAME: Arredondo Farms/Arredondo Estates

YEAR OF REPORT
 December 31, 2000

WELLS AND WELL PUMPS
 (If Available)

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	AE #1 East 1996	AE #2 West 1996	AF 1970	AF Unknown
Types of Well Construction and Casing _____	Cable Tool Steel	Cable Tool Steel	Cable Tool Steel	Cable Tool Steel
Depth of Wells _____	150 ft	162 ft	125ft	143 ft
Diameters of Wells _____	6"	6"	8"	8"
Pump - GPM _____	120 GPM	120 GPM	250 GPM	250 GPM
Motor - HP _____	10	10	Unknown	Unknown
Motor Type * _____				
Yeilds of Wells in GPD _____	172,800 GPD	172,800 GPD	417,600 GPD	432,000 GPD
Auxillary Power _____				
* Submersable, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Pneumatic			
Capacity of Tank _____	20,000 Gal	Twin 5,000 Gal		
Ground of Elevated _____	Ground	Ground		

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
MOTORS				
Manufacturer _____	None			
Type _____				
Rated Horsepower _____				
(a)	(b)	(c)	(d)	(e)
PUMPS				
Manufacturer _____	None			
Type _____				
Capacity in GPM _____				
Average Number of Hours Operated Per Day _____				
Auxiliary Power _____				

UTILITY NAME: Arredondo Utility Company

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water, etc):

Gallons per day of source _____	.230 GPD	.240 GPD	
Type of source _____	Floridan Aquifer	Floridan Aquifer	

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:

	Arredondo Estates	Arredondo Farms	
Type _____	Chlorinator	Chlorinator	
Make _____	Bailey-fisher & Porter	Bailey-fisher & Porter	
Permitted Capacity (GPD)	.230 MGD	.240 MGD	
High service pumping Gallons per minute _____ See Page W-5 _____	Unknown	Unknown	
Reverse Osmosis _____	N/A	N/A	
Lime treatment Unit Rating _____	N/A	N/A	
Filtration Pressure Sq. Ft. _____	N/A	N/A	
Gravity GPD/Sq. Ft. _____	N/A	N/A	
Disinfection Chlorinator _____	X	X	
Ozone _____			
Other _____			
Auxiliary Power _____	Generator	Generator	

UTILITY NAME: Arredondo Utility Company
 SYSTEM NAME: Arredondo Farms/Arredondo Estates

YEAR OF REPORT
 December 31, 2000

OTHER WATER SYSTEM INFORMATION

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

1.	Present ERC's * the system can efficiently serve	<u>579</u>
2.	Maximum number of ERC's * which can be served	<u>579</u>
3.	Present system connection capacity (in ERC's *) using existing lines	<u>579</u>
4.	Future connection capacity (in ERC's *) upon service area buildout	<u>579</u>
5.	Estimated annual increase in ERC's* <u>25 but varies - Customers rent mobile home lots</u>	
6.	Is the utility required to have fire flow capacity? <u>Unknown</u> If so, how much capacity is required? <u>Unknown</u>	
7.	Attach a description of the fire fighting facilities. <u>5 Fire hydrants</u>	
8.	Describe any plans and estimated completion dates for any enlargements or improvements of this system. <u>None</u>	
9.	When did the company last file a capacity analysis report with the DEP? <u>None</u>	
10.	If the present system does not meet the requirements of DEP rules, submit the following: a. Attach a description of the plant upgrade necessary to meet 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 # <u>2010041</u>	
12.	Water Management District Consumptive Use Permit # <u>Estates: 2001-0116; Farms: 20010117</u>	
	a. Is the system in compliance with the requirements of the CUP? <u>Yes</u>	
	b. If not, what are the utility's plans to gain compliance? <u>N/A</u>	

* 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 available are available for use:
 $ERC = (Total\ SFR\ gallons\ sold\ (omit\ 000) / 365\ days / 350\ gallons\ per\ day).$

**WASTEWATER
OPERATION
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization _____	\$ 13,865	\$ -		\$ 13,865
352	Franchises _____				
353	Land and Land Rights _____	7,232			7,232
354	Structure and Improvements _____	11,946			11,946
355	Power Generation Equipment _____				
360	Collection Sewers - Force _____				
361	Collection Sewers - Gravity _____	78,881			78,881
362	Special Collecting Structures _____				
363	Services to Customers _____	2,135			2,135
364	Flow Measuring Devices _____	635			635
365	Flow Measuring Installations _____				
370	Receiving Wells _____				
371	Pumping Equipment _____	19,856			19,856
380	Treatment and Disposal Equipment _____	99,406			99,406
381	Plant Sewers _____				
382	Outfall Sewer Lines _____				
389	Other Plant and Miscellaneous Equipment _____	663			663
390	Office Furniture and Equipment _____	1,257			1,257
391	Transportation Equipment _____	417			417
392	Stores Equipment _____				
393	Tools, Shop and Garage Equipment _____	311			311
394	Laboratory Equipment _____				
395	Power Operated Equipment _____				
396	Communication Equipment _____				
397	Miscellaneous Equipment _____				
398	Other Tangible Plant _____	1,557			1,557
	Total Sewer Plant _____	\$ 238,161	\$ -	\$ -	\$ 238,161

should tie to Sheet F-5

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account Name (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)
351	Organization_	40	%	2.50 %	173		347	520
352	Franchises_		%					
354	Structure and Improvements	27	%	3.70 %	10,131		442	10,573
355	Power Generation Equipment_		%					
360	Collection Sewers - Force		%					
361	Collection Sewers - Gravity_	40	%	2.50 %	53,619		1,972	55,591
362	Special Collecting							
	Structures (Lift Stations)_		%					
363	Services to Customers_	35	%	2.90 %	1,527		62	1,589
364	Flow Measuring Devices_	5	%	20.00 %	635		-	635
365	Flow Measuring Installations_		%					
370	Receiving Wells (Lift Stations)_		%					
371	Pumping Equipment_	40	%	2.50 %	2,374		496	2,870
380	Treatment and Disposal Equipment	15	%	6.70 %	71,536		6,630	78,166
381	Plant Sewers_		%					
382	Outfall Sewer Lines_		%					
389	Other Plant and Miscellaneous Equipment_	15	%	6.70 %	481		44	525
390	Office Furniture and Equipment_	10	%	10.00 %	564		126	690
391	Transportation Equipment_	5	%	20.00 %	365		52	417
392	Stores Equipment_		%					
393	Tools, Shop and Garage Equipment	10	%	10.00 %	156		31	187
394	Laboratory Equipment_		%					
395	Power Operated Equipment_		%					
396	Communication Equipment_		%					
397	Miscellaneous Equipment_		%					
398	Other Tangible Plant_	5	%	20.00 %	238		156	394
	Totals_				141,799		10,358	152,157

* This amount should tie to Sheet F-5

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees _____	\$ 5,255
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
704	Employee Pensions and Benefits _____	1,272
710	Purchased Wsatewater Treatment _____	
711	Sludge Removal Expense _____	9,185
715	Purchased Power _____	5,514
716	Fuel for Power Purchased _____	
718	Chemicals _____	1,536
720	Materials and Supplies _____	23,422
730	Contractual Services:	
	Operator and Management _____	18,111
	Testing _____	2,388
	Other _____	44,821
740	Rents _____	
750	Transportation Expense _____	
755	Insurance Expense _____	
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	624
770	Bad Debt Expense _____	
775	Miscellaneous Expenses _____	1,382
	Total Wastewater Operation and Maintenance Expense _____	\$ 113,510 *

* 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)	
Residential Service					
5/8"	D	1.0	289	296	296
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
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	2	2	16
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0			
Other (Specify):					
Total			<u>291</u>	<u>298</u>	<u>312</u>

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift station number _____	1	_____	_____	_____	_____	_____	_____
Make or type and nameplate data of pump _____	S4N	_____	_____	_____	_____	_____	_____
Year installed _____	1995	_____	_____	_____	_____	_____	_____
Rated capacity (GPM) _____	_____	_____	_____	_____	_____	_____	_____
Size (HP) _____	4"	_____	_____	_____	_____	_____	_____
Power:	_____	_____	_____	_____	_____	_____	_____
Electric _____	x	_____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	4"	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	_____	_____	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	296	_____	_____	_____	_____	_____	_____
Beginning of year _____	291	_____	_____	_____	_____	_____	_____
Added during year _____	5	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	296	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS AND MANHOLES

	Collecting Mains			Force Mains			
Size (inches) _____	8"	_____	_____	_____	_____	_____	_____
Type of main _____	Clay	_____	_____	_____	_____	_____	_____
Length of main (nearest foot):	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	20,300	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	20,300	_____	_____	_____	_____	_____	_____

MANHOLES:

Size _____	_____	_____	_____
Type _____	Brick	_____	_____
Number:	_____	_____	_____
Beginning of year _____	38	_____	_____
Added during year _____	_____	_____	_____
Retired during year _____	_____	_____	_____
End of year _____	38	_____	_____

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT December 31, 2000
--

TREATMENT PLANT

Manufacturer_____	McNeill	_____	_____
Type_____	Contact Stabilization	_____	_____
"Steel" or "Concrete"_____	Concrete	_____	_____
Total Capacity_____	60,000 GPD	_____	_____
Average Daily Flow_____	28,052	_____	_____
Effluent Disposal_____	Percolation Ponds	_____	_____
Total Gallons of Wastewater Treated_____	10,239,000	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer_____	N/A	_____	_____	_____	_____	_____
Capacity_____ PM)_____	_____	_____	_____	_____	_____	_____
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_____	945,000	None	945,000
February_____	751,000	_____	751,000
March_____	962,000	_____	962,000
April_____	875,000	_____	875,000
May_____	941,000	_____	941,000
June_____	954,000	_____	954,000
July_____	941,000	_____	941,000
August_____	855,000	_____	855,000
September_____	766,000	_____	766,000
October_____	655,000	_____	655,000
November_____	641,000	_____	641,000
December_____	953,000	_____	953,000
Total for year_____	10,239,000	_____	10,239,000

If Wastewater Treatment is purchased, indicate the vendor:

OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present ERC's * that system can efficiently serve.	<u>331</u>
2. Maximum number of ERC's * which can be served.	<u>331</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>331</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>331</u>
5. Estimated annual increase in ERC's * .	<u>25 but varies - Customers rent mobile home lots</u>
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.	<u>None</u>
7. If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.	
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?	<u>No</u>
	<u>N/A</u>
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>N/A</u>
If so, what are the utility's plans to comply with the DEP?	<u>N/A</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>N/A</u>
11. If the present system does not meet the requirements of DEP rules:	
a. Attach a description of the plant upgrade necessary to meet the DEP rules.	
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will co <u>N/A</u>	
d. Attach plans for funding the required upgrading.	<u>N/A</u>
e. Is this system under any Consent Order othe DEP?	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>DO01-176465</u>

Use one of the following methods:

(a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

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

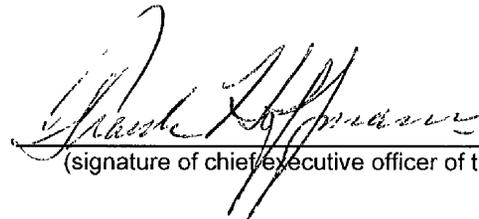
ERC = (Total SFR gallons sold (Omit 000) / 365 days / 280 gallons per day)

CERTIFICATION OF ANNUAL REPORT

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

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



 (signature of chief executive officer of the utility) *

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.