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WATER AND SEWER  
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# WATER AND/OR WASTEWATER UTILITIES

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

# ANNUAL REPORT

OF

WS719-01-AR  
C.F.A.T. H2O, Inc.  
P. O. Box 5220  
Ocala, FL 34478-5220

Submitted To The  
**STATE OF FLORIDA**



**PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 2001**



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

1111 N.E. 25th Avenue, Suite 204 • Ocala, FL 34470 • (352) 732-5611

January 21, 2002

To the Board of Directors:  
CFAT H2O, Inc.

I have compiled the 2001 Annual Report of CFAT H2O, Inc. in the accompanying prescribed form, in accordance with the Statements on Accounting Standards 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 prescribed form referred to above and, accordingly, do not express an 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)

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# FINANCIAL SECTION

# REPORT OF

(EXACT NAME OF UTILITY)

CFAT H2O, INC.

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

Mailing Address

1410 NE 8TH AVENUE OCALA, FL

Street Address

MARION

County

Telephone Number 352-622-4949

Date Utility First Organized 10/28/93

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	MANAGER	P.O. BOX 5220 OCALA, FL 34478	
Person who prepared this report: DANIEL J. COLLIER P.A.	CPA	1111 NE 25TH AVE. #204 OCALA FL 34470	
Officers and Managers: RONALD CHASE	PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	\$
			\$
JOHN FANNON	VICE PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	\$
			\$

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
RONALD CHASE	52%	P.O. BOX 5220 OCALA, FL 34478	\$
			\$
JOHN FANNON	24%	P.O. BOX 5220 OCALA, FL 34478	\$
			\$
CHARLES DEMENZES	24%	P.O. BOX 5220 OCALA, FL 34478	\$

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2001
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## INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 38,941	\$ 83,466	\$ _____	\$ 122,407
Commercial_____		_____	_____	_____	0
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other TURN ON/OFF_____		_____	_____	_____	0
Total Gross Revenue_____		\$ 38,941	\$ 83,466	\$ _____	\$ 122,407
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 33,284	\$ 72,075	\$ _____	\$ 105,359
Depreciation Expense_____	F-5	4,561	10,888	_____	15,449
CIAC Amortization Expense_____	F-8	(4,029)	(10,295)	_____	(14,324)
Taxes Other Than Income_____		2,928	6,449	_____	9,377
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 36,744	79,117	_____	\$ 115,861
Net Operating Income (Loss)		\$ 2,197	\$ 4,349	\$ _____	\$ 6,546
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ 0
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		(2,295)	(3,636)	_____	(5,931)
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ (98)	\$ 713	\$ 0	\$ 615



UTILITY NAME: CFAT H2O, INC.YEAR OF REPORT  
DECEMBER 31,

2001

## COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
<b>Assets:</b>			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 465,325	\$ 445,782
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>100,382</u>	<u>84,933</u>
Net Utility Plant _____		\$ 364,943	\$ 360,849
Cash _____		(587)	790
Customer Accounts Receivable (141) _____		5,279	5,908
Other Assets (Specify): _____			
UTILITY DEPOSIT _____		1,640	1,240
PLANT HELD FOR FUTURE USE _____		4,250	4,250
ACQUISITION ADJUSTMENT, NET _____		<u>94,852</u>	<u>98,253</u>
Total Assets _____		\$ <u>470,377</u>	\$ <u>471,290</u>
<b>Liabilities and Capital:</b>			
Common Stock Issued (201) _____	F-6	100	100
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____		45,000	45,000
Retained Earnings (215) _____	F-6	(3,708)	(4,323)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		\$ <u>41,392</u>	\$ <u>40,777</u>
Long Term Debt (224) _____	F-6	\$ 65,124	\$ 84,202
Accounts Payable (231) _____			
Notes Payable (232) _____			
Customer Deposits (235) _____		14,452	14,390
Accrued Taxes (236) _____		5,508	5,029
Other Liabilities (Specify) _____			
MANAGEMENT FEE PAYABLE _____		<u>31,333</u>	
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>312,568</u>	<u>326,892</u>
Total Liabilities and Capital _____		\$ <u>470,377</u>	\$ <u>471,290</u>

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2001
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GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service	\$ 148,308	\$ 317,017	\$	\$ 465,325
-----				
Construction Work in				
-----				
Other (Specify) -----				
-----				
-----				
Total Utility Plant -----	\$ 148,308	\$ 317,017	\$	\$ 465,325

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year -----	\$ 34,975	\$ 49,958	\$	\$ 84,933
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account -----	\$ 4,561	\$ 10,888	\$	\$ 15,449
Salvage -----				
Other Credits (specify) -----				
-----				
Total Credits -----	\$ 4,561	\$ 10,888	\$	\$ 15,449
<u>Deduct Debits During Year:</u>				
Book cost of plant retired -----	\$	\$	\$	\$
Cost of removal -----				
Other debits (specify) -----				
-----				
Total Debits -----	\$ 0	\$ 0	\$	\$ 0
Balance End of Year -----	\$ 39,536	\$ 60,846	\$	\$ 100,382

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31,	2001
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CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share _____	1	N/A
Shares authorized _____	1000	
Shares issued and outstanding _____	100	
Total par value of stock issued _____	100	
Dividends declared per share for year _____		

RETAINED EARNINGS ( 215 )

	Appropriated	Un- Appropriated
Balance first of year _____	\$ N/A	\$ (4,323)
Changes during the year (Specify): LESS CURRENT YEAR PROFIT (LOSS) _____		615
Balance end of year _____	\$	\$ (3,708)

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	
STOCKHOLDER LOANS _____	VAR.	DEMAND	\$ 10,634
REFUNDABLE ADVANCE _____	VAR.	DEFERRED	9,250
UNION PLANTERS BANK _____	9.00%	MO	45,240
Total _____			\$ 65,124

UTILITY NAME: CFAT H2O. INC.

YEAR OF REPORT DECEMBER 31, 2001
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**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 _____	1752	3756	_____	5508
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Taxes Accrued _____	\$ 1752	\$ 3756	\$ _____	\$ 5508

**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
MIRA INTERNATIONAL, INC.	\$ 7,182	\$ 19,598	MANAGEMENT & MAINTENANCE
AQUA PURE	\$ 2,400	6,916	PLANT OPERATION & TESTING
DANIEL J. COLLIER P.A	\$ 291	679	ACCOUNTING FEES
RSC DEVELOPMENT	\$ 1,664	3,883	ADMINISTRATION
MILES ANDERSON	\$ _____	1,296	ENGINEERING
TAM REALTY	\$ 768	1,792	ADMINISTRATION
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2001
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**CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )**

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ <u>113,786</u>	\$ <u>262,882</u>	\$ <u>376,668</u>
2) Add credits during year - CIAC RECEIVED _____	\$ <u>0</u>	\$ _____	\$ <u>0</u>
3) Total _____	<u>113,786</u>	<u>262,882</u>	<u>376,668</u>
4) Deduct charges during the year _____	<u>113,786</u>	<u>262,882</u>	<u>376,668</u>
5) Balance end of year _____	<u>24,065</u>	<u>40,035</u>	<u>64,100</u>
6) Less Accumulated Amortization _____	<u>89,721</u>	<u>222,847</u>	<u>312,568</u>
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 _____			\$ <u>0</u>	\$ <u>0</u>
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.) _____			\$ <u>0</u>	\$ <u>0</u>

**ACCUMULATED AMORTIZATION OF CIAC (272)**

	Water	Wastewater	Total
Balance First of Year _____	\$ <u>20,036</u>	\$ <u>29,740</u>	\$ <u>49,776</u>
Add Credits During Year: _____	_____	_____	_____
Deduct Debits During Year: _____	<u>4,029</u>	<u>10,295</u>	<u>14,324</u>
Balance End of Year (Must agree with line #6 above.)	\$ <u>24,065</u>	\$ <u>40,035</u>	\$ <u>64,100</u>

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

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2001
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**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: CFAT H2O, INC.

YEAR OF REPORT DECEMBER 31, 2001
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## WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization_____	\$ 2,500	\$ _____	\$ _____	\$ 2,500
302	Franchises_____	1,062	_____	_____	1,062
303	Land and Land Rights_____	19,500	_____	_____	19,500
304	Structures and Improvements_____	_____	_____	_____	_____
305	Collecting and Impounding Reservoirs_____	_____	_____	_____	_____
306	Lake, River and Other Intakes_____	_____	_____	_____	_____
307	Wells and Springs_____	4,250	_____	_____	4,250
308	Infiltration Galleries and Tunnels_____	_____	_____	_____	_____
309	Supply Mains_____	_____	_____	_____	_____
310	Power Generation Equipment_____	8,626	_____	_____	8,626
311	Pumping Equipment_____	4,432	_____	_____	4,432
320	Water Treatment Equipment_____	220	_____	_____	220
330	Distribution Reservoirs and Standpipes_____	13,000	_____	_____	13,000
331	Transmission and Distribution Lines_____	60,695	_____	_____	60,695
333	Services_____	15,635	_____	_____	15,635
334	Meters and Meter Installations_____	18,181	_____	_____	18,181
335	Hydrants_____	_____	_____	_____	_____
336	Backflow Prevention Devices_____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment_____	_____	_____	_____	_____
340	Office Furniture and Equipment_____	_____	_____	_____	_____
341	Transportation Equipment_____	_____	_____	_____	_____
342	Stores Equipment_____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment_____	207	_____	_____	207
344	Laboratory Equipment_____	_____	_____	_____	_____
345	Power Operated Equipment_____	_____	_____	_____	_____
346	Communication Equipment_____	_____	_____	_____	_____
347	Miscellaneous Equipment_____	_____	_____	_____	_____
348	Other Tangible Plant_____	_____	_____	_____	_____
	Total Water Plant_____	\$ 148,308	\$ 0	\$ _____	\$ 148,308

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
DECEMBER 31, 2001

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							
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes		%					
301	1993 Rate Case Expense	5	%	20.00%	2,500			2,500
302	Franchises	29	%	3.45%	236		36	272
307	Wells and Springs	27	%	3.70%	2,829		157	2,986
308	Infiltration Galleries & Tunnels		%					
309	Supply Mains		%					
310	Power Generating Equipment	15	%	6.67%	1,866		575	2,441
311	Pumping Equipment	15	%	6.67%	801		295	1,096
320	Water Treatment Equipment	11	%	9.09%	166		20	186
330	Distribution Reservoirs & Standpipes	30	%	3.33%	6,063		433	6,496
331	Trans. & Dist. Mains	40	%	2.50%	14,766		1,517	16,283
333	Services	35	%	2.86%	4,905		446	5,351
334	Meter & Meter Installations	17	%	5.88%	2,427		1,069	3,496
335	Hydrants							
336	Backflow Prevention Devices		%					
339	Other Plant and Miscellaneous Equipment	20	%	5.00%	(1,655)			(1,655)
340	Office Furniture and Equipment	6	%	16.67%				0
341	Transportation Equipment	5	%	20.00%				0
342	Stores Equipment		%					
343	Tools, Shop and Garage Equipment	15	%	6.67%	71		13	84
344	Laboratory Equipment		%					
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant		%					
	Totals				\$ 34,975	\$ 0	\$ 4,561	\$ 39,536 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: CFAT H2O, INC.YEAR OF REPORT  
DECEMBER 31,

2001

## WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ _____
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____
604	Employee Pensions and Benefits_____	_____
610	Purchased Water_____	_____
615	Purchased Power_____	1,178
616	Fuel for Power Production_____	138
618	Chemicals_____	449
620	Materials and Supplies_____	72
630	Contractual Services:	
	Billing_____	25,314
	Professional_____	291
	Testing_____	150
	Other_____	2,400
640	Rents_____	_____
650	Transportation Expense_____	_____
655	Insurance Expense_____	_____
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
670	Bad Debt Expense_____	_____
675	Miscellaneous Expenses - REPAIRS & MAINTENANCE & AMORT. OF ACQ. ADJ_____	3,292
	Total Water Operation And Maintenance Expense_____	\$ 33,284 *

\* 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	223	220	220
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			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers					
Other (Specify)					
Total			223	220	220

\*\* D = Displacement  
C = Compound  
T = Turbine

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
DECEMBER 31, 2001

**PUMPING AND PURCHASED WATER STATISTICS**

	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)
(a)	(b)	(c)	(d)	(e)	(f)
January_____	NONE	1,159	23	1,136	1,136
February_____		1,165	35	1,130	1,130
March_____		740	20	720	720
April_____		961	37	924	924
May_____		962	12	950	950
June_____		957	10	947	947
July_____		960	9	951	951
August_____		1,021	2	1,019	1,019
September_____		946	6	940	940
October_____		1,046	27	1,019	1,019
November_____		987	13	974	974
December_____		855	41	814	814
Total for Year_____		11,759	235	11,524	11,524

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: CFAT H2O, INC.

YEAR OF REPORT  
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### WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	1989	_____	_____	_____
Types of Well Construction and Casing_____	STEEL GROUTED	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells_____	160'	_____	_____	_____
Diameters of Wells_____	8"	_____	_____	_____
Pump - GPM_____	250	_____	_____	_____
Motor - HP_____	20	_____	_____	_____
Motor Type *_____	_____	_____	_____	_____
Yields of Wells in GPD_____	1000	_____	_____	_____
Auxiliary Power_____	PROPANE GEN.	_____	_____	_____
* Submersible, centrifugal, etc.				

### RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	STEEL	_____	_____	_____
Capacity of Tank_____	20,000	_____	_____	_____
Ground or Elevated_____	GROUND	_____	_____	_____

### 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: CFAT H2O, INC.

YEAR OF REPORT  
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### SOURCE OF SUPPLY

List for each source of supply ( Ground, Surface, Purchased Water etc. )		
Permitted Gals. per day_____	100,000	_____
Type of Source_____	WELL	_____

### WATER TREATMENT FACILITIES

List for each Water Treatment Facility:		
Type_____	LIQUID CHLORINATED	_____
Make_____	VT 100	_____
Permitted Capacity (GPD)_____	100,000	_____
High service pumping	NA	_____
Gallons per minute_____	NA	_____
Reverse Osmosis_____	NA	_____
Lime Treatment		_____
Unit Rating_____	NA	_____
Filtration		_____
Pressure Sq. Ft._____	NA	_____
Gravity GPD/Sq.Ft._____		_____
Disinfection		_____
Chlorinator_____	YES	_____
Ozone_____	NA	_____
Other_____	NA	_____
Auxiliary Power_____	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. 70
2. Maximum number of ERCs \* which can be served. 286
3. Present system connection capacity (in ERCs \*) using existing lines. 286
4. Future connection capacity (in ERCs \*) upon service area buildout. 350
5. Estimated annual increase in ERCs \*. 10
6. Is the utility required to have fire flow capacity? NO  
If so, how much capacity is required? \_\_\_\_\_
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 # 2-83-0220AN
  - 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:

$$ERC = (\text{Total SFR gallons sold (omit 000/365 days/350 gallons per day)}).$$

# WASTEWATER OPERATING SECTION



UTILITY NAME: CFAT H2O. INC.

YEAR OF REPORT DECEMBER 31, 2001
-------------------------------------

**WASTEWATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ 2,500	\$ _____	\$ _____	\$ 2,500
352	Franchises_____	2,062	_____	_____	2,062
353	Land and Land Rights_____	39,000	_____	_____	39,000
354	Structures and Improvements_____	5,516	4,650	_____	10,166
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	81,058	_____	_____	81,058
361	Collection Sewers - Gravity_____	45,657	_____	_____	45,657
362	Special Collecting Structures_____	15,000	_____	_____	15,000
363	Services to Customers_____	8,500	_____	_____	8,500
364	Flow Measuring Devices_____	90	_____	_____	90
365	Flow Measuring Installations_____	5,610	_____	_____	5,610
370	Receiving Wells_____	79,264	11,670	_____	90,934
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	13,217	3,223	_____	16,440
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	_____	_____	_____	_____
390	Office Furniture and Equipment_____	_____	_____	_____	_____
391	Transportation Equipment_____	_____	_____	_____	_____
392	Stores Equipment_____	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment_____	_____	_____	_____	_____
394	Laboratory Equipment_____	_____	_____	_____	_____
395	Power Operated Equipment_____	_____	_____	_____	_____
396	Communication Equipment_____	_____	_____	_____	_____
397	Miscellaneous Equipment_____	_____	_____	_____	_____
398	Other Tangible Plant_____	_____	_____	_____	_____
	Total Wastewater Plant_____	\$ 297,474	\$ 19,543	\$ _____	\$ 317,017 *

\* This amount should tie to sheet F-5.

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
DECEMBER 31, 2001

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							
351	Organizational	27	%	3.70%	\$ 1,231		261	\$ 1,492
352	Franchises	5		20.00%	2,500			2,500
355	Power Generation Equipment	3	%	33.33%	2,061			2,061
360	Collection Sewers - Force	27	%	3.70%	4,441		3,002	7,443
361	Collection Sewers - Gravity	40	%	2.50%	14,622		1,141	15,763
362	Special Collecting Structures	35	%	2.86%	5,999		428	6,427
363	Services to Customers	35	%	2.86%	3,395		242	3,637
364	Flow Measuring Devices	5	%	20.00%	90			90
365	Flow Measuring Installations	35	%	2.86%	2,207		160	2,367
370	Receiving Wells	18	%	5.56%	6,736		4,684	11,420
371	Pumping Equipment							
380	Treatment and Disposal Equipment							
381	Plant Sewers	15	%	6.67%	6,676		970	7,646
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment							
390	Office Furniture and Equipment							
391	Transportation Equipment		%					
392	Stores Equipment		%					
393	Tools, Shop and Garage Equipment							
394	Laboratory Equipment							
395	Power Operated Equipment							
396	Communication Equipment		%					
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
	Totals				\$ 49,958	\$ 0	\$ 10,888	\$ 60,846 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
DECEMBER 31.

2001

## WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	7,802
715	Purchased Power	7,034
716	Fuel for Power Production	
718	Chemicals	785
720	Materials and Supplies	4,460
730	Contractual Services:	
	Billing	40,907
	Professional	1,975
	Testing	265
	Other	3,900
740	Rents	
750	Transportation Expense	
755	Insurance Expense	
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses - REPAIRS AND MAINTENANCE & AMORT OF ACQ. ADJ.	4,947
	Total Wastewater Operation And Maintenance Expense	\$ 72,075 *
	* 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 or Equivalents (c x e) (f)
Residential Service					
All meter sizes	D	1.0			
General Service					
5/8"	D	1.0	240	218	218
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)				1	1
Total			240	219	219
** D = Displacement C = Compound T = Turbine					

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
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PUMPING EQUIPMENT

	1	2	3	4	5
Lift Station Number_____	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump_____	STA-RITE	STA-RITE	_____	_____	_____
Year installed_____	1990	1990	_____	_____	_____
Rated capacity_____	100 GPM	100 GPM	_____	_____	_____
Size_____	4"	4"	_____	_____	_____
Power:					
Electric_____	ELECTRIC	ELECTRIC	_____	_____	_____
Mechanical_____	_____	_____	_____	_____	_____
Nameplate data of motor_____	2.8 HP 12.6 AMP	2.8 HP 12.6 AMP	_____	_____	_____

SERVICE CONNECTIONS

Size (inches)_____	4"	_____	_____	_____	_____
Type (PVC, VCP, etc.)_____	PVC	_____	_____	_____	_____
Average length_____	30'	_____	_____	_____	_____
Number of active service connections_____	120	_____	_____	_____	_____
Beginning of year_____	120	_____	_____	_____	_____
Added during year_____	0	_____	_____	_____	_____
Retired during year_____	_____	_____	_____	_____	_____
End of year_____	120	_____	_____	_____	_____
Give full particulars concerning inactive connections_____	N/A	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains		
Size (inches)_____	8"	6"	_____	_____	4"	_____	_____
Type of main_____	PVC	PVC	_____	_____	PVC	_____	_____
Length of main (nearest foot)_____	9287	803	_____	_____	3912	_____	_____
Begining of year_____	9287	803	_____	_____	3912	_____	_____
Added during year_____	_____	_____	_____	_____	_____	_____	_____
Retired during year_____	_____	_____	_____	_____	_____	_____	_____
End of year_____	9287	803	_____	_____	3912	_____	_____

MANHOLES

Size (inches)_____	48"	_____	_____	_____
Type of Manhole_____	CONCRETE	_____	_____	_____
Number of Manholes:				
Beginning of year_____	22	_____	_____	_____
Added during year_____	_____	_____	_____	_____
Retired during year_____	_____	_____	_____	_____
End of Year_____	22	_____	_____	_____

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT	
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**TREATMENT PLANT**

Manufacturer_____	MARLOF		
Type_____	CONCRETE		
"Steel" or "Concrete"_____	CONCRETE		
Total Permitted Capacity_____	125,000 GPD		
Average Daily Flow_____	20000		
Method of Effluent Disposal_____	SPRAYFIELD		
Permitted Capacity of Disposal_____	125,000 GPD		
Total Gallons of Wastewater treated_____	11,193,000 GPY		

**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_____	1,127		1,127
February_____	1,129		1,129
March_____	716		716
April_____	920		920
May_____	939		939
June_____	902		902
July_____	904		904
August_____	953		953
September_____	889		889
October_____	952		952
November_____	952		952
December_____	810		810
Total for year_____	11,193		11,193

If Wastewater Treatment is purchased, indicate the vendor:

N/A

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
DECEMBER 31, 2001

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. 83
2. Maximum number of ERCs\* which can be served. 446
3. Present system connection capacity (in ERCs\*) using existing lines. 446
4. Future connection capacity (in ERCs\*) upon service area buildout. 500
5. Estimated annual increase in ERCs\*. 10
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system installation of surge tank and upgrade spray field.
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 # 3042P01551

\* 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).

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT  
DECEMBER 31, 2001

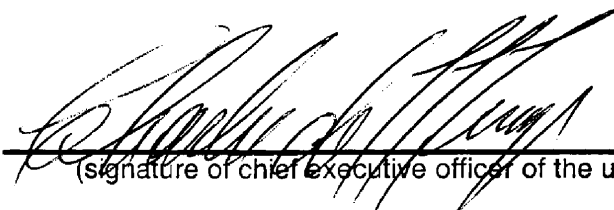
## CERTIFICATION OF ANNUAL REPORT

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

- |  |                                |    |  |
|--|--------------------------------|----|--|
| YES<br><input checked="" type="checkbox"/> | NO<br><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<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.  |
| X<br><input checked="" type="checkbox"/>   | NO<br><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<br><input checked="" type="checkbox"/> | NO<br><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.